

CORP TIMBER TRADERS LOAN SCHEME

1.0	Features	“Corp Timber Traders Loan” is formulated to tap the potential available in the area of Timber business
2.0	Eligibility	New and existing Micro, Small and Medium Enterprises (MSMEs) engaged in Manufacturing and Service Sector in Timber Business.
3.0	Purpose	To meet the working capital requirements and term loan in case of capital expenditure for new and existing Micro, Small and Medium Enterprises (MSMEs) engaged in Manufacturing and Service Sector in Timber Business.
4.0	Nature of Facility	Fund based: Cash Credit (Stock & Book Debts) and Term Loan. Non-Fund based: Import LC & Inland LC and BG, Buyer’s Credit limit.
5.0	Quantum of Loan	Minimum- Rs.25 lakhs. Maximum - Rs.50 Crore. [subject to exposure ceiling as per Banks’ Lending Policy]
6.0	Margin	Fund based: Term Loan: 25% of project cost W.C.: Stock-20%, Book debt:30% Non-fund based: Min. 10%
7.0	Rate of Interest	As applicable from time to time.
8.0	Security	Primary Security: Hypothecation of assets created out of bank finance. Collateral Security: Collateral security of movable/immovable assets with security coverage of 100% of loan amount.
9.0	Repayment/ Validity	Term Loan: Repayable within a period of 7 years (including initial moratorium period). Working Capital: Running account repayable on demand subject to annual renewal.
10.0	Guarantor	Personal guarantee of partners/ directors in the case of Partnership firm/ Private/ Public limited Cos.
11.0	Nomenclature	CTTCC & CTTTL
