**Car Loan**

**WHAT IS CAR LOAN?**

**C**ar loan is taken to purchase a car (new or used) without having to pay the complete payment upfront. Car is hypothecated in the name of the lender/bank.

**Features:** Some really amazing features of car loan

* Flexible terms of contract and maximum loan tenure of upto 7 years
* Very competitive and attractive rates of interests
* Tax benefit on the payment of EMI’s if the vehicle is to be used for business purposes
* Everyone with a Permanent Income can apply for a car loan
* Some banks offer up to 100% of car finance on ex showroom price and generally up to 85% of car finance on ex-showroom price is available
* Very low processing fees and prepayment charges

**Eligibility criterion:**

Your eligibility for Car Loan depends on the following factors

* Income
* Age
* Qualification
* Period of employment
* Previous running EMI's

**Document Checklist:**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  | **Entity** | | |
|  | **Salaried** | **Sole Proprietorship** | **Partnership** | **Private Limited Company** |
|  | **Individual** | **Proprietor** | **Partner** | **Director** |
| **Individual documents** | | | | |
| Age & ID proof (any of the below): of Proprietor/Partner/Director   * PAN Card * Passport * Drivers’ License * Aadhar Card | **Yes** | **Yes** | **Yes** | **Yes** |
| Residence Address Proof (any of the below): of Proprietor/Partner/Director   * Passport * LIC Premium (not over two months old) * Utility Bill (not over two months old) * Arms License (not over two months old) * Mobile Bill (not over two months old) | **Yes** | **Yes** | **Yes** | **Yes** |
| Photograph of Proprietor/Partner/Director  with Signature | **Yes** | **Yes** | **Yes** | **Yes** |
| Sanction letter and schedules/Statement of loans in the name of individuals/partners/directors | **Yes** | **Yes** | **Yes** | **Yes** |
| Residence/Office Ownership (any of the below):   * Electricity Bill * Sales Deed Copy | **N.A.** | **Yes** | **Yes** | **Yes** |
| IT Return/Form16 of last 3 Years | **Yes** | **Yes** | **Yes** | **Yes** |
| Photograph with Signature | **Yes** | **Yes** | **Yes** | **Yes** |
| Last 6 months bank statement of all operative accounts | **Yes** | **Yes** | **Yes** | **Yes** |
| In the case of transfer of a loan: Last 12 months of  loans statement  along with the Sanction Letter of your previous bank | **Yes** | **Yes** | **Yes** | **Yes** |
| **Company/Firm related documents** | | | | |
| Business continuity proof - 3 years income tax return & income  statement | **N.A.** | **Yes** | **Yes** | **Yes** |
| Last3year audit report and audited financials | **N.A.** | **Yes** | **Yes** | **Yes** |
| Business incorporation date proof - PAN Card | **N.A.** | **N.A.** | **Yes** | **Yes** |
| Office Address proof (any one of the flowing):   * Utility bill (Electricity) * VAT/Sales Tax/Service Tax Registration certificate | **N.A.** | **Yes** | **Yes** | **Yes** |
| Partnership Deed | **N.A.** | **N.A.** | **Yes** | **N.A.** |
| Certificate of Registration | **N.A.** | **N.A.** | **Yes** | **Yes** |
| List of current partners with shareholding on firm letterhead | **N.A.** | **N.A.** | **Yes** | **Yes** |
| MOA(Memorandum of Association ) and AOA (Articles of Association) | **N.A.** | **N.A.** | **N.A.** | **Yes** |
| Latest share holding pattern on company letterhead | **N.A.** | **N.A.** | **N.A.** | **Yes** |
| List of current Directors on company letterhead | **N.A.** | **N.A.** | **N.A.** | **Yes** |
| Certificate of Incorporation | **N.A.** | **N.A.** | **N.A.** | **Yes** |