

## RATE OF INTEREST ON LOANS & ADVANCES TO MICRO, SMALL & MEDIUM ENTERPRISES (MSME)

Rate of interest on loans and advances sanctioned on or after 01.10.2019 are priced under Repo Linked Lending Rate (RLLR).

RLLR effective from 07.09.2021 is 6.90%.

### I. Rate of Interest for Working Capital & short term loans: (Repayable in less than 36 Months)

| Sector                        | Sanctions                         | Rate of Interest          |                    |
|-------------------------------|-----------------------------------|---------------------------|--------------------|
|                               |                                   | Micro & Small Enterprises | Medium Enterprises |
| Manufacturing & Service Units | Up to Rs.50000/-                  | RLLR + 1.05%              | RLLR + 1.05%       |
|                               | Above Rs.50000/- up to Rs.2 lakhs | RLLR + 1.05%              | RLLR + 1.05%       |

### II. Rate of Interest for Term Loans:

| Sector                        | Sanctions                         | Rate of Interest          |                    |
|-------------------------------|-----------------------------------|---------------------------|--------------------|
|                               |                                   | Micro & Small Enterprises | Medium Enterprises |
| Manufacturing & Service Units | Up to Rs.50000/-                  | RLLR + 1.30%              | RLLR + 1.30%       |
|                               | Above Rs.50000/- up to Rs.2 lakhs | RLLR + 1.55%              | RLLR + 1.55%       |

### III. Rate of Interest for both Term Loans and Working Capital Limits under Manufacturing & Service Units:

|  |   |
|--|---|
| Above Rs.2 Lakhs up to Rs.1 Crore                        | Rate of Interest is based on Credit Risk Rating.  |
| Above Rs.1 Crore up to Rs.2 Crore                        | Rate of Interest linked to the value of Immovable Property mortgaged /approved collaterals and Internal Risk Rating/Grade |
| Above Rs.2 Crore up to Rs.10 Crore                       | Rate of Interest linked to the value of Immovable Property mortgaged /approved collaterals and internal Risk Rating/Grade |
| Exposures Above Rs.10 Crores externally rated accounts   | Rate of Interest linked to External Risk Rating/ Grades by External Credit Assessment Institutions (ECAIs).               |
| Exposures Above Rs.10 Crores externally unrated accounts | Rate of Interest linked to the value of Immovable Property mortgaged /approved collaterals and internal Risk Rating/Grade |

### IV. For loans repayable more than 1 year up to 5 years and more than 5 years, the liquidity premium to be loaded to the card rates additionally, as given below:

| Repayment tenure                            | Additional liquidity premium over and above applicable Rate of Interest |
|---|---|
| Repayable in more than 1 year up to 5 years | 0.40%,  |
| Repayable in more than 5 Years              | 0.85%   |

Conditions apply. The information provided above is only illustrative and not exhaustive.

Contact: For more details, please contact your nearest Canara Bank Branch or E-mail to: [hosbu@canarabank.com](mailto:hosbu@canarabank.com).