

## **CREDIT GUARANTEE SCHEME FOR EXPORTERS (CGSE)**

Government of India, through the Department of Financial Services, Ministry of Finance, has introduced Credit Guarantee scheme for Exporters (CGSE) to provide 100% guarantee coverage to Member Lending Institutions (MLIs) for the additional assistance extended to eligible exporters sectors (both direct and indirect) affected by US Tariff in 26 impacted sectors, including eligible Micro, Small and Medium Enterprise (MSME) exporters to manage short-term liquidity mismatches and explore new potential markets.

The CGSE shall be managed by National Credit Guarantee Trustee Company Limited (NCGTC) a wholly owned company of DFS GOI.

The scheme will be implemented through **Jan Samarth Portal** which is a national unified Credit Portal launched by GOI to connect beneficiaries, lending institutions and nodal ministries on a single digital platform for end-to-end credit linked govt schemes.

**Duration of the Scheme:** The scheme would be available from the date of announcement of the Scheme till issue of guarantees for loans amounting to Rs.20,000 crore or 31.03.2026, whichever is earlier.

### **Eligible Borrower:**

Direct Exporters (MSMEs  $\geq 5\%$  of Total Turnover, Non-MSMEs  $\geq 20\%$  of Total turnover) Export Turnover to US in 26 impacted sectors.

Indirect Exporters (MSMEs supplying  $\geq 30\%$  of Total turnover) to Direct Exporters who are eligible under the scheme.

Standard Accounts as on 30.09.2025 ( Other than SMA 2 & NPA).

### **Quantum of Finance:**

20% of existing export working capital limits (FB+NFB) in case of direct exporters and 20% of existing working capital limits (FB+NFB) in case of Indirect exporters (Maximum Loan amount Rs 50 Crore per borrower)

**Processing Fees:** NIL

**Prepayment Penalty:** NIL

**Guarantee Cover:** 100%

**Tenor of the Loan:** 4 years fixed, including 1 year moratorium. The loan shall be repayable in equal monthly instalments after the moratorium period.

**Interest Rate:** Interest rate on facility under the Scheme shall be 1% below interest rate on any existing working capital facility of MLI on date of issue of guidelines, capped at 10% p.a. (for Banks/FIs) and 14% p.a. (for NBFCs), subject to extant RBI guidelines.

Interest rate shall not be below the benchmark rate, EBLR in case of MSME and MCLR (1Month) in case of Non-MSME.

**Security:** Charge on the primary securities (existing and proposed under the Scheme) and on existing collateral securities. No additional collateral shall be sought for additional funding under the Scheme. No fresh personal/ corporate guarantee or extension of existing personal/corporate guarantee be obtained.

**Lock in period** for invocation of Guarantee shall be 6 months from the date of commencement of guarantee cover. NCGTC shall pay 75% of the guaranteed amount within 30 days of lodgement of claim.