

**APPLICATION FORM FOR LOANS AGAINST
WAREHOUSE RECEIPT BACKED BY COMMODITIES**

To,
State Bank of India
..... Branch

Dear Sir,
I/We,

**SIGNED
PHOTOGRAPH
OF
APPLICANT**

1. (i) Name of Company/ Firm _____

(ii) Address: _____

Telephone No . _____

e-mail: _____ Fax: _____

2. Name and Address of Directors/ Partners/ Proprietors/ Individuals

1) _____

Telephone No . (R) _____ (O) _____

e-mail: _____ Fax: _____

2) _____

Telephone No . (R) _____ (O) _____

e-mail: _____ Fax: _____

3) _____

Telephone No . (R) _____ (O) _____

e-mail: _____ Fax: _____

(ii) Name of Chief Executive Officer/ Managing Partner (If applicable)

1) _____

Telephone No . (R) _____ (O) _____

e-mail: _____ Fax: _____

3. Date of Incorporation/ : _____

Registration of Day Month Year

Partnership Firm _____ Years

Hereinafter referred to as the “Borrower” hereby request you to grant demand loan of Rs. _____ against the security detailed in Paragraph 7, below. Other information/ details are as under:

4. Turnover and Profits	2004 - 05	2005 - 06
Turnover	_____	_____
Net Profits	_____	_____

5. Proposed Repayment Period : _____ Months (Max 12 months)

6. Details of Bank Account : Applicant 1 Applicant 2 Applicant 3

Name of the Branch _____

Telephone No. : _____

Type of Account: _____

Account Number: _____

Year of Opening : _____

7. Nature of security offered: Warehouse Receipt backed by Commodities detailed below

Description of Commodities	Gross Wt. (In Quintals)
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9. Details of Warehouse Receipt (to be attached with application letter)

Name of Issuer

Name of Commodity

Quantity of Commodity

Validity of Warehouse Receipt

Details of Quality Certificate

Name of Issuer

Name of Commodity

Quality of Commodity

Validity date and period of certificate

Renewal Date

Please take delivery of the Warehouse Receipt, as detailed in Para 9 above and grant me/us loan of Rs. _____ against security thereof,

I/We, further accept and agree to be bound by all the terms and conditions of finance under the scheme as detailed in Table A – Terms and Conditions for Warehouse Receipt Financing attached herewith.

Signatures of : _____
Borrower/ Applicant

A/C no. (if any): _____

Declarations:

I/We declare that all the particulars and information given in the application form are true, correct and complete and that they shall form the basis of any loan, State Bank of India may decide to grant me/us.

Place : _____

Signature of Applicant

Date : _____

FOR BANK'S USE

AV of security offered: _____ Margin: _____ % Loan permissible:

_____ (A)

Loan Requested: _____ (B)

Loan Recommended: _____ (A, B or Loan requested, whichever is lowest)

Recommended : _____

Sanctioned : _____

Date : _____

Date: _____

Documents to be attached:

In case of Company

- Memorandum and Articles of Association
- Certificate of Incorporation
- Copy of Resolution of BOD for opening of the account

In case Partnership and Proprietorship

- Copy of Partnership Deed and Partnership Letter (only partnership)
- Copy of Passport or Voters ID Card or Driving License for proof of Identity
- Copy of Electricity Bill/Telephone Bill/Passport/Voters I-Card for proof of residence
- Latest Passport size Photograph - of applicant (s)
- Proof of official address

Table A- Terms and Conditions of Finance

Purpose	a) To finance traders against warehouse receipts of CWC/SWC warehouses, & warehouse accredited by MCX by way of demand loans.	
Eligibility	Any trader dealing in commodities.	
Eligible amount of finance	Demand Loan: 75 % of the value of the warehouse receipt, valued at the market value OR 80% of the minimum support price declared by State/Central Government, whichever is lower.	
Interest Rates (in percentage)	Loan category	Interest Rate to be Charged
	Upto Rs. 10 Lacs	0.50% Below SBAR Effectively 10.25%
	Above Rs. 10 Lacs	0.25% Below SBAR Effectively 10.50 %
	<ul style="list-style-type: none"> In addition to the above-mentioned Interest rates the ZCC will have powers to reduce the interest rates on loans in the Rs. 10 lacs and upto Rs. 25 Lacs category by upto 25 bp and by 50 bp in case of loans above Rs. 25 Lacs based on competition and strengths of proposal. 	
Processing charges	Nil	
Margin	25% (minimum) of the value of the warehouse receipt, valued at the market value OR 20% (minimum) of the minimum support price declared by State/Central Government, whichever is higher	
Insurance	Comprehensive Insurance Insurance cost to be borne by the warehouse receipt owner.	

Security	
a) Primary	Charge over warehouse receipt (resulting in charge over underlying goods), being endorsed in favour of the bank.
b) Collateral	Personal guarantee of partners or major shareholders as the case may be.
Repayment	The loan should be liquidated as and when the produce is sold during the interim period not exceeding 12 months.
Moratorium	None. The loan would be repayable in a maximum period of twelve months. Interest as and when due would be payable.
Other terms and conditions	a) The Warehouse receipt should be duly endorsed in favour of the bank.
	b) The branch should verify the authenticity of the warehouse receipt and get its lien noted with the warehouse before disbursement of the loan.
	c) The Branch should inspect the commodity before disbursement takes place and subsequently, every three months at irregular intervals.
	d) The margin shall be topped up on a fortnightly basis. However, it should be topped up immediately in case the price of commodity moves by more than 10%, in opposite direction, since last top up.