

Schemes for Financing against Pledge of Warehouse Receipts in electronic form .	
Introduction	Electronic Warehouse Receipts represent certain quantity of a particular grade of a commodity credited in the depositor's electronic account maintained with NCDEX SPOT/ approved Trading cum Clearing member (TCM). However, for financing bank, NSPOT is going to be single point contact agency for communication and facilitation. Each commodity deposit of a particular grade is identified with the client's ID and lot number. When a particular commodity is deposited in an accredited warehouse of a NCDEX SPOT by a depositor, corresponding credit of quantity deposited is given against a particular Lot number in depositor's electronic WHR account. Commodities deposited in the NCDEX SPOT accredited warehouse have a validity and re-validity period.
Nature of credit facility	Demand Loan (Scheme Code : DLWHR) Individual account for each e-pledge shall be opened in Demand Loan segment giving full details of account like name of borrower, nature and value of security, address of warehouse where goods have been stored, insurance particulars, date of inspection etc. Separate party-wise register shall also be maintained which will depict the total outstanding against any party at any given time.
Extent of Loan	Minimum : Rs.50000.00. Maximum : Need based. However, Maximum amount will be Rs.50.00 lakhs for individual farmers including SHG/ JLGs and Rs.25.00 crores for Sole Proprietorship Concerns.
Commodities Covered	Rapeseed and Mustard seed, Soyabean, Guarseed, Chana , Pepper, and Sugar. Other commodities: As notified by NCDEX SPOT from time to time.
Margin	25%
Valuation	The value of the electronic commodity as security shall be the lowest of the following: Value of goods as determined by taking the previous day's closing spot price of the city/town/place where godown is located on the respective exchanges. Future price for the month in which the repayment is due against e-pledge. Average price quoted for the commodity by NCDEX SPOT.
Repayment	i) Demand Loan shall be adjusted within a period not exceeding ten days prior to the expiry period of the commodity prescribed by NSPOT. ii) Cash Credit: Running Account Facility shall be valid for one year and renewable thereafter. However, the period of advance against individual e-pledge shall not exceed ten days prior to expiry period of the commodity prescribed by NSPOT.
Rate of Interest	Up to Rs.50.00 lakhs to individuals, corporates : BR + 1.00% Loans to MSMEs : BR + 1.00% The rate shall be inclusive of Collateral Management charges of 1% (0.75%)

	Collateral Management charges and 0.25% Referral charges, wherever applicable), being paid to Collateral Management Companies.
Fees To NSPOT	Fees @ 0.75% plus service tax is payable to NSPOT for services like maintenance of details of commodity, assaying, safe custody, creation of e-pledge, disposal of commodity, realization of sale proceeds and remitting the same to the Bank, etc.
Applicability	Identified branches.
Processing/ Documentation charges	As per extant guidelines.
Security	Primary Security : e-Pledge of commodity in favour of bank. Collateral Security : waived till further instructions. Third Party Guarantee : Discretion of sanctioning authority.
Disbursement	Disbursement shall be in tranches and only after creation of e-pledge of commodity on NSPOT platform in favour of Bank.
Insurance	To be taken or arranged by Collateral Manage with ABC. Copy to be given to the bank.

