



MSME
HELPLINE

MSME LOANS



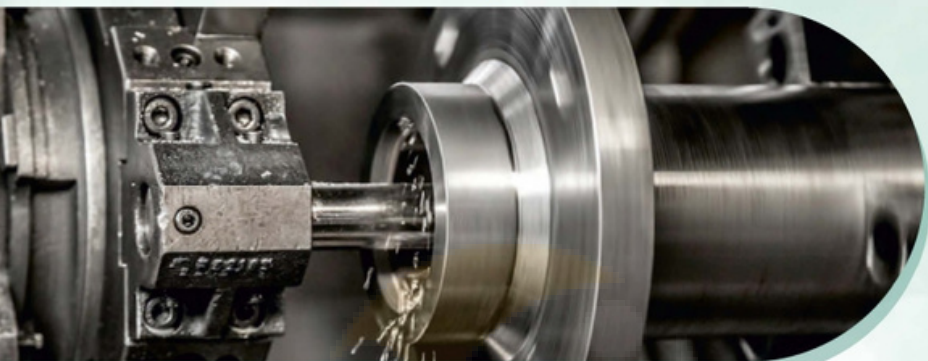
BOB Premium LAP

“PRODUCT A” – ASSESSMENT BASED ON BALANCE SHEET

| Parameters | Guidelines | | | | | | | | | |
|-----------------------------------|---|------------------|----------|---------------|-------------|-----------|-----------|------------|-----------|-----------|
| Product Type | Loan against Property to MSMEs | | | | | | | | | |
| Assessment Model | Based on Balance Sheet | | | | | | | | | |
| Purpose | For any business related activity such as Working Capital Expenditure, Purchase of Plant & Machinery/Equipment (excluding imported machinery/ equipment), Renovation of Factory or Shop and any other business purpose except for any Speculative Purpose. | | | | | | | | | |
| Facility Type | Term Loan | | | | | | | | | |
| Sector Classification | MSME Regulatory / Non Regulatory | | | | | | | | | |
| Limit per borrower | <ul style="list-style-type: none"> ➤ Maximum limit up to Rs.15.00 crores For following 8 cities i.e. Delhi NCR, Greater Mumbai, Chennai, Pune, Kolkata, Hyderabad, Bengaluru & Ahmedabad, <u>Maximum Limit Up to Rs.25 Crores.</u> | | | | | | | | | |
| Moratorium Period | Maximum 6 months for principal amount. Interest for full disbursed amount to be paid during moratorium period. (Moratorium to start from date of 1 st disbursement) | | | | | | | | | |
| Repayment period/ schedule | <ul style="list-style-type: none"> ➤ Maximum repayment period is 12 years including moratorium period. ➤ Maximum 144 EMIs including moratorium period. | | | | | | | | | |
| Security | Equitable/ Registered Mortgage (as per title search report) of following type of immovable properties: <ul style="list-style-type: none"> a) Residential Property (House/ Flat) b) Commercial Property (Office/ shop/ showroom) | | | | | | | | | |
| Margin/ Advance value of Security | <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Type of property</th> <th>Margin %</th> <th>Advance Value</th> </tr> </thead> <tbody> <tr> <td>Residential</td> <td>25% of MV</td> <td>75% of MV</td> </tr> <tr> <td>Commercial</td> <td>30% of MV</td> <td>70% of MV</td> </tr> </tbody> </table> <p>Residential property, Commercial Property & Residential cum Commercial Property utilised for industrial activity no to be considered for security. Godowns & Warehouses are also not to be considered for security.</p> | Type of property | Margin % | Advance Value | Residential | 25% of MV | 75% of MV | Commercial | 30% of MV | 70% of MV |
| Type of property | Margin % | Advance Value | | | | | | | | |
| Residential | 25% of MV | 75% of MV | | | | | | | | |
| Commercial | 30% of MV | 70% of MV | | | | | | | | |

“PRODUCT B”: ASSESSMENT BASED ON CASH FLOWS

| Parameters | Guidelines |
|-------------------------|---|
| Limit per Borrower | <ul style="list-style-type: none"> ➤ Minimum limit: Rs. 25.00 lakh ➤ Maximum limit: Rs. 2.50 crores |
| Minimum Annual Turnover | INR 50 lacs (established through banking credit summation). Same is to be verified with GST returns / ABS / CA certificate. |
| Other Parameters | Same as Product A |



Eligible Entities

Individuals, Proprietorship firm, Partnerships firm, LLP and Company (Private/ Public) Limited. (Excluding HUF and Proprietorship/ Partnership Firms where HUF is Proprietor/ Partner and also Trust, Societies).

Facility

Term Loan

Purpose

Purchase of new equipment, tools and machinery etc. for bonafide business purpose.

Loan Amount

Minimum: Above ₹10 Lakh | **Maximum:** ₹200 Lakh

Tenure

Repayment period up to maximum 5 years including maximum 3 months moratorium (restricted with in residual life of the machinery).

In case of buyers Credit / Suppliers credit the repayment of the Term Loan will start after the payment of Buyer's Credit/ Suppliers credit subject to maximum tenures of 5 years.





Eligible Entities

All business entities (Except HUF and Proprietorship / Partnership firms in which HUF is a Proprietor / Partner) engaged in Trading Activity (both retail and wholesale trade).

Facility

- Cash Credit
- Secured Overdraft (SOD)
- Term Loan
- Non-fund based facility

Purpose

- To meet working capital requirements.
- Purchase of equipment/furniture or to meet financing needs for development/renovation of shop.
- Purchase/construction of shop/godown.

Loan Amount

Minimum: Above ₹10 Lakh | **Maximum:** ₹500 Lakh

Tenure

- **SOD/ Cash Credit** - 12 months (subject to renewal every year)
- **Term Loan** - 5 years including maximum moratorium of 6 months.
- **Bills Discounting** - 90 days (in case of exports, upto 180)
- **LC** – Not to exceed 90 days
- **BG** – Not to exceed 60 months
(84 months for DPG / Capex / Customs, on case to case basis).



Property Power

Eligible Entities

All potential and existing MSME customers of the Bank engaged in the business for the last 2 years. Udyam Registration Certificate is mandatory.

Facility

- Term Loan
- Working Capital (Overdraft facility / Reducing overdraft limit)
- Non-Fund based: (Letter of Credit/ Bank Guarantee)

Purpose

Only for specified and bonafide business needs. Purchase of resale / ready built / completed Industrial / commercial property / Construction of Industrial Shed /Building/ Godown for the use of business purpose may be. The loan should not be given for purchase of vacant land on standalone basis or speculative purposes.

Loan Amount

- **Minimum:** Above ₹10 Lakh | **Maximum:** Upto ₹1500* Lakh

*Based on the location/classification of the city i.e. Metro/ Urban/ Semi Urban

Tenure

Term Loan: Maximum 10 Years.

Over draft: Maximum 12 months, to be renewed annually.

- **LC** – Not to exceed 90 days.
- **BG** – Not to exceed 36 months.



Eligible Entities

Individual, Sole Proprietor/ Partnership/ LLP Firms, Private/ Public Limited Companies, engaged in manufacturing activity including food processing/ fabrication/ job work etc. and falling under the definition of MSME.

Facility

- Working Capital (fund based and non-fund based including Rupee Export Credit and Bills discounting).
- Term Loan for all kinds of business needs (except speculative purpose).
- Letter of Credit/ Bank Guarantee.

Purpose

- To meet working capital requirement.
- To meet financing need for development/renovation of works (Factory) or purchase of equipment.
- Based on business need and merits of the case, purchase of shop/ workshop/ godown may be considered on selective basis.
- Purchase of old / second hand machinery.

Loan Amount

Minimum: Above ₹10 Lakh | **Maximum:** ₹1000 Lakh

Tenure

Term Loan - 7 Years* (May be considered upto 10 Years on case to case basis)
Cash Credit/ SOD – On Demand (Yearly renewal)

- **LC** – Upto 90/180 days.
- **BG** – Upto 60 months (Excluding claim period).



Eligible Entities

All types of business enterprises and professionals engaged in providing or rendering services.

Facility

- Working Capital (fund based and non-fund based including Rupee Export Credit and Bills discounting).
- Term Loan for all kinds of business needs (except speculative purpose).
- Letter of Credit/ Bank Guarantee.

Purpose

- To meet working capital requirement.
- For purchase of business premises, equipment, computers, furniture, fixtures, undertaking development/ expansion/ additions/repairs and renovation of business premises and infrastructure.

Loan Amount

- **CC/ TL/ LC/ BG:** Minimum: Above ₹10 Lakh | Maximum: ₹500 Lakh
- **Over Draft:** Minimum: Above ₹10 Lakh | Maximum: ₹200 Lakh

Tenure

- **OD/ Cash Credit:** Up to ₹25 Lakh - 2 years.
Above ₹25 Lakh - On demand (Yearly renewal)
- **Term Loan:** Maximum 84 months including moratorium period of 6 month.