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Deendayal Antyodaya Yojana - National Urban Livelihoods Mission (NULM) –Self Employment Programme (SEP) Group Enterprises and Self Help Groups– (NULM-SEP-G)

<p>Purpose</p>	<p>This scheme will focus on financial assistance to groups of urban poor for setting up gainful self-employment ventures/ micro-enterprises, suited to their skills, training, aptitude and local conditions and will also support Self Help Groups (SHGs) of urban poor to access easy credit from bank and avail interest subsidy on SHG loans.</p> <p>A Self Help Group (SHG) or members of an SHG constituted under SJSRY/ NULM or a group of urban poor desirous of setting up a group enterprise for self-employment can avail benefit of subsidised loans under this component from our bank.</p>
<p>Eligibility</p>	<ul style="list-style-type: none"> ➤ The group enterprise should have minimum 3 members with a minimum of 70% members from urban poor families. ➤ All members of the group should have attained the age of 18 Years at the time of applying for loan, borrowers above 70 years of age will not be entertained ➤ No minimum educational qualification is required for prospective beneficiaries under this component. ➤ However where the identified activity for micro-enterprise development requires some special skills, then that is to be ensured by the branches. ➤ SHGs of less than 10 members with a minimum of 5 members may be formed for differently-abled persons.
<p>Applicability of the scheme</p>	<p>The scheme is applicable in urban Centers with population of one lakh or more and district headquarters irrespective of population.</p>
<p>Project Cost</p>	<p>Maximum loan of Rs 2 lakh per member or Rs 10 lakh per group whichever is lower.</p>
<p>Margin</p>	<p>For loan up to Rs.50,000 – NIL For loan Above Rs.50000- Minimum Margin-5 % Maximum Margin-10 %</p>
<p>Bank Loan</p>	<p>Project Cost less the beneficiary contribution would be made available as loan amount to group enterprises by the bank or 4 times of the group's savings whichever is lower.</p>

ROI	As applicable to Term Loans of similar tenure
Repayment	Repayment schedule ranges for 7 Years inclusive of maximum moratorium of 6- months
Guarantee Cover	Loans to be covered under suitable guarantee coverage for SEP loans as per the eligibility of the activity for guarantee cover
Financial Assistance	<ul style="list-style-type: none"> ➤ The financial assistance available to urban poor will be in the form of Interest subsidy on the bank loans. ➤ Interest charged by the Bank over and above 7% p.a. will be available as subsidy.

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