

## Area Specific Scheme “CANARA MSME FOOTWEAR (NON LEATHER)”

Last updated: 01.08.2023

Purpose	To provide finance under Working Capital (Fund Based and Non-Fund Based) / Term Loan to MSME borrowers(as defined under MSMED Act 2006) engaged in/proposed to engage in Manufacturing/Trading of Footwear/Footwear products (Non Leather) and other related activities
Eligibility	<ul style="list-style-type: none"> <li>✓ Eligible Individuals/ Proprietary Concerns, Partnership Firms (other than Partnership Firms where HUF is a Partner)/ Company / Traders/ Businessmen/ LLPs may be considered under the scheme.</li> <li>✓ MSMEs should be registered in UDYAM portal and should have valid Udyam Registration Certificate.</li> <li>✓ Borrower entity should be GST registered.</li> <li>✓ Enterprises engaged in speculative activities are not eligible for finance under this scheme.</li> </ul>
Nature of Facility	<p>a. Working Capital (Both Fund Based and Non-Fund Based, including Export Credit).</p> <p>b. Term Loan</p>
Loan Quantum	<p><b>Minimum:</b> Above Rs. 10.00 Lakhs</p> <p><b>Maximum:</b> Rs. 50.00 Crores</p> <p>In case of Traders: Maximum Cap for WC limit is Rs.10.00 Crores.</p>
Margin	<p>Term loan -20%</p> <p>Working capital - Against Stocks &amp; Book Debts: 25%.</p> <p>Export limits: Pre Shipment: 10%, Post Shipment: Nil</p> <p>NFB - 15%</p>
Repayment	<p><b>Working Capital:</b> Tenable for One year.</p> <p><b>Term Loan:</b> Repayment period up to a maximum of 10 years including moratorium.</p> <p><b>Maximum Moratorium:</b> 2 Years.</p>
Rate of Interest	Applicable as per the scheme guidelines.
Upfront fee / Processing charges / Commission on NFB limits/ TEV/Commitment Charges	
Security	<p><b>Primary Security:</b> "Primary security" in respect of a credit facility shall mean the assets created out of the credit facility so extended (movable &amp; immovable assets). "Primary security" has to be invariably encumbered to Bank loan.</p> <p><b>Collateral Security:</b> "Collateral security" means the security provided in addition to the primary security, and can be in the form of properties (land/land and building) and/or approved financial securities as per the extant guidelines.</p>
CGTMSE Cover	Not Applicable.

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:[hosbu@canarabank.com](mailto:hosbu@canarabank.com)