

EMERGENCY CREDIT LINE GUARANTEE SCHEME (ECLGS) 5.0

Objective of the Scheme:

To enable the eligible borrowers to tide over any short-term liquidity mismatches in view of West Asia crisis.

Managed by:

National Credit Guarantee Trustee Company Limited (NCGTC), a wholly owned company of Department of Financial Services (DFS), Ministry of Finance, Government of India.

Who can apply?

All business enterprises including MSMEs having Fund Based Working Capital(FBWC) limits from Banks as on 31.03.2026, subject to the following criteria:

- ✓ The borrower's credit facilities should be categorized as 'standard' (excluding SMA-2) as on 31.03.2026.
- ✓ Borrowers who have availed additional credit facility under Credit Guarantee Scheme for Exporters (CGSE) are not eligible under the extant scheme up to the limit already availed under CGSE.
- ✓ Non-MSMEs in the selected sectors {i.e., [a]Non-Banking Financial Companies, [b]Power (Generation, transmission and distribution), [c]Telecom, [iv]Sugar & Ethanol, [v]Information Technology, [vi]Paper & Paper products, [vii]Educational Institutions and [viii]Beverages (excluding Tea & Coffee and Tobacco)} are excluded from the purview of the Scheme.

Quantum of Assistance per Borrower:

Up to 20% of the peak Fund-Based Working Capital [FBWC] outstanding during the fourth quarter of FY 2025-26 (i.e., between 01.01.2026 and 31.03.2026 both days inclusive), subject to a maximum of Rs.100 crore per borrower.

Guarantee Coverage:

For MSMEs: 100% on amount in default
For non-MSMEs: 90% on amount in default

Interest Rate Cap:

9.00%pa [Floating]

Guarantee Fee:

Nil

Duration of the Scheme:

The scheme is available till issue of guarantees for loans amounting to Rs.2,55,000 crore (initially up to Rs.1,05,000 crore & after assessing the situation overall limit of Rs.2,55,000 crore to be released) or 31.03.2027, whichever is earlier.

Type of facility:

Working Capital Term Loan

How to Apply?

The applicant borrowers need to apply through JanSamarth portal [URL: www.jansamarth.in] by submitting required particulars and obtain Application Code. Borrowers need to approach the home branch with Application Code received from JanSamarth portal.

For more information about the scheme:

Contact your home branch of City Union Bank Limited. You can also check the scheme details in the NCGTC portal [URL: www.ncgtc.in].