

Union Alankaar

1.	Eligibility	All the units engaged in Manufacturing, Trading & Manufacturing and Trading activity i.e. Retail & Wholesale Traders of Gems, Jewellery and Diamond (GJD).
2.	Purpose	<ul style="list-style-type: none"> • To fund need based Working Capital requirement. • Term Loan requirement for own business use. • Any other purpose whereby asset is created out of bank's finance for the purpose of running the business.
3.	Quantum of Finance	<ul style="list-style-type: none"> • Minimum exposure to borrowers: Above Rs 10.00 lakh. • Maximum exposure to borrowers to be fixed, depending on the external rating BBB: Single Borrower: Rs. 150 crore & Group Exposure: Rs. 300 crore A or better: Single Borrower: Rs. 250 crore, Group Exposure: Rs. 500 crore Unrated:Rs.25 crore
4.	Margin	<u>Working Capital :</u> a. <u>Stock:</u> 25% (For the borrowers engaged in only Domestic sales, Cash Credit limit up to 1 month of stocks of Jewellery to be allowed with a minimum margin of 25%). b. <u>Book-Debts:</u> 25% Further, Maximum upto 30% (margin of 70%) of total receivables to be permitted towards Drawing Power w.r.t single buyer/buyer's group. <u>Term Loan:</u> 35% in case of Term Loan for Acquiring/Construction of Outlet and 25% in other cases.
5.	Interest Rate	As per the extant interest rate guidelines or any other schematic scheme where account is covered like erstwhile Union Trade / Union Trade Plus / Union Trade GST (Now Union MSME Suvidha) etc.
6.	Facility	Term Loan and / or Working Capital (Fund Based and Non-Fund Based)
7.	Security	Primary: All assets created out of Bank's finance shall be charged in favor of Bank by way of hypothecation / mortgage etc. Collateral: The Collateral security is linked to Internal rating of the account.
8.	Repayment	Working Capital: On Demand. Term Loan: Maximum Door to Door repayment shall be 7 years including moratorium period not exceeding 12 months. Repayment will be in monthly installments. Interest shall be recovered separately as and when due.
9.	Assessment	As per the Loan Policy

- For more details, Please contact our nearest branch.