

Timelines for Credit Decision for MSE Units

In terms of the RBI circular Master Direction FIDD.MSME & NFS.12/06.02.31/2017-18 – dated July 24, 2017, banks are required to make disclosures on the timelines for conveying credit decisions through their websites. In line with the same, the timelines for decisioning loan applications of MSE units are as follows:

Timelines for sanction of all loan applications for MSE units:

- i. Up to Rs. 5 lakh: To be disposed of within 2 weeks,
- ii. For credit limit above Rs.5 lakh and upto Rs.25 lakh: Within 3 weeks and
- iii. For credit limit above Rs.25 lakh: Within 6 weeks

The above time limits however may be, are outer limits only and expeditious disposal even before expiry of above limits from the date when the application, complete in all respects with generally required information and financial statements, is submitted to the Bank, will be endeavoured at all levels.