

**MISSION FOR ELIMINATION OF POVERTY IN MUNICIPAL AREAS (MEPMA)
TELANGANA STATE**

From
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Mission Director,
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Hyderabad

To
The Convenor,
State Level Bankers Committee,
Telangana State
Hyderabad

Lr. No.195846/MEPMA-SUSV/ACS/1/2020

Date:15/09/2022

Sub: Pattana Pragathi – Street Vendors Development - Telangana - DAY-NULM – PM SVANidhi 2.0 – Clarifications with regard to third loan of upto Rs. 50,000/- – Regarding.

Ref: 1. Guidelines of PMSVANidhi

2. Instructions of the Hon'ble Minister, MA&UD, GoTS on development of Street Vendors as a part of Pattana Pragathi Program launched on 24.02.2020.

3. FNo.K-12017(30)/2/2020-UPA-II-UD, Dt:14.09.22 of Director, PMS, MoHUA, GoI

Kind attention is invited to the references cited, and it is to inform that, the Ministry of Housing and Urban Affairs, Government of India has launched the scheme of 'PM Street Vendor's AtmaNirbhar Nidhi (PM SVANidhi) Scheme for providing Special Micro-Credit Facility to Street Vendors to resume their livelihoods that have been adversely affected due to COVID-19 lockdown. Ministry had introduced the provision of 3rd loan of upto Rs.50,000/- with a term of 36 months in addition to earlier 1st and 2nd loans of Rs.10,000/- and Rs. 20,000/- respectively.

2. The following clarifications are being issued by the Ministry with respect to the 3rd loan of Rs. 50,000/- under the PM SVANidhi Scheme.

Sl. No.	Issues	Clarifications
1.	Minimum loan amount	Rs. 30,000/- (Rupees Thirty Thousand)
2.	Minimum Repayment Period	36 Months, However, Street Vendor (SV) can pre-pay without any prepayment penalty
3.	Moratorium	As per the Lending Institution policy but within the overall repayment period of 36 months
4.	Upfront fee/ processing fee	As per the policy of the LIs in accordance with the extant RBI guidelines
5.	Margin Money	NIL
6.	Age of SV	Should be an adult. No upper age limit envisaged in the Scheme. However, the LI may consider taking an appropriate loan insurance, premium of which could be payable by the Borrower
7.	Security	Loan is proposed to be unsecured and guaranteed by CGTMSE without payment of any guarantee fee as per the guidelines issued earlier. Hence, no additional security other than DPN is envisaged.
8.	Credit Score	Not applicable as SV has already availed and fully repaid two loans under PM SVANidhi scheme. However, LI may refuse

		loan only if SV's any existing loan in NPA
9.	Udyam Registration	Not required
10.	Project Proposal	No other document, financial papers including project proposal is envisaged under the scheme
11.	Regular monitoring tools like visit, stock statement, end use verification etc.	As it is a scheme with special dispensation supported by Government of India to help bring SVs to mainstream banking system, no such monitoring measures including end use verification are envisaged in this scheme.
12.	Insurance	Not envisaged. However, LI may provide insurance product commensurate with loan amount with the consent of the Borrower
13.	Documentation	As there is no security envisaged, LIs may consider taking an Undertaking and Demand Promissory Note only from the SV. However, LIs may consider taking a one-time declaration of stock/ other particulars from the SV towards end use of funds. However, submission of bills/ receipts should not be insisted upon.
14.	Cashback for digital transactions	At par with and second loan borrowers
15.	Any other operational matter	As per the Policy of the LIs in accordance with the extant RBI guidelines.

3. Further, as per the operational guidelines issued by MoHUA dated 22.07.2022 with respect to availing of the Credit Guarantee from CGTMSE, the Clause 14 – “Invocation of Guarantee” under V. – “Claims” is being modified as:

“The Member Lending Institutions (MLIs) may invoke the guarantee in respect of credit facilities under a portfolio within a maximum period of 2 Years from the NPA date. However, the final claim, if any, has to be filed on or before 29.02.2028”.

4. Hence it is, requested to issue necessary instructions to Heads/ Controllers of all the Banks to sanction and disburse 3rd loan of Rs.50,000/- to all eligible street vendors without any delay under PM SVANidhi Scheme and also update the progress in Udyami mitra portal.

Yours faithfully,
Dr N Satyanarayana I A S
MISSION DIRECTOR

Copy to the MCs of all ULBs of Telangana for necessary action
Copy to the PD, PD/DMC, MEPMA of all Districts of Telangana for necessary action
Copy to the AC, UCD, GHMC for necessary action

Copy submitted to the Special Chief Secretary to the Government, MA&UD Department, Govt. of Telangana State for kind information.