



Date last updated: 17.10.2020

SCHEME GUIDELINES OF MSME CAN BEML		
1	<b>Title</b>	MSME CAN BEML
2	<b>Purpose</b>	Purchase of Earth moving, construction and mining operation equipment from BEML.
3	<b>Target Group</b>	Earth moving contractors, Railway, Road and Canal work contractors etc. and Business Units other than trusts, who want to avail loan facility for manufacturing and services activities.
5	<b>Nature of facility</b>	Term Loan
6	<b>Quantum</b>	Minimum Loan amount - 20.00 Lakhs Maximum Loan amount - 300.00 Lakhs
7	<b>Margin</b>	Loan upto 100 Lakhs – 15% Loan above 100 Lakhs – 20%  85% or 80% on road price of the equipment/vehicle
8	<b>Interest</b>	Rate of interest as per prevailing guidelines of the Bank linked to RLLR of the Bank, subject to changes from time to time.
9	<b>Repayment</b>	Maximum Repayment period of 5 to 7 years repayable in EMI.
10	<b>Processing charges</b>	As per Extant Guidelines
11	<b>Security</b>	<p><u>New customers:</u></p> <ul style="list-style-type: none"> <li>➤ <u>20.00 Lakhs and upto ₹ 200.00 Lakhs: Loans covered under CGTMSE:</u> <ol style="list-style-type: none"> <li>1. Proprietor, Partners and Directors shall be taken as guarantors without fail.</li> <li>2. Hypothecation of equipment's/ machinery / vehicle purchased / assets created out of Bank finance.</li> <li>3. No collateral security and/ or third party guarantee shall be obtained.</li> </ol> </li> <li>➤ <u>For loans not covered under CGTMSE:</u> In addition to primary security, minimum 75% collateral security in the form of mortgage of immovable property/ Financial Securities (Such</li> </ul>

		<p>as TD with the Bank /NSC/ KVP/ SV of LIC policy/ RBI relief bonds/ Government/Trustee Securities/IVPs) shall be obtained.</p> <p><u>For Existing Customers:</u></p> <p>4. Suitable decision regarding collateral security based on satisfactory dealings/credit history of the customer will be taken.</p>
12	<b>CGTMSE Cover</b>	All eligible accounts to be covered under the scheme.

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](mailto:hosbu@canarabank.com)