

<b>PNB UDYOG SCHEME</b>		
<b>SN</b>	<b>PARAMETERS</b>	<b>PARTICULARS</b>
<b>1</b>	<b>Purpose</b>	<p>✓ <b>WORKING CAPITAL</b></p> <p>To meet the working capital requirement (including Pre and Post Shipment credit).</p> <p>✓ <b>TERM LOAN:</b></p> <p>For acquiring fixed assets like land &amp; factory building, plant and machinery by new enterprises. In case of existing units, for expanding factory accommodation, renovating and modernizing the existing factory with a view to improve the quality or reducing production cost, creating additional infrastructure facilities, like setting up of Research &amp; Development Centres / Testing Laboratories, purchase of vehicle (other than the vehicles meant for personal use) which are required to meet production and marketing needs of the unit etc.</p>
<b>2</b>	<b>Eligibility</b>	<p>✓ Individuals / Partnership / Limited Liability Partnership (LLP) / Pvt. Ltd. Co. / Public Ltd. Co/Trust/ Societies &amp; Co-operative Societies (registered and incorporated under applicable law) and are eligible to be categorized as MSME(s) as defined in the MSMED Act 2006.</p> <p>✓ MSME enterprises having GST Registration No. (wherever applicable) &amp; Udyog Aadhar Number (desirable).</p>
<b>3</b>	<b>Area of operation</b>	All Branches of the Bank.
<b>4</b>	<b>Type of Facilities</b>	<p>a) Fund Based Working Capital</p> <p>b) Term Loan (For creation of fixed assets / P &amp; M)</p> <p>c) Non Fund based limit.</p> <p>d) Composite loans.</p>
<b>5</b>	<b>Loan limit</b>	Need Based Finance.

6	Margin	Particular	Limit Upto	Margin
		Stock	Upto Rs. 2.00 lac	NIL
			Above Rs. 2.00 lac	25%
		Book Debt	-	25%
		Bill for Collection	Govt. Supply Bills	10%
		Plant & Machinery (New)	Upto Rs.2.00 lac	NIL
			Above Rs. 2.00 lac	25%
		Plant & Machinery (Old)	Age upto 3 years	25%
			Above 3 years	30%
		Deferred Payment Guarantee	-	25%
Non- Fund Based	Cash Margin	15%		
New Vehicle for business use	-	15%		
7	Tenure of Loan	<p>✓ Repayment period shall be maximum of 7 years for Term Loan (including moratorium period)</p> <p>However, extension in repayment period beyond 7 years may be allowed by next higher sanctioning authority on the merit of the proposal. However, interest to be serviced during the moratorium period as and when due.</p> <p>✓ Working capital facility shall be sanctioned for a period of one year and the same shall be renewed on annual basis</p>		
8	Moratorium Period	<p>Need based. Maximum upto 12 months.</p> <p>However, extension of moratorium period may be allowed by next higher sanctioning authority on the merit of the proposal.</p>		
9	Primary Security	<p>Hypothecation of Assets i.e. Stock, Receivables, P &amp; M, Vehicles etc. created out of Bank finance (present and future).</p>		
10	Collateral Security	<p>Advance shall be covered by collaterals covering at least 30% of the exposure (FB+NFB).</p> <p>✓ The extent of cash margin (in case of Non fund based limit) over and above 15% shall be considered for the computation of collateral coverage.</p> <p>✓ If the Primary Security is in the shape of Land &amp; Building, residual value over and above 135% of the Term Loan O/s shall be treated as collateral security.</p> <p>✓ Where collateral security is not available, facility should be covered under Credit Guarantee Schemes like CGTMSE/ CGSSI as per Bank's Policy guidelines.</p>		

		<b>Personal Guarantee</b> of promoters / directors / Partners/ Trustees/ Members of the society/ etc. as applicable shall be obtained as per Bank's Policy guidelines.
<b>11</b>	<b>Rate of Interest</b>	As per ROI applicable for MSME Loans