



India's smaller companies have long faced difficulty in accessing bank loans. The [psbloansin59minutes website](http://psbloansin59minutes.com) was presented as the solution. Once a firm uploads key information such as tax returns and ownership details, proprietary algorithms on the website appraise the application, determine the loan amount that can be given and then connect the applicant to a bank branch – all in under 59 minutes. A new portal is launched by the central government in collaboration with SIDBI and 5 banks have been chosen namely State Bank of India (SBI), Punjab National Bank (PNB), Bank of Baroda, Bank of India, Vijaya Bank and Indian Bank to provide MSME loans in a faster manner.



Details of the loan

- The loan amount will be between Rs 10 lakh and 1 crore. The rate of interest (RoI) starts from 8%. After the approval in principle of the application, the loan amount will be disbursed in 7-8 working days.
- There is no mandatory requirement for collateral as the online portal is directly connected to the Credit Guarantee Fund Trust for Micro and Small Enterprises scheme.
- For registration, the borrower does not need to make any payment. A borrower whose proposal matches the products of lenders and who wants to receive an approval in principle will be required to make a nominal payment of Rs 1,000 plus applicable taxes.
- There is no fee for the registration, but once the applicant's proposal matches the bank's products, the borrower will have to be submitting a fee of Rs 1,000 plus taxes.

List of Documents Required

1. Annual Report (Latest 3 Years) (Audited if applicable)
2. ITR (Latest 3 Years)
3. Bank Statement Copy (Last 6 Months)
4. Sanction Letter Copy (If Any, previous loans availed from any bank)
5. Provisional /estimated /Projected Financials for current /future years

6. Net Worth Statements of Directors /Partners /Proprietor
7. Financials (Balance sheet and Profit & Loss statements) of the unit /Holding /Subsidiary /Associate (If Applicable)
8. Sales tax / Income Tax Assessment orders for the last three years, for the unit as well as Proprietor /Partners /Promoters /Directors as applicable
9. Memorandum of Association and Article of Association (If Applicable)
10. Certificate of Incorporation (If Applicable)
11. Copy of PAN Card
12. PAN card of all the promoters/Directors/Partners/Proprietor
13. Residence Address Proof of all Directors/Partners/Proprietor
14. Color photographs of all Directors/Partners/Proprietor
15. Copy of Udyog Aadhar Number (registered on <http://udyogaadhar.gov.in>)
16. MSME Registration Number & Certificate

The document requirements mentioned above are indicative and Bank reserves the right to call upon additional documents at its discretion based on credit, risk, compliance, loan and other applicable policies/guidelines of the Bank.

Convenience Fee

According to the scheme, all applicants have to pay a fee of Rs 1,180 on application, as well as 0.35 percent of the loan as processing fees, for being considered eligible.

Key features of the MSME loan in 59 minutes

- MSMEs will be able to apply for loans from SIDBI and 5 PSU Banks — State Bank of India, Bank of Baroda, Punjab National Bank, Bank of India, Vijaya Bank and Indian Bank.
- MSMEs will be able to connect with banks without visiting the branch. There will be no human intervention until the sanction and or disbursement stage.
- The portal will be using “sophisticated algorithms” to read and analyze data points from sources such as IT returns, GST data, bank statement etc.
- MSMEs can also get loans up to Rs 2 crore without any collateral using this portal.

Minimum and Maximum Loan Amount

The minimum loan amount that can be applied for, via this portal is 1 Lakh, and the maximum amount is set to 1 Crore. All MSME will get In principle approval of business loans from SIDBI and 5 Public Sector Banks (SBI, PNB, Bank of Baroda, Vijaya Bank and Indian Bank).

Interest Rates

There is no fixed interest mentioned. However, Interest rates will start from 8%. It will depend on business to business and the credit rating. It can be known during the final verification of submitted details by the selected bank.

Eligibility Criteria

A Company that falls under Micro, small or medium scale will be eligible for applying through this scheme.



The following are the documents required for MSME loan in 59 minutes:

- Bank statement of last 6 months in PDF format (for all business-related bank accounts).
- Digital version of KYC.
- Income Tax Returns for the last 3 years (XML format) and e-filing details.
- GST certification along with the GST ID and password.
- Ownership details/certificates of current ventures.
- Personal details of the applicant along with educational details.

How To Avail an MSME Loan in 59 Minutes?

Now the obvious question coming to your mind would be how to apply for MSME loan in 59 minutes? If you need business loan, follow the below mentioned steps:

Step 1: Visit the official website, www.psbloansin59minutes.com

Step 2: Next step is to complete the entire sign-up process by entering your name, mobile number, e-mail address, etc. Then click ‘Get OTP’ for the verification of the credentials.

Step 3: Enter the received OTP and click on proceed after agreeing to the terms and conditions.

Step 4: On the next screen appearing, you will have to answer a few basic questions with yes or no. Click proceed after answering all the questions.

Step 5: On the next step, you will be asked to fill your GST details, including GST ID and password. You will also have to fill the income tax information and upload the ITR in XML format for the last 3 years.

Step 6: At this step, you have to upload the bank statements for the past 6 months in the PDF format.

Step 7: Provide the details of the directors of the MSME, proprietor, and company address.

Step 8: This step is important! At this step, you have to provide the purpose for which you are availing the MSME loan. Also, you have to provide the details of previously availed business loans if any.

Step 9: At this step, you have to select the bank through which you want to avail the loan. The interest would vary from one bank to another. Notably, you must choose the bank that offers business loan at the lowest interest rate.

Step 10: Pay the convenience fee (INR 1,000) plus the applicable taxes. And download the approval letter(In principle approval subject to verification of documents in physical form)