



## SyndContractor

<b>Purpose</b>	Finance to all existing/ new registered contractors such as Class Civil, Electrical, Mechanical, Mining and Transport Contractors etc.
<b>Type of loan</b>	Term Loan and/or Working capital (Fund based & Non fund based)
<b>Quantum of loan</b>	Minimum loan amount: Rs 10 lakh Maximum loan amount: Rs 10 crore
<b>Margin</b>	Minimum 20%
<b>Rate of Interest</b>	Up to Rs 100 lakh- One year MCLR+1.25% Above Rs 100 lakh- One year MCLR+1.75%
<b>Repayment</b>	<b>Term loan:</b> 7 to 10 years including repayment holiday/moratorium period. <b>Working capital:</b> Limit to be fixed for one year and reviewed thereafter.
<b>Security</b>	<p><b>For Micro &amp; Small Enterprises: (Existing/New Customers)</b></p> <p><b>a. Loan amount of 10 lakhs and up to 2 crore: Loans covered under CGMSE:</b></p> <ul style="list-style-type: none"> <li>• Proprietor, Partners, Directors and Trustee shall join as guarantors.</li> <li>• Hypothecation of Equipments/ Machinery / Vehicle/ Stock/Book Debts (Not older than 3months), purchased/assets created out of Bank finance.</li> <li>• Primary security/Mortgage of land and building associated with the business shall be obtained.</li> <li>• No collateral security and/ or third party guarantee shall be obtained.</li> </ul> <p><b>For Micro, Small and Medium Enterprises: Loans not covered under CGMSE:</b></p> <ul style="list-style-type: none"> <li>• Proprietor, Partners, Directors and Trustee shall join as guarantors.</li> <li>• Hypothecation of Equipment's/ Machinery / Vehicle/ Stock/ Book Debts (Not older than 3 months) etc purchased out of Bank finance.</li> <li>• The stock / book debt value should be with prescribed margin as mentioned above. This will be determined based on stock statement i.e ADV 23/44.</li> <li>• Primary Security /Mortgage of property associated with the business.</li> </ul>

	<p><b>New Customers:</b>No collateral Security needed if realizable value of immovable properties mortgaged as primary security is more than 110%</p> <p style="text-align: center;"><b>OR</b></p> <p>Minimum 50% collateral security in the form of mortgage of immovable property/Financial Securities (Such as TD with the Bank /NSC/ KVP/ SV of LIC policy/RBI relief bonds/Government/Trustee Securities/IVPs) shall be obtained.(In addition to primary security).</p> <p><b>Existing Customer:</b>Sanctioning authority shall take suitable decision regarding collateral security based on satisfactory dealings/credit history of the customer.</p>
<b>Guarantee</b>	<p>No third party guarantee/Collateral Security necessary for credit facilities eligible for coverage under CGMSE. For other accounts not covered under CGMSE, suitable third party guarantee/collateral is required.</p> <ul style="list-style-type: none"> <li>i. Third party guarantee is not compulsory if the facility is fully secured by mortgage/ TD with the Bank/NSC/ KVP/ SV of LIC policy/RBI relief bonds/Government/Trustee Securities/IVPs to the extent of realizable value of 125% of the amount of advance (in addition to hypothecation of stock).</li> <li>ii. The owner of the property /security should join the transaction as guarantor. (If the property /security is not owned by the borrower).</li> </ul>
<b>Processing Charges</b>	50% concession on applicable processing, Documentation and Mortgage charges.
<b>Insurance:</b>	<p>Waiver of Insurance cover is permitted where ever hypothecated goods are lying in open space. Eg: Steel, Sand, Gravels, etc.</p> <p>Insurance of other assets are mandatory as per the extant guidelines.</p>