



Date Last updated: 17.10.2020

REVIVAL AND REHABILITATION OF SICK MSE UNITS

Timely and adequate assistance to potentially viable Micro and Small Enterprises which have already become sick or are likely to become sick is an issue of utmost importance not only from the point of view of the Bank but also for the improvement of affected MSME clients and the National Economy.

Hand Holding Stage	Bank is extending hand holding support for the Incipient Sickness MSE units. On identification of Sick MSE Units, within the stipulated time frame the viability of the unit will be decided by the Bank and relief and concession shall be extended depending upon the situations.
Sick Unit Identification	Any of the borrowal account of the enterprise remains NPA for three months or more OR There is erosion in the net worth due to accumulated losses to the extent of 50 % of its net worth during the previous accounting year.
Viability	The decision on viability of the unit will be taken at the earliest but not later than 3 months of the unit becoming sick under any circumstances.
Reliefs/Concessions	Micro Enterprises: Rephasing the existing loans into repayment in convenient instalments payable in next 5 to 7 years. Small Enterprises The repayment programme of the existing term loans is rephased/rescheduled so as to be repaid within a maximum period of 10 years. Considering Working Capital Term Loan, Funded Interest Term Loan, Deferment of Interest and Fresh Finance are also part of reliefs/Concessions

**Application from the borrower seeking Rehabilitation facility under
Scheme for Rehabilitation of Sick Micro & Small Enterprises**

From	To Canara bank branch												
Place	Date												
<p>Dear sir</p> <p>Ref: My Loan account/s-</p> <p>I/we am/are seeking rehabilitation facility of my above loan account/s for the following reason/s:</p> <p>a)</p> <p>b)</p> <p>c)</p> <p>d)</p>													
<p>I/we seek rehabilitation as under:</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 10px;"> <thead> <tr> <th style="width: 25%;">Loan account No.</th> <th style="width: 25%;">Liability</th> <th style="width: 25%;">Current repayment terms</th> <th style="width: 25%;">Rehabilitation sought</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> <td> </td> <td> </td> </tr> <tr> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>		Loan account No.	Liability	Current repayment terms	Rehabilitation sought								
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<p>Any other details required if any, in this regard will be provided by me/us.</p> <p>I/we have been explained about the Scheme of Rehabilitation of Sick Micro and Small Enterprises and I/We agree to the terms of the Bank with regard to rehabilitation which will be extended to me on appraisal of feasibility/viability only.</p> <p>Borrower</p>													

**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**