

Machinery loan finance is also offered to small and new businesses, as well as to start-ups for the purchase of new equipment and to buy machinery items that shall help increase the productivity of their business and eventually result in their business growth and expansion. Individuals with no or less credit history can also avail machinery loans from NBFCs and MFIs at comparatively higher interest rates as compared to banks.

Documents List For A Machinery Loan

- PAN Card of the proprietor
- Aadhaar Card of the proprietor
- Bank Statements of the last 12 months (in PDF)
- Income Tax Returns For The Previous 2 years
- Latest Balance Sheet & P&L (provisional/audited)
- Shop Establishment License/Gumasta
- GST Registration Receipt
- GST Receipts/Challans
- Tax Invoice Copy of the Equipment/Machinery Purchased/Proforma Invoice/Quotation of the Machinery to be purchased.
- Proof of identity of the business owner such as pan card, passport etc. If the business is a partnership, these identities will be required from all the partners.
- Proof of address of the proprietor or all the partners of the business. The proof of address can be documents such as passport, driving license, Aadhar card etc.
- Latest colour photograph of the business owner or partners.
- KYC documents of all the partners or owner of the business. Sometimes, a duly filled KYC form might be requested.
- Proof of Income, including the bank statement of the past six months or one year of business for which the machinery loan is taken.
- Existing facility sanction letter.
- Original and valid quotation price of the machine that is to be purchased using machinery loan finance.

Eligibility Criteria

- At the time of application, the age of the borrower cannot be less than 25 years. Similarly, at the time of maturity, the borrower's age cannot exceed 65 years.
- While applying for a machinery loan for start-up, you might have to provide the lender with turnover reports. These reports should demonstrate an upward trend.
- The business for which a machinery loan is requested must be profitable for at least three years.
- A registered chartered accountant should have audited your business's latest balance sheets.
- Applicant must be between 21 years to 65 years to apply for machinery loan
- Business vintage to be minimum 2 years
- Last 2 years ITR
- Last 12 months' bank statement
- Applicant should not have defaulted on any previous loan.

Benefits

- It helps to buy new equipment/machinery and is also term as equipment financing
- Used to refurbish, modify or change existing machinery/equipment
- To repair faulty machines or equipment or to upgrade
- To buy machinery loan for new business
- Flexible loan repayment options with easy EMIs
- Used as a working capital loan or equipment finance
- Machinery loan for startups is an additional benefit for new businesses
- Collateral-free loans from selected NBFCs, Small Finance banks, etc.

**** Important Points To For All Applicants****

- 1. Please Note, If There Are Existing Loans, Submit Payment Track Record And Sanction Letter To Respective Loan Provider For Finalizing Loan Amount Eligibility.**
- 2. Credit Score Plays An Important Role In Finalizing Loan Amount & ROI****
- 3. Timely Payment Of EMI Helps In Maintaining A Good & Healthy Credit Score.**
- 4. Please Keep Sufficient Amount In Account Before ECS Hitting Date.**
- 5. Wisely Usage Of Money Is Highly Required For Financial Planning.**
- 6. Don't Miss To Pay Any EMI Amount , Neither Get Delayed On Due Dates.**
- 7. There Can We Change In Loan Documentation Requirements From Time To Time And My Vary In Banks, NBFC & Private Lenders. Will Update , If There Will Be Some Changes In Documentations.**