

Date last updated: 17.10.2020

Title	CANARA CONTRACTOR SCHEME
Objective	To provide working capital assistance (fund based/non fund based) in the form of running limit (Secured OD), FLC/ILC & BG for working capital needs and Term Loan for purchase of brand new equipment/office premises to the existing and prospective contractors/sub-contractors.
Eligibility	MSME (service units) engaged in contractor/sub-contractor activity and falling within the meaning of Micro, Small & Medium Enterprises as defined in MSMED Act, 2006. Type of Contractors: Civil, Mining, Electrical, Mechanical and Construction Contractors and sub-contractors
Quantum	Above Rs. 10 Lakhs upto a Maximum of Rs.10 crores. Term Loan to the maximum of Rs.5 Crores is permissible.
Rate of Interest	As per prevailing guidelines of the Bank linked to RLLR of the Bank subject to change from time to time Concession ranging from 0.50% to 0.75% as per the ROI scoring norms devised for this scheme
Repayment	WC: Tenability : 12 Months TL : 5 years inclusive of holiday period if availed for the purpose other than construction. TL :7 years inclusive of holiday period if availed for the purpose of construction/construction and purchase of equipments.
Processing Chg/ Up front fee/ commission	25% concession in the applicable charges for both Fund based and Non Fund Based limits.
Security- Prime	Secured OD: Backed by Collateral Security of Immovable property Term Loan: Assets created out of Bank Finance.
Collateral Security	Mortgage of immovable property by way of land and building (business/residential building) situated in Semi-Urban/Urban/Metro Centres.

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