

Ref. No. CGTMSE /44/

August 10, 2022

All Lending Institutions

Circular No.203 / 2022 – 23

Madam / Dear Sir,

**Important Instruction for online payment of
Guarantee fee (GF)/ Annual Guarantee Fee (AGF) and Recovery amount**

Please refer to our Circular No.124, 127, 171 and 178 regarding online payment of Guarantee Fee (GF)/Annual Guarantee fees (AGF) and recovery amount through Virtual Account No. (VAN) using NEFT/ RTGS. It has been observed that Member Lending Institutions (MLIs) are remitting fees / recovery amount from their '**Parking accounts / Temporary bank accounts**' in which inward NEFT/RTGS are disabled or are arranging payments directly from third party's account. It is advised that, CGTMSE banking system validates all inward payments before its acceptance and in case of any likely error in account no., amount, VAN id etc., the payments are returned to the source accounts. In event of payments not being accepted by source account at MLI's end, CGTMSE's operating banker faces an issue in returning the payments to MLI's. It is reiterated that the payments due to CGTMSE is to be remitted from MLI's bank account only and not from any third party's account. MLI may preferably remit the payments to CGTMSE from their account which is same as per the Bank Mandate Form submitted to CGTMSE (for claim settlement) for ease of operation.

The contents of the Circular may please be brought to the notice of your concerned offices.

Yours faithfully,

Sd/-
(Jigar Shah)
Chief Operating Officer

