

All Member Lending Institutions (MLIs) – (CGSCL) CGS III

Circular No.252/2024-25

Madam / Dear Sir,

Reduction in Annual Guarantee fee for guarantees above 1 cr - (CGS -III)

Please refer to CGTMSE Circular no. 236/2023-24 dated January 01, 2024 on Annual fee structure for guarantee upto ₹ 5 cr. In order to further lower the cost of credit on MSEs it has been decided to reduce the Annual guarantee fee for Guarantee above ₹ 1cr to ₹ 5 cr. Accordingly, the revised fee structure is as under :

Slab (₹)	Proposed Rate
	Standard Rate % (AGF)
0 - 10 lakh	0.37
Above 10 lakh -50 lakh	0.55
Above 50 lakh -1 crore	0.60
Above 1 crore -2 crore	0.85
Above 2 crore -5 crore	1.00

The above revised fee structure shall be applicable to all the guarantees approved on or after April 01, 2025.

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

Yours faithfully,

Sd/-

(Dhiraj Kumar)

Deputy General Manager