

The salient feature of the solar scheme in our Bank is as under:

- Individuals, Institutions, Associations, Small Business establishments, Industrial establishments, Hospitals, Hotels, Hatcheries & other non-salaried class individuals.
- Bank finance not exceeding 80% of the project cost (and max 30% of the project cost will be the capital subsidy for solar water heaters).
- Margin - 20% of project cost.
- Repayment – not exceeding 5 years.
- Security - Hypothecation of the equipments to be purchased. Suitable co-obligation good for the loan amount or adequate approved securities equal to the loan amount as collateral.

Gist of Solar Scheme introduced in our Bank

No	Parameters	Solar Water Heater	Solar Lighting			
1	Purpose	For purchase & installation				
2	Eligibility	Salaried individuals (including our employees) Institutions, Associations, Small Business establishments, Industrial establishments, Hospitals, Hotels, Hatcheries, who are creditworthy Professionals and other non-salaried class, individuals.				
3	Quantum of Loan / Margin	Not exceeding 80% of the project cost (of which 30% of the project cost will be the capital subsidy).	Not exceeding 80% of the project cost (of which 40% of the project cost will be the capital subsidy).			
4	Margin	20% of project cost.	20% of project cost.			
5	Capital Subsidy	30% of project cost	40% of project cost.			
6	Rate of Interest	No	Type of Borrowers	Solar Water Heaters	Soft Loan without Subsidy	Solar Lighting Systems
		1	Domestic Users	(BR + 2%)	5% Only in case of	(BR + 2%)
		2	Institutional/Individual/ Commercial Users	(BR + 3%)	Solar Water Heaters	(BR + 3%)
7	Repayment	Branches may fix the same in consultation with the borrowers (not exceeding 5 years).				

8	Security	<p>Hypothecation of the equipments to be purchased</p> <p>Suitable co-obligation good for the loan amount or adequate approved securities equal to the loan amount as collateral, as per the commercial judgment of the sanctioning authority.</p> <p>In case of Industrial / Commercial borrowers, collateral securities such as immovable properties taken, if any should be extended for this loan also.</p>	
10	Subsidy nature/Lock in period.	<p>Capital Subsidy should be put in fixed deposit without interest for a minimum period of 3 years. No interest should be charged for subsidies maintained as back ended. "Back ended subsidy" minimum lock in period of 3 (three) years from the date of disbursement of first installment of the loan.</p>	
No	Parameters	Solar Water Heater	Solar Lighting
15	Types of systems and unit size	<p>a) Systems of any capacity will be eligible for loan.</p> <p>b) The bench mark cost for water heating systems to be adhered to.</p> <p>c) Only need based finance with reference to actual cost as per the proforma invoice / quotation</p> <p>d) Subsidy available only to the extent of permissible models financed upto 500 lpd</p> <p>e) For capacity of >500LPD , the borrower will be treated as Commercial borrower and accordingly subsidy will be calculated.</p>	<p>a) Systems of any capacity will be eligible for loan.</p> <p>b) The bench mark cost for Home lighting system to be adhered to.</p> <p>c) Only need based finance with reference to actual cost as per the proforma invoice / quotation</p> <p>d) Subsidy available only to the extent of permissible models financed.</p>