

Loan Guarantee Scheme for COVID Affected Sectors. (LGSCAS)

<p>Target Group</p>	<p>Brownfield & Greenfield projects in the COVID related healthcare infrastructure and services in the country setup/coming up in areas other than 8 metropolitan cities (i.e. Ahmedabad, Bangalore, Chennai, Kolkata, Mumbai, New Delhi, Hyderabad & Pune), i.e.</p> <ol style="list-style-type: none"> i. Hospitals/ dispensaries/ clinics /medical colleges/ pathology labs/ diagnostic centres. ii. Manufacturers of vaccines/oxygen/ventilators/priority medical devices and iii. Units engaged in public health care facilities.
<p>Purpose</p>	<p>To finance eligible Greenfield and Brownfield projects in the healthcare sector for setting up of /modernizing/expanding:</p> <ol style="list-style-type: none"> i. Hospitals/ dispensaries/ clinics/ medical colleges/ pathology labs/ diagnostic centres. ii. Manufacturers of vaccines/oxygen/ventilators/priority medical devices and iii. Units engaged in public healthcare facilities.
<p>Eligibility</p>	<ul style="list-style-type: none"> ➤ Brownfield/Greenfield projects pertaining to COVID related healthcare infrastructure and services for setting up of/modernization/ expansion of: hospitals / dispensaries /clinics /medical colleges/ pathology labs / diagnostic centres. ➤ Manufacturers of vaccines/ oxygen/ ventilators/ priority medical devices and units engaged in public health care facilities. ➤ Projects with maximum loan requirement up to Rs.100 Crore (including fund-based and non-fund based facility). ➤ Projects setup/coming up in non-metropolitan cities (i.e. in areas apart from Ahmedabad, Bangalore, Chennai, Kolkata, Hyderabad, Mumbai, New Delhi and Pune cities) ➤ Business units constituted as legal entities possessing valid registrations/approvals/licenses 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 complying to all other eligibility criteria may be considered under the scheme. However, loans provided in individual capacity are not covered under the scheme. ➤ Borrower entity shall comply with applicable health quality regulations prescribed by relevant standards/agencies. ➤ The scheme shall be applicable for accounts risk rated up to Moderate Risk only by the Bank. ➤ Business enterprises/MSME borrower must be GST registered in all cases where such registration is mandatory. This condition will not apply to business Enterprises/MSMEs that are not required to obtain

	GST registration.
Nature of Facility	<u>Fund Based Facilities:</u> Term loan, Working Capital <u>Non-Fund based Facilities:</u> Bank Guarantees and Letters of Credit.
Loan Quantum	Fund based (Term loan/Working Capital) and Non-Fund based facilities may be extended under the scheme, subject to a maximum loan of Rs.100 Crore per project, operated as a separate loan account.
ROI	MSME and Non-MSME - 7.95% till the expiry of credit guarantee period extended by M/s NCGTC (National Credit Guarantee Trustee Company Ltd.) under the subject scheme. ROI will be reviewed and reset after expiry of Guarantee period based on extant norms of the Bank.
Margin	Minimum Promoter's contribution of 20% of the project cost.
Processing Charges/ Other charges/ Fee	As per extant guidelines of the Bank.
Commission on NFB	As per extant guidelines of the Bank.
Repayment	Term loan: <ul style="list-style-type: none"> • Maximum up to 5 years from the date of first disbursement subject to validity of guarantee cover as stipulated by NCGTC. • Maximum moratorium up to 18 months in case of construction of hospitals/ healthcare infrastructure set-up and 6 months in case of purchase of equipment only on expansion purposes. Working Capital: 1 year from the date of sanction, subject to annual review as per extant guidelines. Tenor of NFB limits: As per extant guidelines.
Prime security	The assets created out of the credit facility so extended.
Collateral securities	For financing eligible Brownfield projects in other districts (i.e. other than those identified as Aspirational districts) Minimum: 40% For financing eligible Greenfield projects and eligible Brownfield projects in Aspirational Districts Minimum: 20%
Credit guarantee Coverage	National Credit Guarantee Trustee Company Ltd.(NCGTC) shall provide the guarantee coverage on the outstanding amount for the credit facility provided to borrowers under the scheme as on the date of NPA (provided it occurs within the tenure of guarantee cover as per details: Greenfield projects in any area & Brownfield projects in aspirational districts -75% Brownfield projects in areas other than aspirational districts – 50%

Validity of the scheme	Till 31.03.2022 or till guarantees for an amount of Rs.50000 crore are issued under the scheme, whichever is earlier.
Pre-payment penalty	Nil

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

Contact: For more details, please contact your nearest Canara Bank Branch or email to: hosbu@canarabank.com