

CANARA MSME CONTRACTOR					
Purpose	To provide working capital assistance (Fund Based/Non Fund Based) in the form of running limit (Secured OD), FLC/ILC & BG for working capital needs and Term Loan for purchase of brand new equipment/office premises to the existing and prospective eligible contractors/sub-contractors.				
Eligibility	<ol style="list-style-type: none"> 1. New/existing MSMEs (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 with relevant modifications communicated subsequently) engaged in contractor/sub-contractor activity. 2. Individuals, Proprietorship, Partnership, Private & Public Limited Corporates, LLPs. 3. Existing clients should have satisfactory Bank dealings with their existing Bankers. 4. New clients/units whose market report and prospects are satisfactory subject to their dealings confined to our Bank. 				
Quantum	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Working Capital</th> <th style="text-align: center;">Term Loan</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">Minimum: Above Rs. 25 Lakhs Maximum: Up to Rs.25 crores.</td> <td style="text-align: center;">Minimum: Above Rs. 25 Lakhs Maximum: Up to Rs.10 Crores.</td> </tr> </tbody> </table>	Working Capital	Term Loan	Minimum: Above Rs. 25 Lakhs Maximum: Up to Rs.25 crores.	Minimum: Above Rs. 25 Lakhs Maximum: Up to Rs.10 Crores.
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Rate of Interest	<p>Rate of interest as per prevailing guidelines of the Bank linked to RLLR of the Bank, subject to changes from time to time.</p> <p>Concession ranging from 0.25% to 0.50% as per the ROI scoring matrix devised for this scheme.</p>				
Margin	<p>Working Capital: NIL</p> <p>Term Loan & Non Fund Based: 20%</p>				
Repayment	<p>Working Capital: Tenable for 1 year.</p> <p>Term Loan: 5 – 7 Years (including moratorium period).</p>				
Security	<p>Primary Security: Assets created out of bank finance (movable and immovable)</p> <p>Collateral Security:</p> <p>Minimum Collateral requirements - 50% of the proposed exposure under the scheme in the form of Land/Land & Building only and/or approved financial securities, out of which:</p> <ol style="list-style-type: none"> a) Residential/Commercial Properties (Land & Buildings) should be minimum 50% of the collateral stipulated. b) Vacant Land may be obtained as collateral security up to a maximum of 25% of the collateral stipulated, provided it has clear demarcation and boundaries with approach roads and is duly allotted by any government / Statutory body. c) Value of Industrial Land & building, vacant landed properties and approved financial securities altogether should not exceed 50% of the stipulated collateral. d) Land and Building accepted as securities under the scheme should be backed by an approved building plan from authorized government agencies. 				

Terms & 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