

SCHEMES FOR ASSISTANCE

A few current definitions



WEST BENGAL
FINANCIAL
CORPORATION

MICRO ENTERPRISE [Manufacturing] MCR-M

Investment in plant & machinery upto Rs. 25.00 lakh.

MICRO ENTERPRISE [Services] MCR-S

Investment in equipment up to Rs. 25.00 lakh.

SMALL ENTERPRISE [Manufacturing] SE-M

Investment in plant & machinery above Rs.25.00 lakh and upto Rs.500.00 lakh.

SMALL ENTERPRISE [Services] SE-S

Investment in equipment above Rs. 25.00 lakh and up to Rs. 500.00 lakh.

MEDIUM ENTERPRISE [Manufacturing] ME-M

Investment in plant & machinery above Rs. 500.00 lakh and up to Rs. 1000.00 lakh.

MEDIUM ENTERPRISE [Services] ME-S

Investment in equipment above Rs. 500.00 lakh and up to Rs. 1000.00 lakh.

CAPITAL COST CC

Total cost of fixed block assets e.g. land, building, plant etc.

MARGIN MONEY FOR WORKING CAPITAL MWC

Promoters' margin money to be provided to the BankIWBFC for securing working capital loan from BankIWBFC.

PROJECT COST PC

Capital cost plus margin money for working capital

TOTAL CAPITAL/VENTURE OUTLAY TCO

Capital cost plus total working capital requirement, including MWC.

DEBT : EQUITY RATIO DER

Total long term loan : Total promoters' Contribution

MORATORIUM PERIOD MP

The time allowed between the date of first disbursement of loan and the date of incidence of first instalment of repayment.

NET WORTH NW

Paid up capital plus free reserve.

REPAYMENT PERIOD RP

Moratorium period plus the period within which the loan is repayable in full.

A General Scheme



ELIGIBLE SECTOR

The borrowing unit may be in MCR-MIMCR-SISE-MISE-SIME-MIME-S

CONSTITUTION

The concern may be proprietary/partnership/privately/public limited co./cooperative society/limited liability partnership

PURPOSE

Loan is available for acquiring fixed and/or current assets for setting up new manufacturing/service unit/for expanding/modernising/diversifying extant manufacturing/service unit.

Loan is also available for professional practice/consultancy/venture/tourism related activities/rendering medical services/setting up restaurants/infrastructure and information technology projects/construction projects/transport sector/infrastructure projects etc.

Trading activity is ineligible for securing loan

PC

No ceiling for Non S.M.E. Fund.

Rs. 20 crore for S.M.E. Fund.

LOAN LIMIT

For proprietary/partnership concern : Rs. 4 crore (may rise upto Rs. 8 crore). For others : Rs. 10 crore (may rise upto Rs. 20 crore, on case to case basis & subject to availability of clearance from S.I.D.B.I.)

DER

For loan upto Rs.10.00 lakh : 3 : 1 (Max.)

For loan above/beyond Rs.10.00 lakh : 2 : 1 (Max.)

MP

Depends on the financial parameters.

Body corporate with NW over 30 crore may not primarily be an eligible borrower.

RP

At best 10 years.

INTEREST RATE

Please see attached chart.

SECURITIES

Mortgage and/or hypothecation of the entire fixed and/or current assets of the unit and personal guarantee of the borrower(s) and or third party guarantee.

ADDITIONAL SECURITIES

Depending on the borrower, the project, risk perceptions etc.

B**Composite Loan Scheme (CLS)**WEST BENGAL
FINANCIAL
CORPORATION**SECTOR**

Loan available to tiny sector.

CONSTITUTION

May be proprietary/partnership unit.

PURPOSE

Loan available for acquiring fixed assets and/or working capital.

PC

Rs. 2.00 lakh (Max.) (Only under BSKP*)

LOAN LIMIT

Rs. 1.50 lakh (Max.) (only under BSKP*)

Rs. 0.50 lakh (Max.) in other cases.

*Bangla Swanirbhar
Karmasansthan Prakalpa

DER

3 : 1 (Max.)

MP

Depends on the financial parameters.

RP

At best 10 years.

INTEREST RATE

Please see attached chart.

SECURITIES

Mortgage and/or hypothecation of the entire fixed and/or current assets of the unit and personal guarantee of the borrower(s) and or third party guarantee.

ADDITIONAL SECURITIES

Depending on the borrower, the project, risk perceptions etc.



SECTOR

Loan available to service sector.

CONSTITUTION

May be proprietary/partnership/body
corporatelcooperative society.

PURPOSE

For acquiring new passenger/commercial vehicles and for
meeting initial taxes/insurance etc.

PC

Same as applicable under
General Scheme

max. no. vehicles 20 (under SME Fund)

LOAN LIMIT

75% of P.C. (Max.)

DER

3 : 1 (Max.)

MP

6 months (Max.)

RP

At best 5 years.

INTEREST RATE

Please see attached chart.

SECURITIES

Hypothecation of the vehicle. Personal guarantee of the
borrower(s) and or third party guarantee.

ADDITIONAL SECURITIES

At least 40% of the loan amount is to be pledged with the
Corporation as liquid security.

D**Single Window Scheme (SWS)****SECTOR**

Loan available to tiny sector, SSI and to service sector.

CONSTITUTION

May be proprietary/partnership/body corporate/cooperative society.

PURPOSE

Loan available for acquiring both fixed assets and as working capital for acquiring current assets.

TCO

Rs. 2 crore (Max.)

LOAN LIMIT

Rs. 1.34 crore (Max.) with a max. DER of 2:1. (including term and working capital loan).

DER

2:1 (Max.)

MP

Depends on the financial parameters.

RP

At best 10 years for term loan.

At best 5 years for working capital loan.

INTEREST RATE

Please see attached chart.

SECURITIES

Same as applicable under General Scheme

ADDITIONAL SECURITIES

Depending on borrower, the project, risk perceptions etc.

SECTOR

Loan available to tiny sector, SSI and to service sector.
Units may be new or existing.

ELIGIBLE BORROWERS

Units should:

- be in operation for at least the last 4 years.
- have declared dividend/has earned profit in the last two financial years.
- not have any overdue with any institution,
- should be the actual user of the proposed equipment.

CONSTITUTION

May be proprietary/partnership/body corporate/cooperative society.

PURPOSE

Acquisition of machinery/equipment, including DG set, indigenous/imported, which are not related to any specific project.

Additional need based civil work at the existing location, miscellaneous fixed assets, additional MWC (not exceeding 25% of the PC) may also be considered.

PC

Same as applicable under
General Scheme

LOAN LIMIT

Same as applicable under
General Scheme

DER

3:1 (Max.)

MP

6 months (Max.)

RP

5 years (Max.)

INTEREST RATE

Please see attached chart.

SECURITIES

Hypothecation of the proposed assets and mortgage and/or hypothecation of the extant assets.

ADDITIONAL SECURITIES

Depending on borrower, the project, risk perceptions etc.

F**Scheme for Working Capital Term Loan (WCTL)****SECTOR**

Small & Medium Enterprises. Existing borrowers of the Corporation having excellent track records are primarily eligible. However, existing good units not assisted by us earlier may also be considered on merit.

PURPOSE

For Financing Working Capital.

LOAN LIMIT

Need based Working Capital Term Loan requirement less margin of 25%.

REPAYMENT PERIOD

3 Years with provision for drawing in instalment & repayment in instalments subject to the condition that in a particular year total drawal should not exceed the limit sanctioned. Addl. limit may be sanctioned after review at each year.

RATE OF INTEREST

Please see attached chart.

ELIGIBLE

WCTL facility would not be allowed to co-exist along with working capital facility with any commercial bank.

SECURITIES

Hypothecation and/or mortgage of fixed assets plus current assets (sans bills outstanding)

ADDITIONAL SECURITY

Liquid collateral securities around 25% of the Working Capital Term Loan.

Debt-equity ratio (DER), moratorium period (MP) and repayment period (RP) are negotiable and fixation of the same on the nature of the project, risk perception, capabilities of the borrower etc.