

**CANARA GST**

1	Purpose	To provide credit for Working Capital requirement of GST registered MSME borrowers (New/Existing) (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), by way of fund based exposure.
2	Target Group	Micro, Small and Medium Enterprises (Manufacturing/Service)
3	Eligibility	<ul style="list-style-type: none"> <li>➤ New customers with minimum business operation of 6 months and existing customers at the time of renewal shall be brought under the scheme.</li> <li>➤ GST Return of minimum for the past six months AND At least 75% of turnover reflected in GST return should have been routed through the Bank account.</li> <li>➤ Borrowers rated up to Moderate Risk as per internal rating of the Bank are eligible under this scheme.</li> <li>➤ The scheme is applicable to customers having/proposed to have sole Banking arrangement for working capital requirements. Multiple Banking Arrangement/Consortium is not permissible for working capital requirements.</li> </ul>
4	Nature of facility	Working Capital
5	Quantum	Minimum loan amount: Above Rs.10 Lakhs. Maximum loan amount: Rs.5 Crores
6	Margin	Nil
7	ROI	Rate of Interest is linked to the value of security/approved collaterals and Internal Risk Rating/Grade.
8	Processing charges	50% of the applicable processing charges
9	Security	<p>Primary Security: Primary assets created out of the Bank Finance.</p> <p>Collateral Security: Collateral Security value shall be 75%-100% of the loan amount in the form of</p> <ul style="list-style-type: none"> <li>(i) Mortgage of immovable properties Land/Land &amp; Building.</li> <li>(ii) Other Approved Collaterals such as Assignable LI Policies, LIC policy, NSC, Post Office term Deposits, Govt. Securities, Kisan Vikas Patras (KVP) and</li> <li>(iii) Term Deposits of Canara Bank.</li> </ul>
10	CGTMSE Cover	Not eligible to be covered under CGTMSE.

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

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