

Date last updated: 07.09.2023

### CANARA MSME TEXTILE

<b>Purpose</b>	To provide credit for Working Capital / Term Loan requirement (Fund Based and Non-Fund Based) of MSME (as defined under MSMED Act 2006 with further revision in definition of MSME effective from 01.07.2020, as per Gazette Notification dated 26.06.2020 communicated subsequently) to borrowers engaged in manufacturing in Textile Sector.
<b>Target Group</b>	<p><b>Units engaged under Manufacturing Sector in:</b></p> <ul style="list-style-type: none"> <li>➤ Manufacturing of Yarn (Cotton, Synthetic Silk, Processing of Yarn i.e., Warping, Twisting, Texturizing etc., manufacturing of Thread, Net, Tapes).</li> <li>➤ Manufacturing of Man Made Fabrics (Grey Cloth, Shawls, Blanket, Carpet, Suiting &amp; Shirting, Carpet, Curtains, Knitted Fabrics, Synthetic Silk, Cotton etc.).</li> <li>➤ Manufacturing of Jari used in fabric (Metalizing, Cutting etc.).</li> <li>➤ Processing of Fabric (Dyeing, Printing, Finishing, Embroidery, other value additions on fabric etc).</li> <li>➤ Manufacturing of Sarees, Dress materials, Garments, Apparels etc.</li> <li>➤ Installation with maintenance of Solar project for captive consumption by units otherwise eligible and considered under the scheme for financing the manufacturing activity of the unit.</li> </ul>
<b>Eligibility</b>	<ul style="list-style-type: none"> <li>➤ Individuals/ Proprietary Concern/Partnership Firms (other than Partnership Firms where HUF is a Partner) /Company (excluding NBFC).</li> <li>➤ The Scheme shall be applicable for accounts risk rated up to Moderate Risk.</li> <li>➤ Second Hand Machineries are not eligible to be financed under the scheme.</li> <li>➤ Service Sector shall not be considered for financing under the scheme.</li> </ul>
<b>Applicability</b>	<p>Scheme shall be applicable PAN India. However, the scheme shall presently be implemented in the following Circles only.</p> <ol style="list-style-type: none"> <li>Ahmedabad Circle</li> <li>Mumbai Circle</li> <li>Karnal Circle</li> <li>Chandigarh Circle</li> <li>Jaipur Circle</li> <li>Chennai Circle</li> <li>Madurai Circle</li> <li>Bhopal Circle</li> <li>Lucknow Circle</li> <li>Pune Circle</li> <li>Kolkata Circle</li> <li>Delhi Circle.</li> </ol>
<b>Loan Amount</b>	<ul style="list-style-type: none"> <li>• Above Rs.10 lakhs</li> </ul>
<b>Margin</b>	<ul style="list-style-type: none"> <li>• Working Capital: 25%</li> <li>• Term Loan : 25%</li> </ul>
<b>Nature of Facility</b>	<p>A. Working Capital B. Term Loan (Both Fund-Based and Non-Fund Based facilities)</p>
<b>Rate of interest</b>	Rate of interest is linked to the value of security/approved collaterals and Internal Risk Rating/Grade as applicable which varies from time to time.

<b>Processing Charges</b>	<ul style="list-style-type: none"> <li>➤ 50% of the applicable upfront fee/ processing charges.</li> <li>➤ 50% of the applicable commission on NFB limits.</li> </ul>
<b>Security</b>	<b>Primary:</b> Assets created out of loan proceeds. <b>Collateral:</b> Security by way of mortgage of Land and Building and/or Approved securities to the extent of at least 75% of the total limit to be ensured.
<b>CGTMSE Coverage</b>	Not Applicable
<b>Validity</b>	Up to 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.

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