

Emergency Credit Line Guarantee Scheme (ECLGS)

Operating Guidelines

June 20:

Purpose:

To extend benefit of ECLGS to our existing MSME customers as per guidelines issued by NCGTC. The benefit is defined as a pre-approved sanction limit of up to 20% of loan outstanding as on 29th February 2020 to eligible borrowers, in the form of additional working capital term loan facility in view of COVID-19 crisis, as a special scheme.

Parameters	Details
Eligibility	As per guidelines issued by NCGTC on 23 May 2020 and further amendment if any.
Maximum loan amount	20% of loan outstanding as on 29 th Feb 2020
Rate of Interest	Maximum 14%
Tenure	48 month First 12 monthly only interest repayment
Existing a/c status	Less than or equal to 60 DPD as on 29 th Feb 2020 This need to be checked across MLIs (Member Lending Institutions) as per bureau scrub from central team.
Pre-payment	Allowed without any additional charges
Processing Fee	Not applicable
Collateral	No additional collateral shall be asked for funding under ECLGS
Approach	Fresh loan disbursement without existing loan closure
Documentation	Application Form Latest KYC Banking (optional) SPDC – 3 PDC - 3 NACH New loan agreement GST (non-mandatory) – Borrower must be GST registered where such registration is mandatory. Not applicable to MSMEs that are not required to obtain GST registration. Mortgage extension for top up loan amount
Income proof	Not required
Applicant	Firm / Business Enterprises / MSMEs constituted as proprietorship, partnership, registered company, trusts and LLPs.
Co-applicant	All partners Directors Proprietor
Additional co-app	Same as previous loan application
PD visit	BCM / SCH / SBH
Collateral	Additional collateral not required in secured loan cases

ECLGS policy amendment – 1

Aug 20:

ECLGS facility has been extended to “Individual borrowers” of ACPL who have availed loan for business purpose as per guidelines received from NCGTC on Aug 04, 2020. There is no change in other terms & condition, process and underwriting guidelines as per

ECLGS policy amendment – 2

Nov 20:

The existing scheme has been renamed as ECLGS 1.0 and the scope of existing scheme has been enlarged with introduction of ECLGS 2.0 under this amendment as per guidelines received from NCGTC on Nov 26, 2020.

The turnover limit prescribed in earlier guidelines for ECLGS 1.0 has been removed henceforth. The last date of sanction under this scheme (ECLGS 1.0 and ECLGS 2.0) has been revised to March 31, 2021 or till guarantees for an amount of Rs.3 lakh crore are issued by NCGTC, whichever is earlier.

Parameters	Details
Scheme	ECLGS 2.0
Eligibility	As per guidelines issued by NCGTC on 26 Nov 2020 and further amendment if any.
Maximum loan amount	20% of loan outstanding as on 29 th Feb 2020
Loan outstanding	Above 50 cr. & not exceeding Rs.500 cr. across MLIs as per bureau scrub as on Feb 29, 2020
Rate of Interest	Maximum 14%
Nature of business	Customers having operations in the 26 sectors identified by Kamath Committee on Resolution Framework in its report dated Sept 4, 2020 and the Healthcare sector.
Tenure	60 month First 12 monthly only interest repayment
Days past due	Less than or equal to 30 days as on 29 th Feb 2020 This need to be checked across MLIs (Member Lending Institutions) as per bureau scrub received from central team.

Rest other terms & conditions, underwriting guidelines, process and documentation will remain same as per original ECLGS policy and amendments in Aug 2020.