

Rate of Interest structure for MSME advances w.e.f. 01.10.2011:

1. Micro Small & Medium Enterprises (MSME):

a. Advances to Micro & Small Enterprises having total limits (Fund + Non fund) upto Rs. 25.00 lakhs:

Category	Rate of interest (w.e.f. 01.10.2011)
a) For all new accounts	Base Rate + 0.50% (at present 11.20%)
b) For existing MSME accounts which are yet to complete the first year of advance as per earlier guidelines	a) Fixed ROI as per earlier guidelines will be applicable till expiry of the first year of advance b) on expiry of the first year of advance at Base Rate + 0.50% (at present 11.20%)
c) In respect of advances having total limits above Rs. 2.00 lakhs, credit rating will have to be done as per extant guidelines. Henceforth, ROI will not be linked to Credit Rating for advances to Micro & small Enterprises having total limits upto Rs. 25.00 lakhs. However, Credit rating will continue to be done for risk perception in respect of advances having total limits above Rs. 2.00 lakhs and upto Rs. 25.00 lakhs.	

b. Advances to Micro, Small and Medium Enterprises having total limits (Fund + Non fund) above Rs. 25.00 lakhs: - Revised Rate of Interest w.e.f. 01.10.2011:

Credit Risk Rating	REVISED RATE OF INTEREST UNDER BASE RATE STRUCTURE			
	ROI for total limits above Rs.25 lakhs upto Rs. 1 crore	ROI for total limits above Rs. 1 crore upto Rs.5.00 crore	ROI for total limits above Rs. 5.00 crore upto Rs.10.00 crore	ROI for total limits above Rs. Rs.10.00 crore
AAA	Base Rate +2.00% (12.70%)	Base Rate +3.00% (13.70%)	Base Rate +3.25% (13.95%)	Base Rate +3.50% (14.20%)
AA	Base Rate +2.50% (13.20%)	Base Rate +3.50% (14.20%)	Base Rate +3.75% (14.45%)	Base Rate +4.00% (14.70%)
A	Base Rate +2.75% (13.45%)	Base Rate +4.25% (14.95%)	Base Rate +4.50% (15.20%)	Base Rate +4.75% (15.45%)
BBB	Base Rate + 3.50% (14.20%)	Base Rate +5.00% (15.70%)	Base Rate +5.25% (15.95%)	Base Rate +5.50% (16.20%)
BB	Base Rate +4.00% (14.70%)	Base Rate +6.50% (17.20%)	Base Rate+6.75% (17.45%)	Base Rate +7.00% (17.70%)
B & C	Base Rate + 4.50% (15.20%)	Base Rate +7.00% (17.70%)	Base Rate +7.25% (17.95%)	Base Rate +7.50% (18.20%)
