Subject: Formation of Collectives (Common Interest Groups (CIGs)/ Joint Liability Groups (JLGs)) of the Vendors- PM SVANidhi Scheme.

Dear Sir,

Ministry of Housing and Urban Affairs is implementing the Prime Minister Street Vendor's AtmaNirbhar Nidhi (PM SVANidhi), since on June 01, 2020 to facilitate micro credit upto ₹ 10,000 to the street vendors so that they can start their businesses which were adversely affected due to COVID-19 pandemic.

2. It gives me immense satisfaction to share that the scheme has made rapid strides with the active cooperation of all the stakeholders. Till date, 43.9 lakh loan applications have been received and 32.1 lakh applications have been sanctioned. Out of these, 28 lakh loans amounting to ₹ 2,855 Cr have been disbursed.

3. I would liked to state that as per the Scheme guidelines, Common Interest Groups (CIGs) of street vendors formed by Urban Local Bodies (ULBs), can be converted into Joint Liability Groups (JLGs) by Lending Institutions (LIs). This provision was incorporated to facilitate approval of loans by NBFCs /MFIs as they prefer the JLG /CIG for lending.

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4. I, would therefore, request you to issue necessary instructions to all the ULBs to form CIGs of the street vendors to ensure maximum coverage of the scheme and share the list of CIGs with LIs to form JLGs urgently. Similarly, the LIs will share the list of JLGs with ULBs. List of these CIGs and JIGs may also be shared with the Ministry.

5. I am sure that with our collective efforts, we shall be able to realize the vision of 'AatmaNirbhar Vendor'. I shall highly appreciate an early Action Taken Report (ATR) in this matter.

Regards,

Yours Sincerely,

(Sanjay Kumar)

To

1. Principal Secretary/Secretary,
   Department of Urban Development/Municipal Administration/LSG
   of the States/UTs/ Nodal Officer (PM SVANidhi) of all States/UTs

2. The Chairman/Managing Director/CEO
   All Public Sector Banks/Private Sector Banks
   /Small Finance Banks/Regional Rural Banks /Cooperative
   banks/NBFC/MFIs implementing PM SVANidhi