

Scheme for Refinance Assistance to MSMEs for the Purpose of Export
- (RAMPE)

Sl. No.	Particulars	Details
1	Scheme	Refinance Assistance to Micro, Small and Medium Enterprises (MSMEs) for the Purpose of Export (RAMPE).
2	Objective of scheme	To support the MSMEs by facilitating flow of credit for the purpose of export.
3	Eligible Primary Lending Institutions (PLIs)	<ul style="list-style-type: none"> ❖ Scheduled Banks (Public Sector Banks, Private Sector Banks, Foreign Banks and Small Finance Banks) ❖ The financial assistance shall be within the borrowing limit / Power approved by Board of the respective PLI.
4	Purpose of scheme	Refinance of loans and advances extended by PLIs to MSMEs for the purpose of export (viz. Term Loans, working capital, Pre-shipment / Post-shipment Credit etc.).
5	Eligible activities / End- borrowers	<ul style="list-style-type: none"> ❖ MSME end borrowers complying with definition of Micro, Small and Medium Enterprises as per Micro, Small and Medium Enterprises Development (MSMED) Act, 2006, as amended from time to time; or ❖ Industrial concerns in the small-scale sector as defined in Section 2(h) of the SIDBI Act, 1989. ❖ Banks to certify that the MSME end borrowers are engaged in exports.
6	Eligible Assistance	<ul style="list-style-type: none"> ❖ Amount equivalent to the outstanding portfolio of export related loans and advances (viz. Term Loans, Working Capital limit, Pre-shipment / Post-shipment Credit Limits etc.) to MSME end borrowers against which the Bank has not availed financial support, whatsoever nature, from any institution, including financial support from SIDBI, in respect of the underlying assets / MSME end-borrowers. ❖ The Refinance assistance can be in Indian Rupee and/or Foreign Currency (subject to availability of Foreign Currency with SIDBI) depending on the requirement of the Banks. ❖ The assistance will be subject to the exposure limit fixed for each Bank by SIDBI and other guidelines, as applicable.
7	Period of refinance	Generally up to 3-5 years.

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8	Rate of interest / Commercial Terms	<ul style="list-style-type: none"> ❖ The rate of interest and other commercial terms, including up-front fees, would be specified taking in to account the market conditions. ❖ A charge of 2% p.a., over and above the applicable lending rate, will be levied, by way of penal interest, for defaults in payment of installments of principal, interest and other monies as per General Agreement.
9	Security	<p>The Bank shall hold in trust for SIDBI, all the securities including movable and immovable assets, book debts, receivables, actionable claims, guarantees, assignments, bills of exchange and proceeds thereof as also other securities as may be directly or indirectly obtained or to be obtained by the Bank from its end-borrowers / MSMEs to secure the financial assistance made available to the end-borrowers / MSMEs for which the loan has been sanctioned by SIDBI to the Bank.</p> <p>The Bank, whenever called upon, shall also furnish to SIDBI all such information and copies of all security documents obtained by it as security for the loan sanctioned to its borrowers covered under the said scheme subject to all applicable laws.</p>
10	Application cum Drawl of Assistance	The Bank shall submit the Application and Certificate in prescribed format to SIDBI.
11	Sanction	On approval of the financial assistance, Letter of Intent (LoI) will be issued to the applicant Bank indicating detailed terms of sanction.
12	Documentation	<p>A) <u>One-time</u></p> <ul style="list-style-type: none"> ❖ General Agreement is executed between the Bank and SIDBI. ❖ Letter of Authority (LoA) to be executed by the Banks addressed to the RBI/Principal Banker¹ for Debiting their Current Account with the RBI/Principal Banker. The LoA should be duly acknowledged by the RBI/Principal Banker. <p>B) <u>Each Time</u></p> <ul style="list-style-type: none"> ❖ Acceptance of LoI by authorized official of the Bank on a non-judicial stamp paper of requisite value with certified copy of Power of Attorney / applicable Board Resolution/Authorization letter. ❖ KYC documents of the authorized officials executing the requisite documents on behalf of the Bank/PLI shall be submitted, along with the Board Resolution/DOP/Authorization letter.

¹ Principal Banker applicable in those cases where the Bank is not maintaining a current account with RBI

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13	Time frame for submission of list of end-borrowers	<p>The Bank shall submit the list of end borrowers in the prescribed format at the time of disbursement or within extended period as may be allowed.</p> <p>In case, the Bank fails to furnish the list of end-borrowers as per sanction terms, penal interest (PI) of 2% will be charged with prospective effect till date of receipt of data. The Bank will be charged at monthly rest.</p> <p>In case the data is not furnished even after 3 months from the date of disbursement, SIDBI will reserve the right to recall the outstanding loan. PI will continue to be charged till submission of data, in case the loan is not recalled.</p>
14	Prepayment	<p>The borrower Bank shall not prepay the outstanding principal amount of loan in full or part thereof before the due dates except after obtaining prior approval of SIDBI in writing, which may be granted subject to such conditions as SIDBI may stipulate, including levy of prepayment charges.</p>