



E-Serve No.: 169 of 2026 | Date: May 12, 2026

Sub: Dissemination of Operational Guidelines - Emergency Credit Line Guarantee Scheme (ECLGS) 5.0: Regarding



सत्यमेव जयते

वस्त्र मंत्रालय
MINISTRY OF
TEXTILES
GOVERNMENT OF INDIA



Operation Guidelines on Emergency Credit Line Guarantee Scheme (ECLGS) 5.0

Key Highlights

- ❖ 100% Govt. Guarantee
- ❖ Additional working capital support
- ❖ Collateral free assistance
- ❖ Support for MSMEs

Members are advised to go through the detailed guidelines issued by NCGTC

www.texprocil.org

Dear Madam / Sir,

As you may be aware that, the Union Cabinet has approved the Emergency Credit Line Guarantee Scheme (ECLGS) 5.0 on 5th May 2026 to support businesses facing liquidity stress arising from the ongoing West Asia crisis. (Ref.

Under this scheme, additional credit support of up to Rs. 2.55 lakh crore is expected to flow into the economy, including targeted assistance for MSMEs.

The key features of ECLGS 5.0 are as under:

- 100% Government guarantee coverage for MSME borrowers through National Credit Guarantee Trustee Company Limited (NCGTC).
- Additional working capital support of up to 20% of peak working capital utilization during Q4 FY 2025-26, subject to a cap of Rs. 100 crore.
- No guarantee fee payable by borrowers or lenders.
- Loan tenure of 5 years, including a moratorium period of 1 year.
- Applicable for loans sanctioned up to 31st March 2027.

The Scheme is expected to provide collateral-free additional working capital assistance and liquidity support to eligible borrowers.

[Enclosed](#) herewith are the detailed operational guidelines on ECLGS 5.0 issued by National Credit Guarantee Trustee Company Limited for your information and necessary action.

Members are advised to go through the same carefully. The detailed guidelines may also be accessed at the following official link ([click here](#))

Further, for the benefit of our members and to facilitate a better understanding of the Scheme, [TEXPROCIL is organizing a webinar with senior officials of National Credit Guarantee Trustee Company Limited on 29th May 2026 at 3.00 PM. The detailed circular along with registration details for the webinar will be circulated shortly.](#)

Members are requested to take note of the above.

Regards,

Dr. Siddhartha Rajagopal
Executive Director

::TEXPROCIL::

TEXPROCIL respects your privacy. You are receiving this email because of your membership with TEXPROCIL.

To ensure that you continue receiving our emails, please add us to your address book or safe list.

Subscribe us on WhatsApp +91-9152009163



Engineering Centre, 5th Floor, Shrimad Rajchandraji Marg,
Mumbai, Maharashtra 400004, India

[Unsubscribe](#)