



Secured Business Loan for MSMEs (SBL)

Secured Business Loans for MSMEs

Objective:

The SBL is designed to provide faster dispensation of credit to MSME's, particularly in the manufacturing segment and service sector. The scheme offers financial assistance for planned or unplanned business related expenses, depending on the strength of the collateral security and the repayment capacity of the MSME, based on current operations

Eligibility:

1. Existing MSME units having a net profit in 2 years out of last three years with cash profits in all the three years
2. The borrower should not be a defaulter to any bank/ FI
3. The other financial norms as a specified from time to time

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To provide fast dispensation of credit to MSMEs in manufacturing as well as service sector for planned or unplanned business related expenditure on the strength of the collateral security and repayment capacity based on current operations.

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The borrower should not be defaulter to any bank / FI
Other financial norms as specified from time to time.

Nature of Assistance

Open term loan

Quantum of assistance

Linked to gross cash accruals and collateral security value

Maximum assistance not exceeding ₹10 crore.

Eligible heads for financing

For any bonafide business expenditure.

Rate of Interest

Floating interest rate linked to MCLR as per credit rating

Security

Upto 10 years including moratorium.

Foreign Currency Assistance

Foreign currency assistance can be availed under the scheme towards creation of tangible assets subject to natural hedge & other terms & conditions.

For enquiries, please contact the nearest SIDBI office