

## RATE OF INTEREST ON LOANS & ADVANCES TO MICRO, SMALL & MEDIUM ENTERPRISES(MSME)

Rate of interest on loans and advances sanctioned on or after 01.10.2019 are priced under Repo Linked LendingRate (RLLR).

RLLR effective from 09.02.2024 is 9.25%.

### I. Rate of Interest for Working Capital & short term loans: (Repayable in less than 36 Months):

Sector	Sanctions	Rate of Interest	
		Micro & Small Enterprises	Medium Enterprises
Manufacturing & Service Units	Up to Rs.50000/-	RLLR + 1.05%	RLLR + 1.05%
	Above Rs.50000/- up to Rs.2 lakhs	RLLR + 1.05%	RLLR + 1.05%

### II. Rate of Interest for Term Loans:

Sector	Sanctions	Rate of Interest	
		Micro & Small Enterprises	Medium Enterprises
Manufacturing & Service Units	Up to Rs.50000/-	RLLR + 1.30%	RLLR + 1.30%
	Above Rs.50000/- up to Rs.2 lakhs	RLLR + 1.55%	RLLR + 1.55%

### III. Rate of Interest for both Term Loans and Working Capital Limits under Manufacturing & Service Units:

Above Rs.2 Lakhs up to Rs.1 Crore	Rate of Interest is based on Credit Risk Rating.
Above Rs.1 Crore up to Rs.2 Crore	Rate of Interest linked to the value of Immovable Property mortgaged /approved collaterals and Internal Risk Rating/Grade
Above Rs.2 Crore up to Rs.25 Crore	Rate of Interest linked to the value of Immovable Property mortgaged /approved collaterals and internal Risk Rating/Grade
Exposures Above Rs.25 Crores externally rated accounts	Rate of Interest linked to External Risk Rating/ Grades by External Credit Assessment Institutions (ECAIs).
Exposures Above Rs.25 Crores externally unrated accounts	Rate of Interest linked to the value of Immovable Property mortgaged /approved collaterals and internal Risk Rating/Grade along with additional interest between 0.25 to 0.50% over and above the applicable rate of interest till the account is rated externally

### IV. For loans repayable more than 1 year up to 5 years and more than 5 years, the liquidity premium to be loaded to the card rates additionally, as given below:

Repayment tenure	Additional liquidity premium over and above applicable Rate of Interest
Repayable in more than 1 year up to 5 years	0.40%,
Repayable in more than 5 Years	0.80%

- V. For all MSME loans, Rate of Interest depends on each of the respective scheme guidelines and based on collateral and risk rating as applicable, some of the schemes are listed below:

MSME SCHEME	Interest Rate	
	Minimum ROI	Maximum ROI
Canara Contractor	RLLR+0.70 %	RLLR+1.50 %
Canara Star	RLLR+0.20 %	RLLR+1.30 %
Canara Mahila Vikas	RLLR+0.20 %	RLLR+1.00 %
Canara Smart Professional	RLLR+0.20 %	RLLR+1.30 %
Canara GST	RLLR+0.25 %	RLLR+0.75 %
Canara Doctor Choice	RLLR+1.05 %	RLLR+2.30 %
Canara Vahan	RLLR+0.15 %	RLLR+0.90 %
Canara Inn	RLLR %	RLLR+1.00 %
Canara Textile	RLLR+0.10 %	RLLR+0.80 %

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

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