

## **DNS MSME Loan**

<b>1</b>	<b>Applicant</b>	a) Proprietorship concern b) Registered Partnership Firm c) LLP d) Private/Public Limited Company. e) Service Providers, Professionals. (having UDYAM Registration Number) (Builders & Developers with MSME/Udyam Registration will not be eligible under the scheme)	
<b>2</b>	<b>Purpose</b>	<b>Fund Based Limits:</b> Term Loan for factory Land and Building, commercial premises/ shops/ Plant & Machinery/ equipment's, commercial vehicle, Loan for Working Capital i.e. Cash Credit, Project Loan, Mortgage Loan against property etc. <b>Non Fund Based Limits</b> i.e. Letter of Credit, Bank Guarantee etc. can also be sanctioned as per the business need	
<b>3</b>	<b>Loan Limit</b>	For Existing borrower of our bank (Banking with us for more than 2 years)	Max. upto Rs.1500.00 Lakhs per borrower/unit (As per Credit Policy)
		New Applicant/customer with existing set up/unit with or without Takeover of advance from other bank	Max. upto Rs.1000.00 Lakhs per borrower/unit
		New Applicant/customer with New set up of Project	Max. upto Rs.750.00 Lakhs per borrower/unit
<b>4</b>	<b>Margin for Loan Amount</b>	<b>For Term Loan &amp; Cash Credit facility:</b> a) Upto Rs.4.50 Lakhs - No margin b) Above Rs.4.50 Lakhs - 25% minimum	
<b>5</b>	<b>Rate of Interest</b>	<b>Rate of Interest for MSME Loans &amp; Advances</b> for Aggregate limits per Borrower up to Rs.50.00 lakhs will be 10.10%. <b>Rate of Interest for MSME Loans &amp; Advances above Rs.50.00 Lakhs</b> will be per our existing Credit Rating Exercise and ROI will be ranging from 8.85% to 12.35% (AAA to D Ratings) <b>Clean Cash Credit to MSME:-</b> 13.30% (Without Single Premium Policy) 12.80% (With Single Premium Policy)	
<b>6</b>	<b>Repayment Tenure</b>	a) For Cash Credit Limit/Overdraft Limit – 12 months. b) For New Term Loans, – 5 to 15 years including moratorium period. c) In case of takeover of Term Loan/Mortgage Loan from other banks, existing repayment tenure will be continued without any change.	
<b>7</b>	<b>Security</b>	Collateral security can be insisted in the form of immovable property or liquid security in the form of FDR, Surrender value of LIC policies etc., <b>Collateral Security Coverage Ratio</b> 0.50 <b>Collateral Security</b> not to be insisted for Loans up to Rs.10.00 lakhs (Excluding Cash Credit Limits) <b>Real Asset Coverage Ratio</b> 0.75 <b>For Clean Cash Credit limits:</b> a) Limits above Rs.2.00 lakhs to Rs. 3.00 lakhs, 20% collateral security b) Limits above Rs.3.00 lakhs upto Rs.4.50 lakhs, 30% collateral security	
<b>8</b>	<b>Documents Required of Borrower</b>	1. KYC of Company/Firm along with its directors/partners etc. 2. Udyam Registration Certificate, GST Certificate & Returns for last 1 year 3. Financials of Company/Firm along with its directors/partners etc. for last 3 financials years & Projected financials, if required 4. Sanction Letter of all existing loan account & statement of loan from the date of disbursement to till date 5. Bank Account statement of the company/firm for last 1 year 6. In case of takeover of Cash Credit limit, last 6 months Stock Statement + Debtors & Creditors list 7. Property documents	
<b>9</b>	<b>Guarantors</b>	<b>One Guarantor for limits</b> up to Rs 50.00 lakhs if loan & advance is secured Immovable Property with ratio of 1:1, <b>Otherwise Two Guarantors</b>	
<b>10</b>	<b>Processing Charges</b>	a) In case of takeover of accounts from other banks, No Processing Charges will be recovered. b) For other applicants/borrowers, 0.40% + GST	

\*T&C Applicable