

Pradhan Mantri Mudra Yojana

Purpose: Mudra loan is extended for a variety of purposes which result in income generation and employment creation. The loans are extended mainly for:

- Business loan for Vendors, Traders, Shopkeepers and other Service Sector activities
- Working capital loan.
- Equipment Finance for Micro Units
- Transport Vehicle loans for commercial use only
- Loans for agri-allied non-farm income generating activities, e.g. pisciculture, bee keeping, poultry farming, etc.
- Tractors, tillers as well as two wheelers used for commercial purposes only.

Eligibility:

i. Individual, Proprietorship, Partnership firms, Limited Liability Partnerships (LLPs),

Private / Public Ltd. Cos. Or any other legal entity.

ii. MUDRA loans may be extended on cluster basis also subject to maximum ceiling.

Loan limit: Up to Rs. 20.00 Lakh (The maximum quantum of exposure from all Banks /Financial Institutions shall be Rs.20 Lakh per enterprise / borrower).

The Scheme is classified into four categories:

- Shishu: Loans up to Rs. 50,000/-
- Kishor: Loans above Rs. 50,000/- and up to Rs 5 Lakh
- Tarun: Loans above Rs. 5 Lakh and up to Rs 10 Lakh
- Tarun Plus: **covering loans above 10 lakh and upto 20 lakh for those entrepreneurs who have availed and successfully repaid previous loans under the 'Tarun' category.**

Type of Facility:

- Term Loan
- Working Capital (Fund/ Non-Fund)
- Composite Loan (TL+WC)

Margin for Term Loan:

Aggregate Loan Amount Margin

Up to Rs. 50,000/- (Shishu Loans) Nil

Above Rs. 50,000/- to Rs. 2 Lakh Nil

Above Rs. 2.00 Lakh to Rs. 5.00 Lakh 15%

Above Rs. 5.00 Lakh to Rs. 20.00 Lakh 20%

Margin for Cash Credit:

For loans below Rs 2.00 lakh: Nil

For loans above Rs2.00 lakh :5%

Tenure of loan: 7 years including maximum moratorium period of maximum 3 months.

Primary Security: Hypothecation of assets created out of Bank's Finance

Collateral Security: Collateral free loans upto 10 Lacs. Guarantee Coverage under CGTMSE shall be obtained for loans upto Rs. 10 lakh.

Digital processing of MUDRA loans: The eligible customer can avail MUDRA loans digitally by visiting the PNB website www.pnb.bank.in and select “**DIGI MSME**” under the online services tab, or PNBONE app or PNB net Banking.

Rate of Interest:

| Exposure | Digital Loans to MSMEs | Other than Digital Loans to MSMEs |
|------------------------------------|------------------------|-----------------------------------|
| Upto ₹50,000/- | RLLR+BSP+1.65% | RLLR+BSP+1.90% |
| Above ₹0.50 lakh upto ₹ 25.00 lakh | RLLR+BSP+2.15% | RLLR+BSP+2.40% |