

## PNB VYAPAAR

PARAMETERS	PARTICULARS
<b>Purpose/ Objective</b>	<p>a) For Working Capital facility (along with Non-fund based facility) for financing working capital needs of retail and wholesale traders, distributors/ agencies who deal in goods/ commodities (indigenous or imported). Advance is to be considered for genuine trade transactions and not to be utilised for hoarding/ speculative purposes.</p> <p>b) For financing traders for Purchase / Construction of Shop &amp; Showroom / delivery van/ acquiring of assets for furnishing of Shop &amp; Showroom like partition, fixture, furnishing, purchase of equipments like Air Conditioners, Refrigerators, other gadgets.</p>
<b>Eligibility</b>	<p><b>Target Group:</b></p> <ul style="list-style-type: none"> <li>✓ Business entities which are individuals, firms, companies, Limited Liability Partnership (LLP), co-operative societies, dealing in business activities.</li> <li>✓ Entities having valid Registration/ License, as applicable, under local laws (i.e. Shops &amp; Establishments Act) obtained from appropriate authorities/GST Registration (wherever applicable) etc.</li> <li>✓ Existing units should be a profit making one.</li> <li>✓ New units may be allowed to avail the facility subject to compliance of security clause and other terms of scheme.</li> </ul>
<b>Area of Operation</b>	All branches are eligible.
<b>Type of facility</b>	<p>a. Cash Credit (Fund Based+ Non Fund Based)</p> <p>b. Term Loan</p>
<b>Max. loan Amount</b>	Need based
<b>Any Min. Amount to be restricted</b>	Loans above ticket size of Rs.10.00 lac may be considered under this scheme.
<b>Margin</b>	<p><b>For Term Loan:</b></p> <ul style="list-style-type: none"> <li>i. Acquiring premises/land &amp; constructions thereon on ownership basis required for running the business. In case of acquiring premises, 25% margin shall be ensured.</li> <li>ii. In case of purchase of land, margin shall be 50% of the cost of land (including cost of registration). However, loan amount for the purchase of the land shall not be more than 50% of the total term loan amount sanctioned.</li> </ul>

	<p>iii. Further, margin of 25% shall be ensured, in case of:</p> <ul style="list-style-type: none"> <li>✓ Financing for conversion lease hold business premises to free hold.</li> <li>✓ For repair/ renovation/ furnishing of existing business premises/ showroom.</li> <li>✓ To purchase furniture &amp; fixtures for business premises</li> <li>✓ To purchase new equipments/ business tools etc. for business</li> </ul> <p><b>For Working Capital</b></p> <ul style="list-style-type: none"> <li>✓ 25% on stocks</li> <li>✓ 30% on Book Debts not older than 3 Months</li> <li>✓ 40% on Book Debts more than 3 months and maximum upto 6 months.</li> <li>✓ Cash margin for LC/BG – As per Bank’s policy and delegation of power and changes from time to time.</li> </ul>
<b>Tenure of Loan</b>	<ul style="list-style-type: none"> <li>✓ <b>Working Capital:</b> Limit shall be renewed every year.</li> <li>✓ <b>Term Loan:</b> Upto 10 years inclusive of maximum moratorium period of upto 6 months. Interest during the moratorium period shall be serviced as and when due.</li> </ul>
<b>Primary Security</b>	<p><b>Primary Security:</b> Hypothecation of assets created out of the Bank finance along with entire current assets and non-current assets (Present &amp; Future) of the Unit. In case of financing immovable property for business premises mortgage of the same shall be taken.</p>
<b>Collateral Security</b>	<p><b>Collateral Security:</b></p> <ol style="list-style-type: none"> <li>1. Collateral security in shape of NSCs/KVPs/ FDR (at least 6 months old in case of fresh/enhancement/ additional facility), LIC (SV) / liquid security and/ or any other tangible security i.e. Equitable Mortgage of Immovable Property/ies (Other than Agricultural) having realizable value <b>at least equivalent to the loan amount.</b></li> </ol> <p>In case of factory premises value of land and building (realization value) only be considered as collateral security.</p> <ol style="list-style-type: none"> <li>2. No additional collateral security is required, if the total loan amount is less than the value of purchase of Land &amp; Building mortgaged with the Bank.</li> <li>3. Under any circumstances the loan shall not be considered for purchase of land only.</li> <li>4. Collateral is to be obtained when no CGTMSE/ CGSSI (Credit Guarantee Scheme for Standup India) cover is available.</li> <li>5. Under CGTMSE “Hybrid Security” product, collateral security for a part of the credit facility can be obtained whereas the remaining part of the credit facility up to a maximum of Rs. 100</li> </ol>

	lakh can be covered under Credit Guarantee Scheme of CGTMSE. Premium for Credit Guarantee schemes including renewal premium will be borne by the borrower.
<b>Rate of Interest</b>	As per Bank's Policy guidelines