

## **Bharat Enterprise – FAQ's**

### **1. Who can apply for a Cash Credit or Overdraft facility?**

*We offer these facilities to:*

- Individuals (Subject to availability of valid license)
- Sole Proprietary Concerns
- HUF - Sole Proprietorship only (With Non-HUF collateral & personal guarantee / addition as co-applicants of all co-parceners)
- Registered Partnership Concerns (For Unregistered partnership firms with deviation from RCM)
- Limited Liabilities Partnerships
- Private Limited Companies
- Public Limited Companies
- Co-operatives Societies (In case of co-operative societies, sanctioning authority shall be as per DoP & he/she to ensure that the society is eligible to avail loans as per its bye-laws)
- Non individuals like Corporate Farmers, Farmer Producer Organizations (FPOs), Companies of Individual Farmers and Farmer's Co-operatives

### **2. Are there any charges after 12 months for Overdraft or Cash Credit?**

No annual review charges apply. However, a processing fee is charged each time you renew the facility.

### **3. How is interest calculated on the sanctioned limit?**

Interest is charged only on the amount you use—not on the full approved limit.

### **4. When is interest charged to the account?**

Interest is debited on the 5th of every month in CC/OD accounts.

### **5. When do I need to submit the documents?**

Documents must be submitted 30 days before the loan renewal date.

## **6. What types of property can be used as collateral for a Secured Term Loan?**

*You can offer:*

- Residential property
- Commercial property
- Industrial property

## **7. How do I repay a Secured Term Loan?**

Repayment is done through monthly installments, which include both the principal and interest.

## **8. Who can apply for a Secured Term Loan?**

*We provide Secured Term Loans to the following types of borrowers:*

- Resident individuals with a registered business
- Sole proprietors
- Partnership firms
- LLPs (Limited Liability Partnerships)
- Private Limited Companies
- Unlisted Public Companies

## **9. What is the interest rate for loans?**

*We offer competitive interest rates. The exact rate depends on several factors, including:*

- Your business profile
- Financial history and records
- Loan amount
- Loan tenure

Each application is assessed individually to determine the most suitable rate.

## **10. Is a UDYAM registration certificate required?**

Yes, if you want to avail MSME benefits, UDYAM registration is mandatory as per government regulations.