

CONTRACTORS CREDIT SCHEME

1. Scheme:

To extend financial assistance to Class I & II categories of approved contractors of State Government and State Government Agencies for meeting their working capital requirements to execute the civil, mechanical and electrical and other work orders entrusted with them.

2. Eligibility:

- Registered Class I & II contractors of State Government / State Government Agencies – both MSME and Large Enterprises.
- The unit should be in existence and in operation for the past two financial years and should have earned cash profit for the last two financial years.
- The networth of the units should be positive.
- The units should be in standard assets category of TIIC /Banks for the last two financial years.

3. Quantum of Loan:

Loan shall be 75% of the total project cost i.e. the work order value less the cost of materials and any advance given by the work issuing authority.

The minimum quantum of assistance shall be Rs.20 lakhs and maximum quantum of assistance shall be Rs.5 crores for limited companies and Rs.2 crores for proprietary / partnership firm.

4. Promoter's Contribution:

Promoter's contribution shall be minimum 25% of the total project cost.

5. Debt Equity Ratio:

The overall Debt Equity Ratio for the concern shall not exceed 2:1 including assistance under the scheme.

6. Repayment:

The repayment period shall be flexible subject to a maximum of 5 years including a moratorium of 6 to 18 months depending upon the nature of the project and the repayment shall be in monthly instalments. Repayment shall not exceed 12 months beyond the tenure of the project.

7. Collateral Security:

Collateral security to the extent of 150% of the loan sanctioned shall be stipulated.

CORPORATE LOAN SCHEME

1. Scheme:

To extend financial assistance for existing / past TIIC assisted units, with good track records for any tangible or intangible business needs such as capex, servicing new orders, renovation of property / assets, reimbursement against self financed assets acquired in the last one year, funding of intangibles like brand building/ marketing, R&D, inorganic business growth, or any other bonafide business need, etc.

2. Eligibility:

- large and MSME sectors, engaged in manufacturing, processing and preservation activity; the services sector.
- The unit should be in existence and in operation for the past three financial years and should have earned net profit for the last three financial years.
- The networth of the units should be positive and no cumulative losses.
- The units should be in standard assets category continuously of TIIC /Banks for the last three financial years.

3. Quantum of Assistance :

The minimum quantum of assistance shall be Rs.20 lakhs and the maximum quantum of assistance shall be Rs.100 lakhs per unit.

4 Promoter's Contribution/Debt Equity Ratio:

The promoter's contribution shall be NIL subject to the overall debt equity ratio including proposed quantum of limit for the unit not exceeding **2.00 : 1.00**

5 Repayment Period:

The maximum repayment period shall be 5 years including a moratorium of 6 months for principal repayment and the repayment shall be in equal monthly instalments.

6 Collateral Security:

Collateral security to the extent of 150% of the credit limit sanctioned shall be obtained.