

## MICRO SMALL ENTERPRISES

- ✓ The Micro Small and Medium enterprises (MSMEs) have been accepted as the engine of economic growth and play an important role in the equitable economic development of country.
- ✓ The major advantage of the sector is its employment potential at low capital cost. The labour intensity of the MSME sector is much higher than that of the large enterprises.
- ✓ The MSMEs constitute over 90% of total enterprises in most of the economies and are credited with generating the highest rates of employment growth and account for a major share of industrial production and exports.
- ✓ MSMEs have been established in almost all-major sectors in the Indian industry such as:
  - Food Processing
  - Agricultural Inputs
  - Chemicals & Pharmaceuticals
  - Engineering; Electricals, Electronics
  - Electro-medical equipment
  - Textiles and Garments
  - Leather and leather goods
  - Meat products
  - Bio-engineering
  - Sports goods
  - Plastics products
  - Computer Software, etc.
- ✓ As per available statistics (4<sup>th</sup> Census of MSME Sector), this sector employs an estimated 59.7 million persons spread over 26.1 million enterprises. It is estimated that in terms of value, MSME sector accounts for about 45% of the manufacturing output and around 40% of the total export of the country.

## **OUR COMMITMENT FOR MSE SECTOR**

Our Bank has shown growth of MSE credit from Rs.9317 crore as on 31.03.2010 to Rs.12444 crore as on 31.03.2011 representing an increase of 33.56%. The principal objective of this policy is to improve our portfolio of MSE credit to Rs.17000 crore by 31.03.2012 and Rs.26000 crore by 31.03.2016. In addition to above our other objectives are as under.

1. Bank's positive commitment to its MSE customers to provide easy, speedy and transparent access to banking services in their day to day operations and in times of financial difficulty.
2. Positive thrust to MSE sector.
3. Hassle free credit to Micro and Small Enterprises.
4. Proper appraisal and evaluation of advances proposal.
5. Achievement of different parameters prescribed by Government of India / Reserve Bank of India.
6. Cluster Based approach for financing MSE.
7. Increased Coverage under credit guarantee scheme of CGTMSE.
8. Complete adherence to BCSBI,s Code of Bank's commitment to Micro and Small Enterprises.
9. Generation of large number of youth entrepreneur.
10. The policy strives to ensure that the socio economic obligations cast on the bank are fully met.
11. The policy document ensures compliance of all the directives/guidelines issued by the Government/RBI and all other regulatory requirements on MSE.
12. With regard to guidelines issued from time to time by the authorities, the Bank would follow them in all their aspects. However, if these permit varying interpretations, the Bank will adopt a reasonable interpretation, as determined by the Credit Risk Management Committee without deviating from the spirit behind the guidelines.

**MICRO, SMALL & MEDIUM ENTERPRISES DEVELOPMENT (MSMED) ACT,**  
**2006**

The Government of India has enacted the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 on June 16, 2006 which was notified on October 2, 2006. With the enactment of MSMED Act 2006, the paradigm shift that has taken place is the inclusion of the services sector in the definition of Micro, Small & Medium enterprises, apart from extending the scope to medium enterprises. The MSMED Act, 2006 has modified the definition of micro, small and medium enterprises engaged in manufacturing or production and providing or rendering of services. The Reserve Bank as notified the changes to all scheduled commercial banks. Further, the definition, as per the Act, has been adopted for purposes of bank credit vide RBI circular ref. RPCD.PLNFS. BC.No.63/ 06.02.31/ 2006-07 dated April 4, 2007.

**1 Definition of Micro, Small and Medium Enterprises**

**(a) Enterprises engaged in the manufacture or production, processing or preservation of goods** as specified below:

- i. A **micro enterprise** is an enterprise where investment in plant and machinery **does not exceed Rs. 25 lakh;**
- ii. A **small enterprise** is an enterprise where the investment in plant and machinery is **more than Rs. 25 lakh but does not exceed Rs. 5 crore;** and
- iii. A **medium enterprise** is an enterprise where the investment in plant and machinery is **more than Rs.5 crore but does not exceed Rs.10 crore.**

In case of the above enterprises, investment in plant and machinery is the original cost excluding land and building and the items specified by the Ministry of Small Scale Industries vide its notification No.S.O. 1722(E) dated October 5, 2006

**(b) Enterprises engaged in providing or rendering of services** and whose investment in equipment (original cost excluding land and building and furniture, fittings and other items not directly related to the service rendered or as may be notified under the MSMED Act, 2006) are specified below.

- i. A **micro enterprise** is an enterprise where the investment in equipment **does not exceed Rs. 10 lakh;**
- ii. A **small enterprise** is an enterprise where the investment in equipment is **more than Rs.10 lakh but does not exceed Rs. 2 crore;** and
- iii. A **medium enterprise** is an enterprise where the investment in equipment is **more than Rs. 2 crore but does not exceed Rs. 5 crore.**

These will include small road & water transport operators, small business, retail trade, professional & self-employed persons and other service enterprises.

Lending by banks to medium enterprises will **not** be included for the purpose of reckoning of advances under the priority sector.

- iv. Since the MSMED Act, 2006 does not provide for clubbing of investments of different enterprises set up by same person / company for the purpose of classification as Micro, Small and Medium enterprises, the Gazette Notification No. S.O.2 (E) dated January 1, 1993 on clubbing of investments of two or more enterprises under the same ownership for the purpose of classification of industrial undertakings as SSI has been rescinded vide GOI Notification No. S.O. 563 (E) dated February 27, 2009.

### **Khadi and Village Industries Sector (KVI)**

All advances granted to units in the KVI sector, irrespective of their size of operations, location and amount of original investment in plant and machinery will be covered under priority sector advances and will be eligible for consideration under the sub-target (60 per cent) of the micro enterprises segment within the MSE Sector.

#### **1.2 Indirect Finance**

**1.2.1** Persons involved in assisting the decentralized sector in the supply of inputs and marketing of outputs of artisans, village and cottage industries.

**1.2.2** Advances to cooperatives of producers in the decentralized sector viz. artisans, village and cottage industries.

**1.2.3** Loans granted by banks to Micro Finance Institutions on, or after, April 1, 2011 for on-lending to micro and small enterprises (manufacturing as well as services) subject to the compliance of guidelines specified in Master Circular RPCD. CO. Plan. BC. 10/04.09.01/ 2011-12 dated July 1, 2011 on 'Lending to Priority Sector'.

## **TARGETS FOR PRIORITY SECTOR LENDING BY DOMESTIC COMMERCIAL BANKS**

The domestic commercial banks are expected to enlarge credit to priority sector and ensure that priority sector advances (which include the micro and small enterprises (MSE) sector) constitute 40 per cent of Adjusted Net Bank Credit (ANBC) or credit equivalent amount of Off-Balance Sheet Exposure, whichever is higher.

In terms of the recommendations of the Prime Minister's Task Force on MSMEs, banks are advised to achieve a 20 per cent year-on-year growth in credit to micro and small enterprises and a 10 per cent annual growth in the number of micro enterprise accounts.

In order to ensure that sufficient credit is available to micro enterprises within the MSE sector, banks should ensure that:

- a) 40 per cent of the total advances to MSE sector should go to micro (manufacturing) enterprises having investment in plant and machinery up to Rs. 5 lakh and micro (service) enterprises having investment in equipment up to Rs. 2 lakh;
- b) 20 per cent of the total advances to MSE sector should go to micro (manufacturing) enterprises with investment in plant and machinery above Rs. 5 lakh and up to Rs. 25 lakh, and micro (service) enterprises with investment in equipment above Rs. 2 lakh and up to Rs. 10 lakh. Thus, 60 per cent of MSE advances should go to the micro enterprises.
- c) While banks are advised to achieve the 60% target as above, in terms of the recommendations of the Prime Minister's Task Force, the allocation of 60% of the MSE advances to the micro enterprises is to be achieved in stages viz. 50% in the year 2010-11, 55% in the year 2011-12 and 60% in the year 2012-13.

*[ANBC or credit equivalent of Off - Balance Sheet Exposures (as defined by Department of Banking Operations and Development of Reserve Bank of India from time to time) will be computed with reference to the outstanding as on March 31 of the previous year. For this purpose, outstanding FCNR (B) and NRNR deposits balances will no longer be deducted for computation of ANBC for priority sector lending purposes. For the purpose of priority sector lending, ANBC denotes NBC plus investments made by banks in non -SLR bonds held in HTM category. Investments made by banks in the Recapitalization Bonds floated by Government of India will not be taken into account for the purpose of calculation of ANBC. Existing and fresh investments, by banks in non -SLR bonds held in HTM category will be taken into account for the purpose. Deposits placed by banks with NABARD/SIDBI, as the case may be, in lieu of non - achievement of priority sector lending targets/sub - targets, though shown under Schedule 8 – 'Investments' in the Balance Sheet at item I (vi) – 'Others', will not be treated as investment in non - SLR bonds held under HTM category. For the purpose of calculation of credit equivalent of off - balance sheet exposures, banks may use current exposure method. Inter - bank exposures will not be taken into account for the purpose of priority sector lending targets/sub - targets.]*

**CATEGORIZATION OF ACTIVITIES UNDER Manufacturing or Services under the MSME Act 2006-**

<b>MSME-Manufacturing</b>	<b>MSME-Services</b>
<ul style="list-style-type: none"> <li>➤ Printing</li> <li>➤</li> <li>➤ Printing and publishing as integrated unit.</li> <li>➤ Medical Equipment and Ayurvedic Product</li> <li>➤ Composite unit of Bacon Processing and Piggy Farm</li> </ul> <p>(The activity of Bee Keeping is farming allied activity and therefore, would not be covered in either manufacturing and service activity)</p> <p>Piggery farm without bacon processing shall not be classified either as manufacturing or as service enterprise because this is a farming activity)</p> <ul style="list-style-type: none"> <li>➤ Beedi/Cigarette Manufacturing and other tobacco products.</li> <li>➤ Extraction of Agave sprit from Agave juice (imported medicinal plant) extraction of Agave</li> <li>➤ Manufacture of Bio Fertilizer</li> <li>➤ Tobacco Processing.</li> </ul>	<ul style="list-style-type: none"> <li>➤ Publishing.</li> <li>➤ Sanitation Services (Hiring of Septic tank cleaner)</li> <li>➤ Clinical/Pathological Laboratories and Scanning, MRI tests.</li> <li>➤ Hospitals</li> <li>➤ Agri-clinic and agri-business.</li> <li>➤ Restaurant with Bar</li> <li>➤ Canteens</li> <li>➤ Hotels</li> <li>➤ Motel Industry</li> <li>➤ Consultancy Services including management Services.</li> <li>➤ Renting of Agriculture Machinery (Harvesting)</li> <li>➤ Composite Broker Services in Risk and Insurance Management</li> <li>➤ Third Party Administration (TPA) Services for Medical Insurance Claims.</li> <li>➤ Seed Grading Services</li> <li>➤ Training-cum-Incubator Centre</li> <li>➤ Education Institutions.</li> <li>➤ Training Institutes</li> <li>➤ Practice of Law i.e legal services</li> <li>➤ Trading in Medical Instruments (branch new)</li> <li>➤ Placement and management consultancy services</li> <li>➤ Advertising Agencies and Training Centres</li> <li>➤ Retails Trade (advances granted to private retail traders with credit limit not exceeding Rs.20 lac only)</li> </ul>
<ul style="list-style-type: none"> <li>➤ Separation of iron scraps from slag pots.</li> <li>➤ Generation of electricity though windmill.</li> </ul>	<ul style="list-style-type: none"> <li>➤ Development of Sofwared and providing software services</li> </ul>
<ul style="list-style-type: none"> <li>➤ Seed processing (for genetic</li> </ul>	<ul style="list-style-type: none"> <li>➤ Medical Transcription Service.</li> </ul>

<p>enhancement), (involving collection of germ plasm, cleaning, gravity separation, chemical treatment etc.)</p> <p>➤ Composite unit of Poultry with Chicken (Meat) Processing { Poultry Farm without chicken (Meat) processing shall not be classified either as manufacturing or as service enterprise because this is a farming activity}</p>	<p>➤ Production of T.V.Serial and other T.V.Programmes,</p> <p>➤ Ripening of Raw Fruits under controlled conditions,</p> <p>➤ [Subject to norms prescribed by Food Safety and Standards Authority of India, (Ministry of Health and Family Welfare, Government of India)]</p> <p>➤ Service rating Agency,</p> <p>➤ (Rating and grading services across sectors based on set methodology and standards)</p>
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The activity of “Bee-Keeping” is farming allied activity and therefore, would not be covered in either manufacturing or service activity.

Piggery farm without bacon processing shall not be classified either as manufacturing or as service enterprise because this is a farming activity.

## PRODUCTS

<b>Product</b>	<b>Features</b>
Cash Credit/Overdraft	Working capital
OD	Receivable Finance
Secured Term Loan	to meet the business expansion and establishment and working capital requirement
Bill Discounting (Short Term Finance)	Discounting the bill and providing funds immediately
Export Packing Credit	Export Transaction
Post Shipment Credit	Working Capital
Bill Discounting under LC	Short Term Finance
Letter of Credit	Foreign and Inland Trade
Bank Guarantee	Performance and Financial Guarantee
SRTO	Transport Operator financing
Cent Mortgage	To meet any sort of Personal or Business needs,
Cent Trade	All types of Traders including Retailers / Distributors / Commission Agents / Arthiyas/Dealers of major companies etc.
Cent Doctor	Purchase of equipments, setting up of Clinic, X-ray Lab, Pathological Laboratory, Nursing Home, Poly Clinics etc., clinic-cum-residence, expansion/renovation/modernization of existing premises ETC
Cent Sahyog	to all types of unorganised service and manufacturing sector including small shop owners like those engaged in mobile repairing, TV repairing, small garage, juice shop, bakery owner etc.
Others	Facilities depending on its specific need



## RATE OF INTEREST

(w.e.f.01.10.2011)

Structure of interest rates on MSE sector is given hereunder.

### A] MICRO & SMALL ENTERPRISES :

#### FOR WORKING CAPITAL AND TERM LOAN UPTO ONE YEAR

LIMITS	Rate		
	Base Rate % (a)	Spread % (b)	Effective Rate % (a+b)=(c)
Upto Rs 10 lacs	10.75	0.50	11.25
Above Rs. 10 lacs and & upto Rs. 100 lacs	10.75	1.00	11.75

### B] MICRO & SMALL ENTERPRISES : ( LIMITS ABOVE Rs 1 CRORE ): FOR WORKING CAPITAL AND TERM LOAN UPTO 1 YEAR

RATING CATEGORY OF THE BORROWER	MANUFACTURING & SERVICE		
	Base Rate % (a)	Spread % (b)	Effective Rate % (a+b)=(c)
A++ / CBI-1	10.75	1.50	12.25
A+ / CBI -2	10.75	2.00	12.75
A / CBI -3	10.75	2.50	13.25
B+ / CBI -4	10.75	2.75	13.50
B / CBI -5& 6	10.75	3.00	13.75
C+ / CBI -7	10.75	3.50	14.25
C / CBI -8	10.75	4.00	14.75
D+ / CBI -9	10.75	4.50	15.25

### C] FOR TERM LOANS ABOVE 1 YEAR : TENOR PREMIUM :

TENOR OF THE LOAN (INCLUDING MORATORIUM PERIOD)	PREMIUM
>1 Year and up to 3 Years	0.25%
> 3Years	0.50%

### **CLUSTER BASED APPROACH**

- i. Clusters are defined as sectoral and geographical concentration of MSE units sharing common opportunities and threat. Bank will give thrust for recognized cluster based finance.
- ii. Bank will extend adequate facilities for diverse needs of the MSE units functioning within the cluster by adopting a 4-C approach namely, Customer focus, Cost control, Cross sell and Contain risk. Help of State as well as Central Government can also be taken for infrastructure etc.

### **DISPOSAL OF APPLICATION**

All loan applications for MSE units upto a credit limit of Rs. 25,000/- should be disposed of within 2 weeks and those upto Rs. 5 lakh within 4 weeks provided , the loan applications are complete in all respects and accompanied by a " check list".

### **SPECIALISED MSE BRANCHES**

Specialised MSE Branches will be utilized for extending finance and other services to MSME sector, they will have operational flexibility to extend finance/render other services to other sectors/borrowers.

Bank has 60 Specialised MSE Branches. Details of which are given hereunder.

<b>NAME OF BANK: CENTRAL BANK OF INDIA</b>						
<b>SL NO</b>	<b>STATE</b>	<b>NAME OF THE BRANCH</b>	<b>ADDRESS OF THE BRANCH</b>	<b>NAME OF CONTROLLING OFFICE</b>	<b>ADDRESS OF THE CONTROLLING OFFICE</b>	<b>CATEGORY OF THE CONTROLLING OFFICE</b>
1	UTTAR PRADESH	ALIGARH	Central Bank of India, Aligarh Branch, Udai Singh Jain Road, Dist Aligarh 202001 (U.P.)	AGRA	37/2/4, 2ND FLOOR SANJAY PALACE AGRA 282002	REGIONAL OFFICE
2	UTTARANCHAL	ROORKEE	Central Bank of India, Roorkee Branch, 45, Puri Rajputan, Roorkee, Dist. Haridwar 247667 (Uttaranchal)	MEERUT	31, JAIL CHUNGI, 1ST FLOOR P.O. VICTORIA PARK ROAD, MEERUT 250001	REGIONAL OFFICE
3	UTTAR PRADESH	JAIL CHUNGI MEERUT	Central Bank of India, Jail Chungi Branch, 31, Jain Chungi, P.O. Victoria Park Road, Meerut City 250001 (U.P.)	MEERUT	31, JAIL CHUNGI, 1ST FLOOR P.O. VICTORIA PARK ROAD, MEERUT 250001	REGIONAL OFFICE
4	AHMEDABAD	NAVA WADAJ, AHD.	Central Bank of India, Navawadaj Branch, Gujarat Housing Board Bldg, Near Vijay Nagar Flats, Block No.J 8/44, Patarakar Colony, Ahmedabad 380013 (GUJRAT)	AHMEDABAD	6TH FLOOR, P B NO. 226 LAL DARWAJA, AHMEDABAD 380001	REGIONAL OFFICE
5	AHMEDABAD	BHAKTINAGAR IND. AREA	Central Bank of India, Bhaktinagar Industrial Area Branch, Gondal Road, Rajkot 360002 (GUJRAT)	RAJKOT	PB NO. 51, NAGINADAS CHAMBERS, 1ST FLOOR, DHEBARBHAI ROAD, RAJKOT-360001	REGIONAL OFFICE
6	AHMEDABAD	METODA	Central Bank of India, Metoda Branch, At Metoda, Post Khirasara (Ranwalji) Dist. Rajkot 360003 (GUJRAT)	RAJKOT	PB NO. 51, NAGINADAS CHAMBERS, 1ST FLOOR, DHEBARBHAI ROAD, RAJKOT-360001	REGIONAL OFFICE

7	AHMEDABAD	MORVI	Central Bank of India, Morvi Branch, Kailash, Mahatma Gandhi Road, Morvi, Dist. Rajkot 363641 (GUJRAT)	RAJKOT	PB NO. 51, NAGINADAS CHAMBERS, 1ST FLOOR, DHEBARBHAI ROAD, RAJKOT- 360001	REGIONAL OFFICE
8	AHMEDABAD	MAKARPUR A, BARODA	Central Bank of India, Makarpura Road Branch, Dreamland, 40, Bhagat Colony, Opp. Bunday tubing India Ltd., Makarpura Road, Baroda 390010 (GUJRAT)	BARODA	PARATIK CHAMBERS, 2ND FLOOR, PIRAMITAR ROAD, DANDIA BAZAR, BARODA 390001	REGIONAL OFFICE
9	AHMEDABAD	SURAT MAIN OFFICE	Central Bank of India, Surat Branch, Kalani Vakhar Lane Gate, M. G. Road, Kanpith, Surat 395003 (GUJRAT)	SURAT	1-930 PB NO 201 NARIMANAB AD BUILDING ATHUGHAR STREET, NANPURA, SURAT-395001	REGIONAL OFFICE
10	MADHYA PRADESH	CHITAWAD	Central Bank of India, Chitawad Branch, 3, Anand Nagar, Chitawad Road, Dist. Indore 452001 (M.P.)	INDORE	6/3 RACE COURSE ROAD, MAHATMA GANDHI ROAD, INDOR 452003	REGIONAL OFFICE
11	MADHYA PRADESH	NARELA SHANKARI	Central Bank of India, Narela Shankari Branch, 16-C Sector, Near Indrapuri, (opp. BHEL Admn. Bldg) Narela Shankari, Dist. Bhopal 462022 (M.P.)	BHOPAL	9 ARERA HILLS, JAIL ROAD, BHOPAL 462011	REGIONAL OFFICE
12	MADHYA PRADESH	T.T. NAGAR, BHOPAL	Central Bank of India, T. T. Nagar Branch, Shri. Guru Tegbahadur Complex, Western Block, Roshanpura, Dist. Bhopal 462003 (M.P.)	BHOPAL	9 ARERA HILLS, JAIL ROAD, BHOPAL 462011	REGIONAL OFFICE
13	MADHYA PRADESH	CHHINDWA RA	Central Bank of India, Chhindwara Branch, Goleganj, Sharma Sadan, Dist. Chhindwara 480001 (Madhya Pradesh)	CHHINDWA RA	P B NO 13 NARSINGPUR ROAD, CHHINDWAR A 480001	REGIONAL OFFICE
14	MADHYA PRADESH	NAPIER TOWN, JABALPUR	Central Bank of India, Napier Town Branch, Napier Town Postal Zone No.1, Jabalpur 482001 (Madhya Pradesh)	JABALPUR	PB BI, 7,601 NAPIER TOWN, JABALPUR- 482001	REGIONAL OFFICE
15	PUNJAB	IND AREA LUDHIANA	Central Bank of India, Industrial Area Branch, 583/584, Industrial Area- B, Dist. Ludhiana 141003 (PUNJAB)	LUDHIANA	630 GURUDEV NAGAR, K P COMPLEX ADJ HOTEL PARK PLAZA, FEROZPUR ROAD,	REGIONAL OFFICE

					LUDHIANA-141001	
16	PUNJAB	MILLER GANJ LUDHIANA	Central Bank of India, Miller Ganj Branch, G. T. Road, Miller Ganj, Ludhiana 141003 (PUNJAB)	LUDHIANA	630 GURUDEV NAGAR, K P COMPLEX ADJ HOTEL PARK PLAZA, FEROPUR ROAD, LUDHIANA-141001	REGIONAL OFFICE
17	HARYANA	NIT FARIDABAD	Central Bank of India, Faridabad Branch, New Industrial Town, Industrial Area, Faridabad N.I.T. 121001 (Haryana)	ROHTAK	JAWAHAR MARKET, MODEL TOWN, ROHTAK-124001	REGIONAL OFFICE
18	HARYANA	GURGAON	Central Bank of India, Gurgaon Branch, New Sohna Road, Dist. Gurgaon 122001 (HARYANA)	ROHTAK	JAWAHAR MARKET, MODEL TOWN, ROHTAK-124001	REGIONAL OFFICE
19	HARYANA	BAHADURG ARH	Central Bank of India, Bahadurgarh Branch, Railway Road, Bahadurgarh, Dist. Jhajjar 123307 (HARYANA)	ROHTAK	JAWAHAR MARKET, MODEL TOWN, ROHTAK-124001	REGIONAL OFFICE
20	HIMACHAL PRADESH	NALAGARH	Central Bank of India, Nalagarh Branch, Upper Bazar, Nalagarh, Dist. Solan 174101 (H.P.)	SHIMLA	SURYODAY(MOUNT VIEW), GR FLOOR AND 1ST FLOOR, LOWER JAKHOO ROAD, SIMLA-171001	REGIONAL OFFICE
21	TAMIL NADU	AMBATTUR	Central Bank of India, Ambattur Branch, M.T.H.R., A. Z. Estate, Chennai 600098 (Tamil Nadu)	CHENNAI	48-49 MONTIETH ROAD, EGMORE, CHENNAI-600008	REGIONAL OFFICE
22	TAMIL NADU	COONOR	Central Bank of India, Coonoor Branch, 30, Mount Road, Coonoor, Dist. Nilgiris 643102 (Tamil Nadu)	COIMBATORE	PB NO. 557 CENTRAL BANK BUILDING, 14 &15 VARIETY HALL ROAD, COIMBATORE -641001	REGIONAL OFFICE
23	TAMIL NADU	TIRUNELVELI TOWN	Central Bank of India, Tirunelveli Town Branch, 26, GEM Complex, Car Street, Tirunelveli 627006 (Tamil Nadu)	MADURAI	RAJA MUHIAH MANDRAM, OPP DISTT. COURT DR AMBERDKAR ROAD,	REGIONAL OFFICE

					MADURAI-625020	
24	TAMIL NADU	COTTON MARKET, RAJAPALAYAM	Central Bank of India, Cotton Market Branch, 147-D, T. P. Mills Road, Cotton Market, Rajapalayam, Dist. Kamraj 626117 (Tamil Nadu)	MADURAI	RAJA MUHIAH MANDRAM, OPP DISTT. COURT DR AMBERDKAR ROAD, MADURAI-625020	REGIONAL OFFICE
25	TAMIL NADU	KARUR	Central Bank of India, Karur Branch, 17, North Pradhashnam Road, Karur, Dist. Karur Dherram Chinnamalai 639001 (Tamil Nadu)	TIRUCHIRAPALI	PB NO 350, 1-C, RANGA COMPLEX TRICY KARUR ROAD, CHINTAMANI, TIRUCHIRAPALI-620002	REGIONAL OFFICE
26	TAMIL NADU	HOSUR	Central Bank of India, Hosur Branch, New Town Development Authority, Door No.19A, Tailors Street, Hosur, Dist. Dharmapuri 635109 (Tamil Nadu)	COIMBATORE	PB NO. 557 CENTRAL BANK BUILDING, 14 &15 VARIETY HALL ROAD, COIMBATORE -641001	REGIONAL OFFICE
27	TAMIL NADU	SIVAKASI	Central Bank of India, Sivakasi Branch, Amman Kovilpatti, Old Virudhanagar Road, Sivakasi, Dist. Kamraj 626189 (Tamil Nadu)	MADURAI	RAJA MUHIAH MANDRAM, OPP DISTT. COURT DR AMBERDKAR ROAD, MADURAI-625020	REGIONAL OFFICE
28	TAMIL NADU	GUINDY	Central Bank of India, Guindy Branch, 87, Thiru-Va-Ka Industrial Estate, Guindy, Chennai 600032 (Tamil Nadu)	CHENNAI	48/49 MONTIETH ROAD, EGMORE, CHENNAI-600008	REGIONAL OFFICE
29	GUWAHATI	GUWAHATI	Central Bank of India, Guwahati Branch, Rahman Manzil, Pan Bazar, Guwahati, Dist. 781001 (ASSAM)	GUWAHATI	CENTRAL BANK BUILDING, 3RD FLOOR, BHANGAGARH, GUWHATI-781005	REGIONAL OFFICE
30	GUWAHATI	GAR-ALI	Central Bank of India, Gar-Ali Branch, Gar-Ali, P.O. Jorhat, Dist. Jorhat 785001 (ASSAM)	UPPER ASSAM	CHNDRA BHAWAN, NEHRU PARK ROAD, JORHAT-785001	REGIONAL OFFICE

31	KARNATAKA	SURYABAGH	Central Bank of India, Suryabagh Branch, 28-2-52 Sadguru Mansion, Yellammathota Jn., Visakhapatna 530002 (KARNATAKA)	VIJAYAWADA	PB NO. 727, BENZ CIRCLE, BUNDER ROAD, VIJAYAWADA, 520010	REGIONAL OFFICE
32	ANDHRA PRADESH	NIZAMABAD	Central Bank of India, Nizamabad Branch, MGR Commercial Complex, 1st Floor, R. P. Road, Dist. Nizamabad 503001 (ANDHRA PRADESH)	HYDERABAD	KOTI, BANK STREET, HYDERABAD-500095	REGIONAL OFFICE
33	ANDHRA PRADESH	PEENYA	Central Bank of India, Peenya Industrial Area Branch, Plot No.10-B, Phase-I, Tumkur Road, Bangalore 560058 (ANDHRA PRADESH)	BANGALORE	PB NO.5129, NO. 24, CRESCENT ROAD, BANGALORE-560001	REGIONAL OFFICE
34	ANDHRA PRADESH	MANDAPETA	Central Bank of India, Mandapeta Branch, Door No.537/2, Near Vani Mahal, Main Road, Mandapeta, Dist. East Godavari 533308 (Andhra Pradesh)	VIJAYAWADA	PB NO. 727, BENZ CIRCLE, BUNDER ROAD, VIJAYAWADA, 520010	REGIONAL OFFICE
35	WEST BENGAL	BELIAGHATA	Central Bank of India, Beliaghata Branch, 14, C.I.T. Scheme, VI-(M) Phoobagan, Kolkata 700054 (WEST BENGAL)	KOLKATA NORTH	206, ACHARYA PRAFULLA CHANDRA ROAD, NEAR SHYAM BAZAR, FIVE POINT CROSSING, KOLKATA-700004	REGIONAL OFFICE
36	UTTAR PRADESH	CIVIL LINE ALLAHABAD	Central Bank of India, Allahabad Branch, 29, Mahatma Gandhi Marg, Civil Lines, Allahabad 211001 (Uttar Pradesh)	VARANASI	LANKA, VARANASI-221005	REGIONAL OFFICE
37	UTTAR PRADESH	GORAKHPUR	Central Bank of India, Gorakhpur Branch, Bank Road, Mohalla Purdilpur, Dist. Gorakhpur 273001 (Uttar Pradesh)	GORAKHPUR	AD TOWER, BANK ROAD, GORAKHPUR-273001	REGIONAL OFFICE
38	UTTAR PRADESH	FAIZABAD	Central Bank of India, Faizabad Branch, Raghbir Niwas, Civil Lines, Dist. Faizabad 224001 (Uttar Pradesh)	LUCKNOW	73, HAZRATGANJ, LUCKNOW-226001	REGIONAL OFFICE
39	UTTAR PRADESH	GOVINDNAGAR, KANPUR	Central Bank of India, Govindnagar Branch, Near Natraj Cinema, Govindnagar, Kanpur 208006 (Uttar Pradesh)	KANPUR	117-H-1/240 PANDU NAGAR, KANPUR-208005	REGIONAL OFFICE
40	UTTAR PRADESH	ALAMBAGH LUCKNOW	Central Bank of India, Allahabad Branch, 29, Mahatma Gandhi Marg, Civil Lines, Allahabad 211001 (Uttar Pradesh)	LUCKNOW	73, HAZRATGANJ, LUCKNOW-226001	REGIONAL OFFICE

41	MAHARASHT RA	J B NAGAR	Central Bank of India, J. B. Nagar Branch, Andheri Kurla Road, Mumbai 400059	NORTH MUMBAI	NCL BUILDING COMPLEX, PLOT NO. 6, E BLOCK, 3RD FLOOR, BKC BANDRA (EAST), MUMBAI-4000057	REGIONAL OFFICE
42	MAHARASHT RA	LOWER PAREL	Central Bank of India, Lower Parel Branch, Shree Newas Cotton Mills Compound, Tulsi Pipe Road, Lower Parel, Mumbai 400013 (Maharashtra)	NORTH MUMBAI	NCL BUILDING COMPLEX, PLOT NO. 6, E BLOCK, 3RD FLOOR, BKC BANDRA (EAST), MUMBAI-4000057	REGIONAL OFFICE
43	MAHARASHT RA	THANE	Central Bank of India, Thane Branch, 383/384 Paradise Height, Station Road, Thane 400601 (Maharashtra)	THANE	MARATHI GRANT SANGRAHAL AYA, BDNG, NETAJI SUBHAS ROAD, THAN (w)-400601	REGIONAL OFFICE
44	MAHARASHT RA	VERNA	Central Bank of India, Verna Branch, Church Building, Verna Salcette, Goa 403722	PANAJI	MASCARENH AS BUILDING, ANTAO DE NORONHA ROAD, PANAJI-403001	REGIONAL OFFICE
45	MAHARASHT RA	MIDC SHIVANI	Central Bank of India, Shivani, MIDC Area Branch, Sunder Automobile Compound, Murtizapur Road, Vill-Shivani (MIDC Area), Dist. Akola 444001 (Maharashtra)	AKOLA	1ST FLOOR, MANGESH MANGAL KARYALAYA, ADARSH COLONY, AKOLA-444004	REGIONAL OFFICE
46	MAHARASHT RA	MIDC BUTIBORI	Central Bank of India, Butibori (MIDC) Branch, Plot No.P-22, Common Facility Centre Bldg., MIDC Butibori, Dist. Nagpur 441122 (Maharashtra)	NAGPUR	ORIENTAL BUILDING, GROUND GLOOR, LIC CHOWK, STATION ROAD, NAGPUR-440001	REGIONAL OFFICE
47	MAHARASHT RA	DHARAMA PETH	Central Bank of India, Dharampeth Branch, 302, West High Court Road, Near Saroj Talkies, Nagpur 440010 (Maharashtra)	NAGPUR	ORIENTAL BUILDING, GROUND GLOOR, LIC CHOWK, STATION ROAD, NAGPUR-440001	REGIONAL OFFICE



48	MAHARASHTRA	LAKDAGANJ	Central Bank of India, Lakadganj Branch, Near Bagadganj, P.O. Lakadganj, Dist. Nagpur 440008 (Maharashtra)	NAGPUR	ORIENTAL BUILDING, GROUND FLOOR, LIC CHOWK, STATION ROAD, NAGPUR- 440001	REGIONAL OFFICE
49	DELHI	NARELA	Central Bank of India, Narela Branch, 1993, Railway Road, Narela 110040 (Delhi)	DELHI B	124-128 JAYANA BLDG, RAILWAY ROAD, SHAHDARA , DELHI-110032	REGIONAL OFFICE
50	DELHI	ANAND PRABAT INDL AREA	Central Bank of India, Anand Parbat Industrial Area Branch, 2/121, Industrial Area, Main New Rohtak Road, New Delhi 110005	DELHI B	124-128 JAYANA BLDG, RAILWAY ROAD, SHAHDARA , DELHI-110032	REGIONAL OFFICE
51	DELHI	SHAHDARA	Central Bank of India, Shahdara Branch, 124-28, Jayana Building, Railway Road, Shahdara, Delhi 110032	DELHI B	124-128 JAYANA BLDG, RAILWAY ROAD, SHAHDARA , DELHI-110032	REGIONAL OFFICE
52	RAJASTHAN	INDRAPRASHA INDL AREA	Central Bank of India, Indraprastha Industrial Area Branch, P.O. Indraprastha Industrial Area Kota, Dist. Kota 324005 (RAJASTHAN)	KOTA	PB NO. 50, HOTEL AIRLINES BUILDING, 3/B CIVIL LINES, KOTA-324001	REGIONAL OFFICE
53	DELHI	OKHLA	Central Bank of India, Okhla Industrial Area Branch, Plot No.272, Captain Gaur Marg, Near Fruit & Vegetable Market, Okhal Industrial Estate, New Delhi 110020	DELHI A	CENTRAL BANK BUILDING,1ST FLOOR, 1398, CHANDNI CHOWK, NEW DELHI-110006	REGIONAL OFFICE
54	UTTAR PRADESH	NAYA BANS, NOIDA	Central Bank of India, Sector 2, Nayabans Branch, C-30, Sector 2, Nayabans, Noida, Dist. Ghaziabad 201301 (Uttar Pradesh)	DELHI A	CENTRAL BANK BUILDING,1ST FLOOR, 1398, CHANDNI CHOWK, NEW DELHI-110006	REGIONAL OFFICE
55	MAHARASHTRA	SATPUR INDL ESTATE	Central Bank of India, Satpur Industrial Estate Branch, Plot No.P-63, MIDC, Industrial Estate, Satpur, Dist. Nasik 422007 (Maharashtra)	NASIK	PLOT NO. P- 63, MIDC, SATPUR, NASIK-422007	REGIONAL OFFICE

56	MAHARASHTRA	PIMPRI	Central Bank of India, Pimpri Branch, Poonam Chambers, Survey No.22/1, Near Finolix Cables Ltd., Station Road, Pimpri, Dist.Pune 411018 (Maharashtra)	PUNE	2ND FLOOR, KALYAN ENTERPRISES, 975, 811 AND 812 , SATRANJIWA LA CHOWK, RAVIVAR PETH, LAXMI ROAD, PUNE- 411002	REGIONAL OFFICE
57	MAHARASHTRA	AURANGABAD	Central Bank of India, Aurangabad Branch, 5- 2212, Lahanusa Niwas, Pathan Gate, Aurangabad 431001 (Maharashtra)	AURANGABAD	PB NO. 113, 5/5/72, NEW OSMANPURA, AURANGABAD- 431001	REGIONAL OFFICE
58	MAHARASHTRA	MIRAJ INDUSTRIAL ESTATE	Central Bank of India, Miraj Industrial Area Branch, Shri. Govindrao Marathe Industrial Estate Co-op. Soc. Ltd., Miraj Sangli Road, P.O. Miraj, Dist. Sangli 416410 (Maharashtra)	PUNE	2ND FLOOR, KALYAN ENTERPRISES, 975, 811 AND 812 , SATRANJIWA LA CHOWK, RAVIVAR PETH, LAXMI ROAD, PUNE- 411002	REGIONAL OFFICE
59	CHHATTISGARH	KORBA	Central Bank of India, Korba Branch, Power House Road, Korba (S.E. Rly.), Dist. Korba 495677 (Chhattisgarh)	SHAHDOL	PB NO. 31, AHUJA COMPLEX, FIRST FLOOR, BUDHAR ROAD, SHAHDOL- 484001	REGIONAL OFFICE
60	CHHATTISGARH	BILASPUR	Central Bank of India, Bilaspur Branch, Patel Bhavan, Bilaspur, Dist. Bilaspur 495001 (Chhattisgarh)	SHAHDOL	PB NO. 31, AHUJA COMPLEX, FIRST FLOOR, BUDHAR ROAD, SHAHDOL- 484001	REGIONAL OFFICE

### **REHABILITATION OF SICK SSI (NOW MSE) UNITS (BASED ON KOHLI WORKING GROUP RECOMMENDATIONS)**

As per the definition, a unit is considered as sick when any of the borrowal account of the unit remains substandard for more than 6 months or there is erosion in the net worth due to accumulated cash losses to the extent of 50% of its net worth during the previous accounting year and the unit has been in commercial production for at least two years.

The criteria will enable banks to detect sickness at an early stage and facilitate corrective action for revival of the unit. As per the guidelines, the rehabilitation package should be fully implemented within six months from the date the unit is declared as potentially viable/viable. During this six months period of identifying and implementing rehabilitation package banks/FIs are required to do “holding operation” which will allow the sick unit to draw funds from the cash credit account at least to the extent of deposit of sale proceeds.

### **CREDIT LINKED CAPITAL SUBSIDY SCHEME**

Government of India, Ministry of Micro, Small and Medium Enterprises has conveyed their approval for continuation of the Credit Linked Capital Subsidy Scheme (CLSS) for Technology Upgradation of Micro and Small Enterprises from X Plan to XI Plan (2007-12) subject to the following terms and conditions:

- i. Ceiling on the loan under the scheme is Rs. 1 crore.
- ii. The rate of subsidy is 15% for all units of micro and small enterprises up to loan ceiling at Sr. No. (i) above.
- iii. Calculation of admissible subsidy will be done with reference to the purchase price of plant and machinery instead of term loan disbursed to the beneficiary unit.

SIDBI and NABARD will continue to be implementing agencies of the scheme.

### **CREDIT GUARANTEE FUND TRUST FOR MICRO AND SMALL ENTERPRISES (CGTMSE)**

The Scheme was known as the Credit Guarantee Fund Scheme for Small Industries (CGFSI). It came into force from August 1, 2000. Subsequent to the enactment of MSMED Act-2006 the Trust was renamed as Credit Guarantee Fund Trust for Micro and Small Enterprises.

Bank will encourage financing viable micro and small enterprises for fund based and non fund based limits upto Rs.100 lacs to ‘eligible borrower’ without ‘collateral security’ or third party guarantee by taking advantage of the Credit Guarantee Scheme of CGTMSE.

("Eligible borrower" means new or existing Micro and Small Enterprises to which credit facility has been provided by the lending institution without any collateral security and/or third party guarantees.)

("Collateral security" means the security provided in addition to the primary security, in connection with the credit facility extended by a lending institution to a borrower.)

Separate targets will be given to each branch for lending under Credit Guarantee Scheme of CGTMSE to improve our banks coverage under the scheme.

#### **GUARANTEE FEE AND ANNUAL SERVICE FEE**

<b>Credit Facility</b>	<b>Upfront Guarantee Fee</b>		<b>Annual Service Fee</b>
	<b>North Region (incl. Sikkim)</b>	<b>East Others</b>	
<b>Upto Rs.5 lakh</b>	0.75%	1.00%	0.50%
<b>Above Rs.5 lakh to Rs.50 lakh</b>	0.75%	1.50%	0.75%
<b>Above Rs.50 lakh to Rs.100 lakh</b>	1.50%	1.50%	0.75%

### EXTENT OF THE GUARANTEE

The Trust shall provide guarantee as under:

Category	Maximum extent of Guarantee where credit facility is		
	Upto Rs.5 lakh	Above Rs.5 lakh upto Rs.50 lakh	Above Rs.50 lakh upto Rs.100 lakh
Micro Enterprises	85% of the amount in default subject to a maximum of Rs.4.25 lakh	75% / Rs.37.50 lakh	Rs.37.50 lakh plus 50% of amount in default above Rs.50 lakh subject to overall ceiling of Rs.62.50 lakh
Women entrepreneurs/ Units located in North East Region (incl. Sikkim) <b>other than credit facility upto Rs.5 lakh to micro enterprises</b>	80% of the amount in default subject to a maximum of Rs.40 lakh		Rs.40 lakh plus 50% of amount in default above Rs.50 lakh subject to overall ceiling of Rs.65 lakh
All other category of borrowers	75% / Rs.37.50 lakh		Rs.37.50 lakh plus 50% of amount in default above Rs.50 lakh subject to overall ceiling of Rs.62.50 lakh

The guarantee cover will commence from the date of payment of guarantee fee and shall run through the agreed tenure of the term credit in respect of term credit / composite credit. Where working capital alone is extended to the eligible borrower, the guarantee cover shall be for a period of 5 years or a block of 5 years, or for such period as may be specified by the trust in this behalf.

### SIMPLIFIED COMMON LOAN APPLICATION FOR MSE

This standardized common loan application form approved by IBA will be used by all borrowers in MSEs sector irrespective of the loan amount. for the betterment of customer service to the MSE customer However, for loan beyond Rs.25 lac bank might obtain additional information from the borrower, as deemed necessary, as shown in the checklist enclosed to the loan application form.