

Date last updated: 07.09.2023

SCHEME FOR FINANCING AUTOMOTIVE COMPONENT MANUFACTURES	
Target Group	Tier I and Tier II Suppliers of OEM's (Original Equipment Manufacturers).
Purpose	Area specific scheme for financing Automotive Components Manufacturers (Tier I & Tier II Suppliers of OEM's) by way of FB (Fund Based) and NFB (Non-Fund Based) limits.
Applicability	Ahmedabad, Chennai, Pune, Karnal & Ranchi Circles
Eligibility	<ul style="list-style-type: none"> ➤ Individuals/Proprietary firms/ Partnership firms (other than partnership firms where HUF is a partner)/Limited Liability Partnerships (LLPs)/ Companies (excluding NBFC). ➤ Firm/Company should be already engaged in this line of activity for a minimum period of one year. ➤ The Scheme shall be applicable to accounts which are risk rated up to Moderate Risk.
Nature of Facility	<ul style="list-style-type: none"> • Fund Based Limits for Working Capital Limits and Term Loans • Non-Fund Based Limits for issuing BC/LCs/FLCs for the purpose of purchase of required machineries either imported/indigenous.
Loan Amount	Above Rs.25 lakhs.
Margin	As per extant guidelines.
Rate of interest	Rate of Interest is linked to value of the security/approved collaterals and Internal Risk Rating/Grade.
Upfront fee	50% concession from the applicable charges.
Commission on NFB Limits	As per extant guidelines – No Concession.
Security	<p>Primary: Assets created out of Bank Finance.</p> <p>Collateral: Minimum 75% of the exposure to be secured by way of collateral security subject to the following:</p> <ol style="list-style-type: none"> a. Immovable properties by way of Commercial/ Residential/ Factory –land and building. b. Free hold/Lease hold properties of government are acceptable. c. Bank deposits with face value or current value whichever is higher d. Approved collaterals with applicable margin.
CGTMSE Cover	As per Extant guidelines
Validity	31.03.2024 (subject to performance review of the scheme as on 30.09.2023)

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

Contact: For more details, please contact your nearest: Canara Bank Branch or E-mail to: hosbu@canarabank.com