



## MSME POLICY

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- MSME Sector – Micro, Small and Medium Enterprises Sector defined as per Government of India vide notification reference No: S.O. 2119(E) dated 26.06.2020 published in the Gazette of India, Extraordinary, Part II, Section 3 Sub-Section (ii).
- Micro and Small Enterprises Sector include Road & Water Transport Operators, Small Business, Retail Trade, Professional and Self Employed & other Service Sector Enterprises.
- Items to be included & excluded while calculating Original investment in Plant & Machinery is defined.
- Registering MSME as an Enterprise and recording the Udyam Registration Number in lieu of Udyog Aadhar Memorandum and Entrepreneurs Memorandum (EM) Part II of Micro Small and Medium Enterprises.
- Exclusive SME Sulabhs for centralized processing of credit proposals emanating from branches/clients are established at various Centres.
- Bank has established Specialized SME branches for focused attention to MSMEs (both existing and prospective clients).
- Bank has identified branches which have substantial exposure to MSME sector as SME Focus Branches for increasing credit exposure to MSME sector.
- Simplified application forms (irrespective of amount) are devised for Micro Small & Medium Enterprises.
- Online Loan application for MSMEs with tracking facility is introduced in MSME banking of Banks website [www.canarabank.com](http://www.canarabank.com)
- Time Norms for disposal of Loan applications in tune with RBI and BCSBI guidelines are stipulated.
- Guidelines with regard to rejection of MSME applications is also put in place.
- No collateral security and/or third party guarantee to be taken for loans upto Rs.10 lakhs to Micro & Small Enterprises and coverage of eligible loans under Credit Guarantee Fund Schemes are made mandatory. Loans which are considered under MUDRA Scheme are to be covered under CGFMU- NCGTC Guarantee in respect of MICRO units and under CGTMSE, in case of Small Enterprises.
- Loans granted under Stand Up India Scheme to be covered under Credit Guarantee Scheme for Stand Up India (CGSSI).
- Covering of all eligible collateral security and/or third party guarantee free loans Upto Rs.200 Lakhs under Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE). CGTMSE trust has leveraged the coverage at any point of time during the tenure of loan.
- Scheme of SME Debt Restructuring and Scheme of Rehabilitation of SICK Micro and Small Enterprises as per RBI guidelines are put in place.
- Rate of interest on loans and service charges to MSMEs are streamlined.
- Concession in rate of interest and service charges etc are also extended depending on merits.
- Our Bank has prudential takeover norms for MSME accounts of other Banks/Financial institutions.
- Cluster based approach to lending defined. Area/Cluster specific schemes are introduced giving due consideration to the potential for the benefit of MSMEs.

- The bank provides all types of fund based and non-fund based facilities under MSME segment viz. term loan, working capital, Bill discounting, Letter of Credit, Packing Credit and Bank guarantee etc.
- Standby Credit Facilities, Gold card scheme for exporters, Standby credit for Capital Expenditure of MSMEs, Consortium advances and Multiple banking arrangements are extended by the Bank.
- As per EASE 3.0 PSB reforms Bank has extending the digital lending facilities to Existing to Bank(ETB) Customers up to Rs.50000/- under Shishu Mudra scheme.
- Bank has entered into Tie-up with Fintech Companies M/s Online PSB loans in 59 Minutes for outsourcing the MSME loans up to Rs.5 Crore and with M/s Atyati Technologies Pvt. Ltd for MSE loans up to Rs. 10 Lakhs.
- Our Bank is participating as Financing Bank on the TReDS digital platform of M/s RXIL, M/s A.TReDS Ltd(Invoicemart) and M/s Mynd Solutions (M1xchange) for online discounting of trade receivables.
- Bank has been implementing the “Jansamarth portal”, Pradhan Mantri Mudra Yojana, Stand up India, PMSVANidhi, Deendayal Antyodaya Yojana- National Urban Livelihood Mission (DAY – NULM), Prime Minister’s Employment Generation programme(PMEGP), Weavers Mudra Scheme, Partial Risk Sharing Facility, Technology Upgradation Fund Scheme(TUFS), Credit linked Capital Subsidy scheme(CLCSS).
- Code of Bank’s commitment to Micro & Small enterprises under BCSBI defined.

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

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