

All Member Lending Institutions (MLIs) – CGS – I & II

Circular No.260/2025-26

Madam / Dear Sir,

Delhi Credit Guarantee Scheme (DCGS)

CGTMSE in collaboration with the Government of NCT Delhi has launched a Special Credit Guarantee Scheme "Delhi Credit Guarantee Scheme (DCGS) for the Micro & Small Enterprises (MSEs) situated in NCT Delhi. Under the scheme, 75%-90% of the guarantee coverage for a credit facility will be provided by CGTMSE as being done hitherto depending upon the category of the borrower/geography etc. and balance 20%-5% coverage shall be provided by Government of NCT Delhi taking the overall guarantee coverage to 95%. Under the Scheme, enhanced guarantee coverage will be available upto NPA level of 10% of crystallized portfolio (portfolio will be crystallized at the end of each FY). In case the NPA level exceeds the above limit of 10% of crystallised portfolio, thereafter, the claims will be settled as per the terms of normal Credit Guarantee Scheme of CGTMSE.

The Scheme shall be effective for all the credit facilities sanctioned on or after February 01, 2026 and continue till the portfolio reaches an approved guarantee level commensurate with the contribution from the Government of NCT Delhi. All the existing MLIs shall be eligible under DCGS. Apart from 95% guarantee coverage, all other terms and conditions of the respective Credit Guarantee Schemes shall be applicable mutatis mutandis under DCGS.

This initiative will support meeting the financial assistance needs of MSEs in NCT Delhi. You are requested to take steps to popularize the DCGS & ensure that the objective of the Scheme is actualised.

The contents of this circular may please be brought to the notice of all your offices located in NCT Delhi.

Yours faithfully,

Sd/-

(Dhiraj Kumar)
Deputy General Manager

