

Date last updated: 07.09.2022

Guaranteed Emergency Credit Line 2.0 (Extension) component of Guaranteed Emergency Credit Line (GECL) scheme		
1	Title	Guaranteed Emergency Credit Line 2.0 (Extension) component of GECL scheme
2	Purpose	To provide additional Term loan / Working Capital Term Loan facility and/or non-fund based facility to eligible Business Enterprises/ Micro, Small & Medium Enterprises(MSMEs) including interested PMMY borrowers, in view of COVID 19 crisis.
3	Target Group	Existing Business Enterprises/MSME Customers of Canara Bank
4	Eligibility	<ul style="list-style-type: none"> <li>➤ Our existing customers whose limits are in force as on date of sanction, irrespective of risk rating</li> <li>➤ Account should not be SMA2 or NPA as on 31.03.2021.</li> <li>➤ The loan outstanding (Fund based only) across all lending institutes being above Rs.50 Crore and not exceeding Rs.500 Crore as on <b>29.2.2020 or 31.03.2021, whichever is higher.</b></li> <li>➤ Entities are Business Enterprises/MSMEs in the 26 COVID related stressed sectors identified by the Kamath Committee on Resolution Framework in its report dated September 04, 2020 and the Healthcare sector.</li> <li>➤ The MSME borrower must be GST registered in all cases where such registration is mandatory. This condition will not apply to MSMEs that are not required to obtain GST registration.</li> </ul>
5	Nature of facility	Working Capital Term Loan (FB) and /or Non Fund Based or a mix of the two.
6	Quantum	Up to 30% of outstanding under fund based facility as on <b>February 29, 2020 or 31<sup>st</sup> March 2021, whichever is higher</b> Subject to eligibility conditions, excluding support already extended under GECL.
7	Margin	NIL for both Fund Based and Non Fund based facilities.
8	Interest	MSME - RLLR + 0.60% per annum. Other than MSME - 1 year MCLR +0.60% per annum Interest subject to a maximum of 9.25% per annum
9	Repayment	Under GECL 2.0 (Extension), the tenor of loans provided under GECL shall be six years from the date of first disbursement of fund based facility or first date of utilization of non-fund based facility, whichever is earlier. To be eligible for guarantee cover of the sanctioned non-fund based facility, first utilization must happen on or before June 30, 2022.

		<p>Moratorium period of 2 years on the principal repayment shall be provided to borrowers for the fund based portion of GECL credit under GECL 2.0(Extension), during which the interest shall be payable paid.</p> <p>The principal is to be repaid in 48 instalments after completion of 24 months moratorium period.</p>
10	<b>Processing charges</b>	NIL
11	<b>Security</b>	<p><b>Primary:</b> Assets created out of the credit facility.</p> <p><b>Collateral:</b> No fresh collateral security to be obtained. However, the additional WCTL granted under GECL shall rank second charge with the existing credit facilities in terms of cash flows (including repayments) and security, with charge on the assets financed under the Scheme to be created on or before June 30, 2022 or date of NPA, whichever is earlier.</p>
12	<b>Guarantee Scheme</b>	Emergency Credit Line Guarantee Scheme (ECLGS) under ECLGS 2.0 extension Administered by National Credit Guarantee Trustee Company (NCGTC) Limited.
13	<b>Guarantee Fee</b>	NIL
14	<b>Validity of the Scheme</b>	31.03.2023 or till guarantees for an amount of Rs.4,50,000 Crore is sanctioned under the GECL (taking into account both ECLGS 1.0,2.0 and 3.0), whichever is earlier.

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

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