

Scheme of term loan Assistance to qualified professionals

To finance acquisition of premises, machinery and furniture & fixtures, required for setting up new or acquiring additional fixed assets for professional practice/ consultancy venture.

Eligibility

Registered Medical Practitioners, Chartered Accountants, Company Secretaries, Consulting Engineers, Chartered Engineers/ Registered Valuers, Architects, Cost Accountants etc. in the individual capacity or as a partnership concern. The promoter should have a minimum of three years experience in the line and the age limit shall be upto 50 years.

Quantum of Assistance

Upto Rs. 25 lakhs.

Margin & Debt Equity Ratio

The maximum debt equity ratio will be as under :

For loans upto Rs 10 lakhs	3:1
For loans above Rs 10 lakhs	2:1

The Security Margins will be as under :

For purchase of ready built premises	20%
For purchase of Plant & Machinery, Equipments, furniture & fixtures etc.	30%

Rate of interest

11 % p. a. - 1% rebate for prompt repayment

Security

The loan shall be secured by mortgage of the premises and hypothecation of all the machinery, equipments, furniture & fixtures, covered under the Scheme.

Collateral Security

Collateral security will be insisted on a case to case basis, in the form of mortgage of immovable property or personal guarantees of a suitable person of sound financial means.

Repayment

The loan alongwith the interest will be repayable in Equated Monthly Instalments (EMIs) within a period of seven years, inclusive of initial moratorium of upto six months, from the date of first disbursement of term loan.

Post Dated Cheques (PDCs) of all the EMIs will be collected from the borrower at the time of first disbursement of term loan.

Processing fees

1% of the term loan applied for, out of which, 25% of the same to be paid while submitting the loan application and balance at the time of first disbursement of term loan.

The processing fees are non refundable.

