

Ref. No. CGTMSE /194

February 03, 2022

All Lending Institutions

Circular No.194 / 2021 – 22

Madam / Dear Sir,

**Inclusion of Non-Scheduled Urban Co-operative Banks,
State Co-operative Banks and District Central Co-operative Banks
as Member Lending Institutions**

Please refer to Circular 165/ 2019-20 dated September 18, 2019 regarding inclusion of Scheduled Urban Co-operative Banks as Member Lending Institutions (MLIs) under CGTMSE. In this regard, it is clarified that Non-Scheduled Urban Co-operative Banks (NSUCBs), State Co-operative Banks (StCBs) and District Central Co-operative Banks (DCCBs) are also made eligible to be included as Member Lending Institutions (MLIs) of CGTMSE with following eligibility criteria:

- Minimum CRAR of 9%
- Net profit during the last completed FY;
- Gross NPAs of 5% or less;
- Compliance with CRR / SLR requirements; and
- No major regulatory and supervisory concerns

It may be noted that all other covenants of the current Credit Guarantee Scheme would apply mutatis mutandis to such guarantee proposals with regard to other operational modalities, etc, as modified from time to time.

Eligible NSUCBs, StCBs & DCCBs are requested to approach CGTMSE for completing the formalities with regard to registration as Member Lending Institution (MLIs) of CGTMSE and one time execution of specified documents with the Trust.

Yours faithfully,

Sd/-
(Promod Bakshi)
Deputy General Manager

