

PRADHAN MANTRI MUDRA YOJANA

Objective	To fund the unfunded Micro units / Enterprises (as defined in MSMED Act, 2006) by bringing them to the formal financial system and extending credit to them.																													
Purpose	To meet business related Term Loan and Working Capital requirements																													
Target Group	Non–Corporate Small Business Segment (NCSBS) / Micro Enterprises (as defined in MSME Act, 2006) comprising of Individuals /proprietorship / partnership firms running as small manufacturing units, service sector units, shopkeepers, fruits / vegetable vendors, truck operators, food-service units, repair shops, machine operators, small industries, artisans, food processors and others, whose financing needs are up to Rs.10 lakhs																													
Eligibility	<div>1. Existing customers with satisfactory track record for last 2 years (both conduct of account with financing branch and financials of the applicant unit)</div> <div>2. New customers subject to satisfactory OPL from their existing bankers</div> <div>3. New units subject to satisfactory market opinion on the promoters</div> <div>4. Only Individuals/Proprietorships/partnerships/SHGs are eligible for finance under the scheme.<div>a. Private limited company, HUF and Trusts are not eligible.</div><div>b.Units whose Risk rating is High and/or grading as per scoring norms is Higher/Highest are not eligible.</div></div>																													
Nature of Facility	Term loan and/or Working capital by way of Overdraft facility																													
Quantum	<table><tr><td>SHISHU</td><td>Loan amount up to Rs.50000</td></tr><tr><td>KISHOR</td><td>Loan amount from Rs.50001 to Rs.500000/-</td></tr><tr><td>TARUN</td><td>Loan amount from Rs.500001 to Rs.1000000/-</td></tr></table>			SHISHU	Loan amount up to Rs.50000	KISHOR	Loan amount from Rs.50001 to Rs.500000/-	TARUN	Loan amount from Rs.500001 to Rs.1000000/-																					
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Rate of interest	<div>A) Working Capital & Term loans up to Rs.2 lakhs (Repayable in less than 36 months)<table><tr><td></td><td>CRP over RLLR</td></tr><tr><td>a. Up to Rs.50,000/-</td><td>1.05</td></tr><tr><td>b. Above Rs.50,000/- uptoRs.2 lac</td><td>1.05</td></tr></table></div> <div>B) Term Loans up to Rs.2 lakhs (Repayable in 36 months & above)<table><tr><td></td><td>CRP over RLLR</td></tr><tr><td>a. Up to Rs.50,000/-</td><td>1.30</td></tr><tr><td>b. Above Rs.50,000/- uptoRs.2 lac</td><td>1.55</td></tr></table></div> <div>Exposure above Rs.2 lakhs up to Rs.10 Lakh (Both Working Capital & Term Loan)<table><tr><td rowspan="2">Risk Rating</td><td>Low Risk</td><td>Normal Risk</td><td>Moderate Risk</td></tr><tr><td>CRP over RLLR</td><td>CRP over RLLR</td><td>CRP over RLLR</td></tr><tr><td>Above Rs.2 lakh to Rs.10 lakhs</td><td>1.40</td><td>2.25</td><td>2.75</td></tr></table></div> <div>For Term loans repayable more than 1 year up to 5 years and more than 5 years, the liquidity premium to be loaded to the Card rates additionally, as given below:<table><tr><td>Repayable > 1 year up to 5 years</td><td>0.40%</td></tr><tr><td>Repayable > 5 years</td><td>0.80%</td></tr></table></div>				CRP over RLLR	a. Up to Rs.50,000/-	1.05	b. Above Rs.50,000/- uptoRs.2 lac	1.05		CRP over RLLR	a. Up to Rs.50,000/-	1.30	b. Above Rs.50,000/- uptoRs.2 lac	1.55	Risk Rating	Low Risk	Normal Risk	Moderate Risk	CRP over RLLR	CRP over RLLR	CRP over RLLR	Above Rs.2 lakh to Rs.10 lakhs	1.40	2.25	2.75	Repayable > 1 year up to 5 years	0.40%	Repayable > 5 years	0.80%
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Margin	Up to Rs.25000/-	NIL												
	Above Rs.25000/-	15 to 25% 30% - Where book debts is held as prime security												
	However for Govt. sponsored schemes, the margin requirements shall be as applicable to the respective Govt. sponsored scheme.													
Primary security	Assets created out of loan - Hypothecation of moveable assets and/or Mortgage of immovable property and existing business assets of the borrower only													
Collateral Security	No Collateral security or third party/ies guarantee should be attached with the Micro loans.													
Repayment	<ul style="list-style-type: none">Working Capital: Tenable for one year.Term Loan: Repayable in maximum of 5-7 years in suitable monthly/equated monthly instalments. Repayment holiday of 2 to 3 months may be permitted wherever necessary.													
Upfront fee / Processing charges	<table><tr><th>Slab</th><th>Amount</th></tr><tr><td>For Mudra loan under Shishu Category (Loans up to Rs.50000)</td><td>Nil</td></tr><tr><td>For Mudra loan under Kishore Category (Loans from Rs.50001 to Rs.500000)</td><td>Nil</td></tr><tr><td colspan="2">For Mudra loans under 'Tarun' Category (Loans from Rs.500001 to Rs.1000000):</td></tr><tr><td>Working Capital</td><td>0.25% per lakh or part thereof with a minimum of Rs.500/-</td></tr><tr><td>Term Loan</td><td>1% of the loan amount</td></tr></table>		Slab	Amount	For Mudra loan under Shishu Category (Loans up to Rs.50000)	Nil	For Mudra loan under Kishore Category (Loans from Rs.50001 to Rs.500000)	Nil	For Mudra loans under 'Tarun' Category (Loans from Rs.500001 to Rs.1000000):		Working Capital	0.25% per lakh or part thereof with a minimum of Rs.500/-	Term Loan	1% of the loan amount
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Coverage	<ul style="list-style-type: none">All eligible loans to be mandatorily covered under CGFMU.All loans/advances granted under MUDRA including loans/advances granted to Traders, SHGs & Educational Institutions are eligible for cover under CGFMU.													

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