



## Charter for Micro Small & Medium Enterprises

for ALL ROUND GROWTH of  
Micro Small & Medium Enterprises (MSME) Sector in the Country

**AB**

**Micro Small & Medium Enterprises**  
**Entrepreneur - friendly**

- Simplified and customer friendly loan applications with checklist for speedy sanctions (Available on our website: [www.andhrabank.in](http://www.andhrabank.in))
- Acknowledgement issued immediately on receipt of loan application by branches
- Time norms for disposal of loan applications from the date of receipt of application complete in all respects:

i) Upto Rs 25,000	1 week
ii) Over Rs 25,000- Rs 2 lakhs	2 weeks
iii) Over Rs 2 lakhs – Rs 5 lakhs	4 weeks
iv) Over Rs 5 lakhs	8-9 weeks

- Margin requirements:

i) Up to Rs 25,000	Nil
ii) Above Rs 25,000	15%-40% as determined by Bank

- Computation of working capital limits up to Rs.600 Lakhs based on Nayak Committee Norms @ 20% of anticipated turnover.
- Adherence to Fair Practices Code.
- Special Interest rate for Women Entrepreneurs
- Collateral security not insisted for advances up to Rs 5 lakhs
- No collateral for advances over Rs 5 lakhs and up to Rs 25 lakhs based on good track record and financial position of the unit.
- Collateral / Third Party Guarantee free credit limits (fund based) up to Rs.50 lacs, if covered under Credit Guarantee Fund Trust for Micro and Small Enterprises(CGTMSE) with 1.5% one time guarantee fee and 0.75% annual service fee.
- Mutual credit guarantee scheme in association with ALEAP & CGTMSE for women entrepreneurs up to a credit limit of Rs.15 Lakhs.
- Composite loan up to Rs 100 lakhs for term loan/working capital under Single Window concept.
- Soft Loans under National Equity Fund for project cost up to Rs.50 Lakhs
- Soft Loans under Mahila Udhyam Nidhi Scheme for project cost up to Rs.10 Lakhs to women entrepreneurs.
- Loans under Rural Employment Generation Programme (REPG of KVIC) for setting up industrial / service units in Rural / Semi-Urban areas focusing on employment generation up to a loan of Rs.25.00 Lakhs.
- Simplified Loan Scheme “AB Power Tools (Shakti)” up to Rs.1.00 Lakh to CEPA group (Carpenters, Electricians, Plumbers & Auto Mechanics) of artisans for purchase of power tools and working capital.

- Loans under 15% Credit Linked Capital Subsidy Scheme (CLCSS) to units in 45 specified industries in SSI for Technology Upgradation.
- Simplified and Hassle free loans to Small Enterprises :
  - Laghu Udyami Credit Cards (LUCC) towards working capital requirements upto Rs 10 lakhs.
  - Artisan Credit Cards (ACC) for needy Handicrafts artisans, Handloom Weavers & other artisans: Loans upto Rs 30,000/- to individual and Rs.2.00 Lakhs to a group.
  - Swarozgar Credit Card (SCC) : Loans upto Rs.25,000.00
- The facility of debt restructuring for potentially viable units.
- Competitive Interest Rate Structure:\$

Loan limit	Interest Rate
Up to Rs.2 lacs	BMPLR-1.50% p.a.
Rs.2 lacs to Rs.10 lacs	BMPLR-1.25% p.a (Add Term Premia of 0.25% for Term Loans exceeding 3 years)
Above Rs. 10 lacs	(BMPLR-1 to BMPLR)* (Add Term Premia of 0.25% for Term Loans exceeding 3 years)

\*subject to credit rating

- \$ Women entrepreneurs will be given further interest rebate of 0.50% irrespective of credit rating and size of the limit.
- Subsidization of rating fee charged by SMERA to the extent of 50% (Max Rs.5000)
- **Joint financing / Co-financing of SMEs along with SIDBI & AP State Financial Corp.**
- Specialized services at our 16 Specialized SME\* branches across the country to give focused attention to SME units:

**\*Jagannathpur,Ganjam,Orissa \* Anuparapalyam,Tamilnadu \* Coimbatore,Tamilnadu \*  
Mohali,Chandigarh \* Bhimavaram,A.P \* Guntur,A.P \* Balanagar,Hyderabad \*  
HMTIndustrial Estate,Hyderabad \* R.C.Puram, Hyderabad \* Mallapur,Hyderabad \*  
Nacharam,Hyderabad \* Uppal,Hyderabad \* Danavaipet,Rajahmundry,A.P \*  
Autonagar,Vijayawada,A.P \* Amadalavalsa, Srikakulam,A.P \*  
Gajuwaka,Visakhapatnam,A.P\***

- Interaction with our existing and budding entrepreneurs through periodical meetings at our Specialized SME branches for furthering quality of service.
- Grievance redressal mechanism in place at all our Branches / Zonal Offices and Head Office to redress customers` banking related complaints / issues.

**Andhra Bank: Committed to the Growth and  
Development of Micro Small & Medium Enterprises.**

**Much more to do, with YOU in focus.**