

To

The Chairman / Managing Director & CEOs  
All Scheduled Commercial Banks (incl. Regional Rural Banks & Small Finance Banks),  
All NBFCs-Investment & Credit Companies,  
All NBFC-Micro Finance Institutions and other Micro-Finance Institutions  
[hereinafter referred to as Member Lending Institutions [MLIs]] and  
Sa-Dhan

Dear Sir/ Madam,

**SIDBI Circular No. 01 /2020-2021/Interest Subvention Scheme**  
**Interest Subvention Scheme for MUDRA – Shishu loan**

The Covid 19 pandemic and the consequent lockdown has been highly disruptive in terms of businesses, more particularly for the Micro enterprise segment. In order to alleviate this, the Hon'ble Finance Minister, as a part of the economic stimulus package, viz., Atmanirbhar Bharat Abhiyaan, announced on 14 May 2020 an "Interest Subvention Scheme for MUDRA – Shishu loans" wherein MUDRA - Shishu loans would be given an interest subvention of 2% for a period of 12 months. The Department of Financial Services (DFS), Ministry of Finance, GoI, vide their Circular / letter dated has come out with the details of the Scheme, which is attached at **Annexure I.**

- (1) As per DFS's Circular, SIDBI has been designated as the single national level nodal implementation agency for the said scheme.
- (2) The captioned Scheme shall cover all such MLIs who have submitted data on the PMMY portal, (both Performance & NPA data), of their MUDRA loans as on 31 March 2020.
- (3) All such MLIs shall inform their Borrowers about the said Scheme. SIDBI / MUDRA too may inform the borrowers independently. Each MLI shall ensure that the Interest Subvention amount is released to the concerned eligible MUDRA -Shishu borrower.
- (4) Further, Operational Modalities of the Scheme are given in **Annexure II.** Format for claim submission is given at **Annexure III.** Broadly, the claim shall be submitted as a combination of an estimate of interest subvention amount for the initial 3 / ensuing 2 months and / or the reconciliation of previous 2 months.

बैंक हिन्दी में पत्राचार का स्वागत करता है।

भारतीय लघु उद्योग विकास बैंक

नई दिल्ली कार्यालय, तृतीय एवं चतुर्थ तल, आत्मा राम हाउस, 1 टॉलस्टॉय मार्ग, नई दिल्ली-110 001. दूरभाष: 011 23448300

**SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA**

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All the submitted claims must be duly certified and countersigned by the MLI's Statutory Auditor / Independent Chartered Accountant.

- (5) Each MLI shall submit one consolidated claim for their respective institution. For this purpose, each MLI is advised to route their claim through the Nodal Officer appointed for PMMY. In case of any change in name and other details of Nodal Office / Authorized Officer, the same should be informed to SIDBI and MUDRA immediately.
- (6) For the purpose of release of funds against the claim, each MLI will provide details of a dedicated account, such as name of the bank, branch, account no., RTGS Code / NEFT Code of the Bank etc. to SIDBI / MUDRA.
- (7) SIDBI will release funds against the MLI's claim subject to availability of funds from Gol.
- (8) For the benefit of all, a list of Frequently Asked Questions [FAQs] is given at **Annexure IV**.
- (9) In case of any queries or any other communication in this regard, the same may be addressed to:

<b>The General Manager</b> SIDBI Atmaram House, 1 Tolstoy Marg, New Delhi - 110001  <b>Email:</b> shishuloans_iss@sidbi.in	<b>Contact Persons :</b> 1) Shri Subodh Kumar, GM 9879211666 2) Shri Rajesh Kumar, AGM 99997 06510 3) Shri Aditya Mishra, AGM 84084 23324 4) Shri Harshit Aggrawal, AM 98187 50801
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- (10) MLIs are requested to initiate necessary action from their end for early implementation of the Scheme. Please give wide publicity to the scheme and also bring its contents to the notice of all your operational offices/ BOs. SIDBI / MUDRA also reserves the right to communicate with these borrowers.

Yours faithfully,



(Subodh Kumar)  
General Manager

Encl : As above