

CLUSTER SPECIFIC SCHEME

CANARA MSME TEXTILES

**AREA OF OPERATION- AHMEDABAD, MUMBAI, KARNAL,
 CHANDIGARH, JAIPUR & CHENNAI CIRCLES**

Purpose	To provide credit for Working Capital / Term Loan requirement (Fund Based and Non-Fund Based) of MSME (as defined under MSMED Act 2006) to borrowers engaged in manufacturing in Textile Sector.
Target Group	<p>Units under Manufacturing Sector: Units engaged in:</p> <ul style="list-style-type: none"> a. Manufacturing of Yarn (Cotton, Synthetic Silk, Processing of Yarn i.e., Warping, Twisting, Texturizing etc., manufacturing of Thread, Net, Tapes). b. Manufacturing of Man Made Fabrics (Grey Cloth, Shawls, Blanket, Carpet, Suiting & Shirting, Carpet, Curtains, Knitted Fabrics, Synthetic Silk, Cotton etc.). c. Manufacturing of Jari used in fabric (Metalizing, Cutting etc.). d. Processing of Fabric (Dyeing, Printing, Finishing, Embroidery, other value additions on fabric etc). e. Manufacturing of Sarees, Dress materials, Garments, Apparels etc.
Eligibility	<ul style="list-style-type: none"> a. Individuals/ Proprietary Concern/Partnership Firms (other than Partnership Firms where HUF is a Partner) /Company (excluding NBFC). b. The Scheme shall be applicable for accounts risk rated up to Moderate Risk/Grade V/BB.
In eligible	<ul style="list-style-type: none"> a. Second Hand Machineries are not eligible to be financed under the scheme. b. Service Sector shall not be considered for financing under the scheme.
Applicability	<ul style="list-style-type: none"> a. Ahmedabad Circle (Gujarat State) b. Mumbai Circle c. Panipat District (Karnal Circle) d. Ludhiana Regional Office (Chandigarh Circle) e. Jaipur Circle f. Tiruppur Regional Office (Chennai Circle)
Nature of Facility	<ul style="list-style-type: none"> a. Working Capital b. Term Loan <p>(Both Fund Based and Non-Fund Based)</p>
Quantum of finance	<p>Minimum: above Rs.50 lakhs</p> <p>Maximum: Rs.10.00 Crores</p>

Margin	Working Capital : 25% Term Loan : 25%
Upfront fee/ Processing charges	50% of the applicable upfront fee/ processing charges.
Security	<p>Primary Security - Assets created out of loan proceeds.</p> <p>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.</p> <ol style="list-style-type: none"> Spill over value of Property mortgaged for other loans standing in the name of the borrowing Unit/Promoters' of the Borrowing Unit may also be taken as security, subject to satisfying the scheme guidelines, to meet the shortfall in the value of security offered under the scheme. Property in the name of close relatives of the promoters can also be accepted, provided they stand as Guarantors. Properties in the name of the following relatives may also be accepted, provided they stand as guarantors: <ol style="list-style-type: none"> Brother-in-law, Sister-in-law, Mother-in-law and father-in-law. As far as possible, tenanted properties may be avoided as security for this advance. Agricultural property is prohibited. Agricultural properties should not be taken as security under this scheme. Vacant land shall not be accepted as security. Approved Collaterals viz., Life Insurance Policies, NSCs, KVPs, PSU Bonds/our Deposits.
Rate of interest	Rate of Interest linked to the value of security/approved collaterals and Internal Risk Rating/Grade as applicable which varies from time to time.
Validity	Scheme is Valid up to 30.12.2021
Others	<ol style="list-style-type: none"> The units which wish to switchover to the scheme should satisfy all the eligibility criteria under the scheme and NOT have any over dues at the time of switchover to the subject scheme. KYC, Assessment, Credit Appraisal (Both Fund Based and Non-fund based), Project Appraisal, Project Parameters, Credit Risk Rating, Delegation of Powers, Repayment, Tenability, Guarantee, Computation of Drawing Power, LSR, Valuation, Take over norms, Classification, Insurance, Inspection, Commission, and other guidelines as per extant guidelines. All other applicable guidelines as applicable to nature of advance to be adhered to.

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