PRIORITY SECTOR ADVANCES – SERVICE CHARGES

1	Processing fee/Upfront charges	
1.1	Agriculture loans	
1.1.1	Upto ₹25000/-	Nil
1.1.2	Above ₹25000/-	
	(i)Short term loans a)above ₹25000 to ₹2 lakhs b)Above ₹ 2 lakhs	 ₹300/- ₹200/- per lakh or part thereof with a maximum of ₹5.00 lakh (KCCS-Processing fee to be collected at the time of sanction for the 5th year limit which will be the sanctioned limit)
	ii) Agriculture Term Loans with / without NABARD Refinance a) Above 25000/- to Rs.2.00 lacs. b) Above Rs.2 lacs to Rs.25 lacs c) Above Rs.25 lacs	 a) 0.50% of loan with a minimum of Rs.500/-. b) 0.75% of the loan. c) 1% of the loan (including appraisal charges). (Maximum cap of Rs.15 lakhs)

2	Inspection charges		
2.1	For Priority sector loans(General)	Per Inspection	Max. Per Year
	Upto ₹25000	Nil	Nil
	>₹25000-₹2 lakhs	Rs.200/-	Rs.600/-
	Above ₹2 lakhs	Rs.200/-	Actuals
2.2	Weaker Section / Govt sponsored Schemes		
	Upto ₹25000		Nil

	>₹25000-₹2 lakhs		₹200
	Above ₹2 lakhs		₹300

Note: Inspection charges include Pre-sanction inspection, Post-sanction inspection and godown inspection also. However for loans above ₹2 lakhs the charges prescribed are only minimum and branch may charge higher depending upon the workload involved. In case of SHGs, the Inspection charges are waived (ref: HO Cir 206/13)

2.3	Agriculture Gold Loan	
	Processing and Inspection charges	
	Upto ₹25000	Nil
	>₹25000-₹1 lakhs	Rs.300/- flat
	₹1 lakhs--₹2 lakhs	Rs.600/-Flat
	₹2 lakhs--₹3 lakhs	Rs.900/-Flat
	Handling Charges To be collected in case of Gold Loans closed within three months from date of sanction / disbursement	Loan Amount >Up to Rs.1.00 lac – NIL >1 lac to 3 lacs – Rs.100/-

2.4 Mortgage Charges:

Loans upto Rs.50 lacs	Nil
Loans above Rs.50 lacs but upto Rs.100 lakhs.	Rs.1000/-
Loans above Rs.100 lacs but upto Rs.1000 lakhs.	Rs.20/- per lakh or part thereof with a maximum of Rs.15000/-
Loans above Rs.1000 lacs but upto Rs.2500 lakhs.	Rs.20000/-
Loans above Rs.2500 lakhs	Rs.30000/-

Mortgage charges are applicable to fresh limits (both for original and extension of Mortgages).

3. Other Provisions

3.1	Collection of processing charges	When Bank approaches any party for securing borrowal accounts: and if the party is not agreeable to pay the processing charges upfront, the same may be collected at the time of acceptance of sanction by the borrower. However the party should be informed in writing regarding the applicable charges. Such charges should be collected by the branches on sanction of loan, if the sanction is as per terms negotiated with the borrower applicant irrespective of whether the loan is availed or not. However branches to collect processing charges upfront as far as possible.
3.2	Commitment charges For Corporate borrowers with FB+NFB+TL exposure of ₹10 cr & above	1 %
3.3	Documentation charges	₹50/- per lakh or part thereof with a maximum of ₹25000/- Note:* *Not applicable in case of- - Govt sponsored Schemes (including SHGs) - Priority sector loans upto Rs.25000/- - Gold loans(agriculture) & ALVSLs Incase of operative accounts like KCCS/ Canara Kisan OD: To be collected at the time of- (i)Renewal (With/without enhancement) (ii)For Enhanced limit in case of Mid-Term enhancement

4. Other Provisions (For Agriculture & other PSC other than Education/ Housing/ MSE)

4.1	Other charges on PSC relating to-	Consortium/JLA advances, Inland Guarantees, Inland LCs – as applicable to Non Priority Loans.
4.2	Refund of processing charges collected –Agricultural Term loans	The amount-collected as processing charges can be refunded if the proposal is turned down by the Bank. The amount so collected may also be refunded if the borrower fails to avail the loan/limit sanctioned for any reasons beyond the control of the applicant-after deducting the following: Processing fee as applicable to STL and commitment charges, if any, payable to NABARD
4.3	Processing charges are not to be collected in the respect of loans granted to/under-	- Loans/advances exclusively against our own deposits - REC-SPA Scheme - Government sponsored Schemes - Self -Help groups - Limits granted to RRBs sponsored by our Bank - Agriculture loans to employees
4.4	Mode of calculation	Processing charges should be collected for the entire limit wherever the limit exceeds ₹25,000/-
4.5	Processing charges for enhancement / modification before the date of renewal	For enhancement/modification before the date of renewal, processing charges shall be collected for the enhanced portion only, even if the enhanced portion is less than ₹ 25,000/- (i.e., the limits are to be taken in totality).
4.6	Working Capital/OCC/KCC limits - renewal of limits with considerable delay after the expiry of the tenability & Tenability of renewed limits is being fixed as one year from the date of renewal.	In case of extension of credit limits, pro-rata processing charges should be collected for the extended period. In case renewal of limits does not take place within the extended period, pro-rata processing charges are to be collected on the existing limits till the date of ultimate renewal of the limits.

<table>
<tr><td>4.7</td><td>Processing Charges for ADHOC facility</td><td>Pro-rata processing charges are to be collected (ON PAR with Non- Priority)</td></tr>
<tr><td>4.8</td><td>Processing Charges at the time of annual Review (in case of Schemes under KCCS/ Canara Kisan OD where tenability of original sanction is more than 1 year/limit continuation is subject to annual review</td><td>• Processing fee to be collected at the time of sanction and at the time of each renewal (after 5 years' tenability) with/ without enhancement.

• Processing fee to be taken for enhancement of limit for the enhanced portion in case of enhancements before renewal.

• Annual review: Collection of 50% of normal processing fee in case of limits above ₹1 Lakhs (with/without enhancement in limit)

• No processing fee for Annual review in other cases which will continue to serve otherwise as internal check for ascertaining the farm status/ensuring end use.

Please see Explanation 1 below</td></tr>
<tr><td>4.9</td><td>Processing Charges-Constitution of the borrower</td><td>To be separately collected for Loans/Advances granted to Proprietorship/Partnership Concerns notwithstanding the fact that the proprietor/partners of the concerns are the same</td></tr>
<tr><td>4.10</td><td>Clubbing of Agri-Non Agri facility</td><td>In the case of parties availing agricultural and non-agricultural limits/loans both the limits are to be clubbed and the charges mentioned above are to be collected</td></tr>
<tr><td>4.11</td><td>For issue of AIC appraisal report</td><td><table><tr><td>Project Cost up to Rs.500 lakhs</td><td>Rs.5000/-</td></tr><tr><td>Project Cost above Rs.500 lakhs</td><td>Rs.10000/</td></tr></table></td></tr>
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4.12	Revalidation of sanctions, Modification of sanction Terms, out of pocket expenses, legal charges, charges for cancellation of lien on bank's securities/LI policies, charges for copy of documents	Other provisions of Non-Priority sector may be made applicable wherever not specified under Priority sector.
4.13	Folio charges(SHG loans) SHG loans are extended as cash credit limit to all the matured SHGs instead of Term Loans	No charges

Explanation 1 on Agriculture Operative accounts:

Operative agricultural credit limits like KCCS, Canara Kisan OD are permitted with tenability of 5 years/3 years respectively but are subject to Annual review. In respect of the revised KCC Scheme, a built-in 10% increase on successive annual limit as under is permitted at the time of initial sanction itself:

Current year	II year	III year	IV year	V year
Say ₹1.00 lakh (as per assessment)	₹1.10 lakh	₹1.21 lakh	₹1.33 lakh	₹1.46 lakh

The documentation is obtained for actual sanctioned limit which is 5th year projected limit, though drawl is limited to the particular year's limit but facility is subject to annual review.
The annual review process may result in continuation/enhancement/ reduction/cancellation of the limit. Hence annual review is akin to processing of the current status of the farm and reassessing the limit.