

## **CGTMSE(Credit Guarantee Fund Trust for MSE)**

**About:** CGTMSE scheme is a significant initiative designed to support first-generation entrepreneurs in India, encouraging them to pursue self-employment opportunities. By offering credit guarantee support for collateral-free and third-party guarantee-free loans, it seeks to remove one of the major hurdles for Micro and Small Enterprises (MSEs)—the absence of collateral.

- **Scheme Benefits:**

- ◆ **Collateral-free loans up to Rs. 2 crore:** The scheme provides credit guarantees for loans without the need for collateral or third-party guarantees.

- ◆ **Guarantee coverage:**

- Up to 85% for Micro Enterprises on loans up to Rs. 5 lakh.
- 75% coverage for other MSEs.
- 50% coverage for loans related to retail activity.

- **Eligibility:**

- The scheme is open to both existing and aspiring entrepreneurs, ensuring that both new and growing businesses can benefit from this support.
- Assessment by Member Lending Institution (MLI) as viable and profitable, with a good track record. Borrower must not be defaulter.
- MSME must be recognized as per MSME ACT 2006.

- **How to Apply:**

- ◆ Through Member Lending Institutions (Banks and NBFCs) <https://www.cgtmse.in/>
- ◆ Identify eligible financial institutions registered under CGTMSE
- ◆ Submit the loan application with the required documents

### **Documents Required**

- Identity proof i.e. Aadhaar Card, Voter ID Card, etc.
- Proof of age
- Caste certificate, if applicable
- Disability certificate, if applicable
- Any other document, if required.

### **Relevant Link-**

[cgtmse.in/Default/ViewFile/?id=1673390907997](http://cgtmse.in/Default/ViewFile/?id=1673390907997) CGTMSE - Scheme Document CGS  
[I updated as on Jan 10, 2023.pdf&path=Page](#)