



Date last updated: 17.10.2020

CANARA UDYOG	
<b>PURPOSE</b>	All Credit requirements of Micro, Small and Medium Enterprises in Manufacturing Sector and Ancillary Business Units.
<b>Type of credit facility</b>	Term loan and/or Working capital (Fund Based and Non-Fund Based)
<b>QUANTUM</b>	Minimum: Above Rs.10 Lakhs Maximum limit: Rs.10 Crores
<b>Margin</b>	25% margin in case of term loans and NFB. 20% margin for Working Capital limits.
<b>Rate of interest</b>	RLLR+2.00% to 2.50% p.a (Applicable Liquidity premium to be loaded to the card rates additionally.)
<b>SECURITY</b>	<ul style="list-style-type: none"> <li>a. Hypothecation: Stocks and/or book debts (not more than 90 days) acceptable to the bank</li> <li>b. Mortgage of immovable property/approved securities whose value is not less than 125% (prime and/or collateral/approved securities) of the limit.</li> <li>c. Vacant Land may be accepted as security, only if               <ul style="list-style-type: none"> <li>➤ it is allotted by any government / Statutory body or</li> <li>➤ it has been acquired by Government for development of any industrial / residential/ commercial purpose or</li> <li>➤ Entity has been permitted by the government / statutory body for acquiring the same for industrial / residential purpose or</li> <li>➤ land usage change has been permitted by competent authority</li> </ul> </li> <li>d. Personal guarantee of partners, promoter directors and owner of the immovable property.</li> </ul> <p>Agricultural land not to be taken as security</p>
<b>Repayment</b>	TL- Repayment period up to 7 years with a maximum of 10 years including moratorium. e. WC-Tenability – Tenable for One year
<b>CGTMSE Cover</b>	Not eligible to be covered under CGTMSE.

Conditions apply. The information provided above is only illustrative and not exhaustive.

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