

IOB MSE PLUS

IOB MSE PLUS is a novel scheme introduced by IOB for the benefit of Micro and Small Enterprises (MSEs). Under the scheme, MSEs can avail both their working capital and long term investments needs in the form of a single term loan in a hassle free manner and repay the entire loan (including working capital) over a period of time.

Eligibility

Both manufacturing and service enterprises coming under Micro and Small Enterprises category as per MSME Act 2006.

Purpose

- To construct/purchase work shed/factory premises
- To purchase plant/machinery/equipments
- To meet working capital needs

Quantum of loan:

Upto Rs.100 lacs, based on the need and assessment by the Bank.

Mode of Assistance:

By way of Term Loan for fixed assets and working capital repayable in 60 to 120 months, with a holiday period of 6 to 18 months.

Interest Rate:

As applicable to Micro and Small Enterprises

Rate of interest linked to base rate

Present Interest are as under:

| | | | | |
|------------------------------------|-----|-----|-----|------------------------|
| ❖ Upto Rs. 2 lacs | ... | ... | ... | 9.75 % + 1.50 = 11.25 |
| ❖ Rs. 2 lacs and upto Rs. 25 lacs | ... | ... | ... | 10.75 % + 1.50 = 12.25 |
| ❖ Rs.25 lacs and upto Rs. 100 lacs | ... | ... | ... | 11.25 %+ 1.50 = 12.75 |

Margin:

- For construction or outright purchase of work shed / factory premises **30%**
- For purchase of plant / machinery/ equipments, etc., **15 %**
- For working capital **20 %**

Security:

Prime: Assets created out of loan

Collateral: Nil

Third Party Guarantee:

Not Required

CGTMSE Scheme:

All loans under **MSE PLUS SCHEME** are to be covered under Credit Guarantee Scheme of CGTMSE