

**CANARA MSME GOLD LOAN**

Sl No	Parameters	Features
1	Name of the Scheme	<b>CANARA MSME GOLD LOAN</b>
2	Nature of Credit Facility	Overdraft (OD) / Demand Loan (DL)
3	Target Group & Eligibility	MSME Units (Individuals and Proprietorship Firm only), both borrowing & non-borrowing units of our Bank, who want to avail loan against Gold ornaments/ jewellery. <ul style="list-style-type: none"> <li>• Unit/ Shop shall be with running activity.</li> <li>• Customer should not have any account in NPA status</li> </ul>
4	Purpose	To provide hassle free financial assistance to MSME units (Individuals and Proprietorship Firm only) against Gold Ornaments/ Jewellery held in the name of Individual /Proprietor respectively, for fund based requirements for general business purpose & augment working capital, acquiring machinery/ equipment/ tools for repairs, renovations etc.  No loans should be granted against security of Gold ETF, Gold Mutual Fund, Gold Bar/Bullion etc.
5	Quantum of loan	<b>Minimum Loan amount: Rs. 1 Lakh, Maximum Loan amount: Rs. 20 Lakh.</b>
6	Primary Security	Against the pledge of gold ornaments/jewellery which are duly appraised by the jewel appraiser appointed by the Bank. The loan is to be granted only against ornaments, specially minted Gold Coins sold by Banks and not against gold coin, bullion etc. Total weight of specially minted gold coins (sold by the Banks) should not exceed 50 grams per customer.
7	Rate of Interest	RLLR+0.75%
8	Repayment Period	<u>Overdraft</u> : Tenable for 12 Months. Repayable on demand. Interest to be serviced on monthly intervals as and when applied. <u>Demand Loan</u> : Max 12 Months. The entire principal repayable in part or bullet repayment any time before maturity. Interest is to be serviced at monthly intervals.
9	Pre-Payment Penalty	Nil
10	Processing Charges	As per extant guidelines of Bank.