

GOVERNMENT OF INDIA
MINISTRY OF CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION
DEPARTMENT OF FOOD AND PUBLIC DISTRIBUTION

RAJYA SABHA
UNSTARRED QUESTION NO. 2755
TO BE ANSWERED ON 17TH MARCH, 2026

IMPLEMENTATION FRAMEWORK OF CGS-NPF

2755 # SHRI MOKARIYA RAMBHAI:

Will the Minister of *Consumer Affairs, Food and Public Distribution* be pleased to state:

- (a) the objectives, key features and implementation framework of the Credit Guarantee Scheme for e-Negotiable Warehouse Receipts for Pledge Financing (CGS-NPF);
- (b) the State-wise targets set for the on-boarding of banks and the adoption of e-NWR for the year 2025–26;
- (c) whether the Ministry has prescribed any categories under CGS-e-NPF for giving priority to small, marginal, women and SC/ST farmers; and
- (d) if so, the details of the eligibility criteria thereof?

A N S W E R

MINISTER OF STATE FOR MINISTRY OF CONSUMER AFFAIRS,
FOOD & PUBLIC DISTRIBUTION
(SHRIMATI NIMUBEN JAYANTIBHAI BAMBHANIYA)

(a) The objective of CGS-NPF Scheme is to encourage banks to extend pledge finance against e-NWRs to farmers and traders for their agricultural/ horticultural produce. Key features of Credit Guarantee Scheme for e-NWR based pledge Finance (CGS-NPF) are as follows:

Total Corpus	Rs. 1000 Crores
Coverage	Loans up to Rs. 75 lakhs for agricultural purpose and Loans up to Rs. 200 Lakhs for non agricultural purpose
Eligible Institutions	All scheduled banks and all cooperative banks
Eligible Borrowers	Small and Marginal Farmer (SMF)/ Women/SC/ST/PwD Farmers, other farmers, MSMEs, Traders, FPOs and Farmer cooperatives.
Risks covered	Credit and warehouseman risk
Guarantee Fee	0.4% p.a. for farmers and 1% p.a. for non-farmers
Guarantee coverage	85% for loans up to Rs. 3 lakhs, 80% for loan between 3 to 75 lakhs for small and marginal farmers/ women/ SC/ST/PwD 75% for other borrowers.

Settlement of claim*	Eligible claim	1st instalment of claim (% of default amount)	2 nd instalment of claim (% of default amount)
	Upto Rs. 75 Lakhs	75%	25%
	Above Rs. 75 Lakhs and upto Rs. 2 crore	60%	40%

*Settlement of the guarantee claim of the banks would be done in two stages.

NCGTC has been appointed as the implementing agency to operate the said credit guarantee scheme. The banks have been onboarded with NCGTC to avail the guarantee under the scheme.

(b): No state-wise targets for Credit Guarantee Scheme for e-NWR based pledge Finance (CGS-NPF) have been set for onboarding of banks and the adoption of e-NWR for the year 2025-26.

(c) & (d): The CGS-NPF is majorly focused on Small and Marginal Farmers, Women, SC, ST and Divyangjan (PwD) farmers, FPOs, farmer cooperatives and other farmers.

Small and marginal farmers/Women/SC/ST/PwD farmers have been provided higher guarantee coverage, i.e. 80-85 % and lower guarantee fee, i.e. 0.4%. For other/non- farmer borrower, guarantee coverage is 75% and guarantee fee is fixed at 1 % per annum.
