

CANARA CHIKITSA- HEALTHCARE CREDIT FACILITIES

Target Group

- Registered Hospitals/ Nursing Homes/ Qualified Individual Medical Practitioners of allopathic discipline (i.e. registered under Clinical Establishment Act (Registration and Regulation), 2017, ‘National Accreditation Board for Hospitals & Healthcare Providers’ and/or possessing other valid registration/licenses recognized by Central/State Authorities, etc., as applicable).
- Individuals/ other legal entities possessing valid registrations/approvals/licences from the Central/ State Government authorities for running hospitals/dispensaries/nursing homes and other associate business activities/centres, providing related services to combat the repercussions of COVID pandemic i.e. pharmacy, pathology labs, priority medical devices and other Healthcare services.
- Manufacturing units involving manufacture of Pharma/COVID related drugs, Vaccines, Liquid Oxygen and associated medical devices like Oxygen Cylinders, Oxygen Concentrators, etc. and other medical essentials useful to combat the COVID pandemic.
- Traders (Importers/suppliers) dealing in wholesale and retail trade of COVID related drugs, Vaccines, Liquid Oxygen and associated medical devices like Oxygen Cylinders, Oxygen Concentrators, etc. and other medical essentials useful to combat the COVID pandemic.
- Ecosystem engaged in building/servicing Healthcare Infrastructure.

Purpose

The Scheme will facilitate immediate liquidity for ramping up COVID related healthcare infrastructure and services in the country with an objective to address the unprecedented crisis in the wake of COVID-19 Pandemic like:

- For setting up and expansion/ renovation of Hospitals/ Nursing Homes, diagnostic centre, pathology labs
- To provide finance to Manufacturers of Healthcare products for meeting Working Capital requirements and acquisition of fixed assets.
- Financing of receivables of Hospitals from AB PM-JAY
- Build-up of current assets like stocking of vaccines, medicines, consumables etc.
- For Capex LC (front-ended): for import of capital goods, to be liquidated on due date by debit to Term Loan account

Loan Amount	Minimum : Above Rs. 10 lakhs Maximum : Rs. 50 Crores
Margin	Term Loan: Minimum: 25%. Term loans may be granted upto 75% of the project cost duly taking into account the reasonableness of the project cost, profitability projections, cash flows, repayment capacity and compliance of Project Parameters as per extant guidelines. Projected DER : <3.00 Working Capital: Minimum : 25% (Stocks/ Book Debts) Computation of Working Capital limits as per extant guidelines.
Rate of interest	As per Bank extant guidelines.
Repayment	Working Capital : Annual Renewal. Repayable on demand. Term Loan: <ul style="list-style-type: none"> ➤ Maximum period of 10 years including moratorium period. ➤ Maximum moratorium upto 18 months in case of construction of hospitals/healthcare infrastructure set-up (6 months in case of purchase of equipment only)
Prime Security / Collateral security	<u>Upto Rs. 2 Crores:</u> <ul style="list-style-type: none"> ➤ Nil, if covered under CGTMSE/CGSSI (as applicable). ➤ However, if the borrower is not willing to pay the guarantee fee or not willing to cover the exposure under CGTMSE/CGSSI, or is ineligible for CGTMSE coverage, then extant norms on obtention of Collateral security shall apply. ➤ Loans may also be considered under Partial Collateral Security Model (Hybrid Security Model) of CGTMSE. <u>More than Rs. 2 crores to Rs. 50 crores:</u> <ul style="list-style-type: none"> ➤ Minimum 25% collateral. Collateral Requirement may be relaxed, on case to case basis, in the following scenarios: <ul style="list-style-type: none"> ➤ Hospital agrees to maintain escrow account for capturing cash flow ➤ The manufacturer is having a firm buying agreement from Govt/Hospitals and agrees to maintain the escrow account
Scheme Validly	31.03.2022

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

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