Interest Subvention Scheme for MSME Exporters

Government of India – Export Promotion Mission (EPM): Niryat Protsahan -Effective from 02 January 2026

The Government of India, through the Directorate General of Foreign Trade (DGFT) and Reserve Bank of India (RBI), has launched a **new Interest Subvention Scheme** to support **MSME exporters** by reducing the cost of pre- and post-shipment **rupee export credit**.

Indian Bank is pleased to extend this benefit to all eligible MSME exporter customers.

🌟 Key Benefits

1. Interest Subvention @ 2.75% p.a.

MSME exporters can now avail **2.75% per annum interest relief** on eligible pre-shipment and post-shipment rupee export credit.

2. Annual Benefit up to ₹50 Lakhs

Each eligible exporter (IEC-wise) can avail up to **₹50 lakh per financial year** as interest subvention.
For FY 2025-26, the full ₹50 lakh cap applies—no pro-rata.

3. Applies Only to New Sanctions

Interest subvention is applicable **only on export credit sanctioned on or after 02.01.2026**.

🎯 Who is Eligible?

The scheme is available to:

✔ Valid MSME manufacturer exporters and merchant exporters
✔ Exporters with a valid IEC and Udyam Registration
✔ Exporters dealing in DGFT-notified positive list of HSN-6 digit tariff lines
✔ Export credit facilities sanctioned as per RBI guidelines

Exporters who graduate out of MSME category remain eligible for 3 more years, as per MSME notification.

Not Eligible

✗ Deemed exports under Chapter 7 of FTP 2023
✗ Accounts classified as NPA before completion of the export cycle

📝 Mandatory Requirement – UIN (Unique Identification Number)

For availing export credit under this scheme, exporters must:

1. File an **online intent** on the DGFT portal
2. Obtain a **UIN** (Unique Identification Number)
3. Share the UIN with the bank's branch for availing benefit under the scheme.

Separate UINs must be generated for each lending bank in case of multiple bank relationships.

📌 Important Notes for Exporters

- Ensure that your export credit pertains **exclusively to eligible HSN lines**.
- Maintain track of total subvention claimed across banks to remain within the **₹50 lakh annual limit**.
- Misutilisation or incorrect claims will be subject to recovery and regulatory action.

📢 Encouraging All MSME Exporters

We encourage all our MSME exporter customers to take advantage of this interest subvention scheme and improve their export competitiveness.

For further details or assistance, please reach out to your nearest Indian Bank branch.

Update: DGFT Clarification on Interest Subvention Scheme (Trade Notice 03/2026-27 dated 13 May 2026)

The Directorate General of Foreign Trade (DGFT) has issued important clarifications vide Trade Notice 03/2026-27 dated 13 May 2026 (Click here to Download) to facilitate smooth implementation of the Interest Subvention Scheme under Export Promotion Mission (EPM) – Niryat Protsahan.

🔔 Key Clarifications

1. Relaxation for FY 2025-26 (02.01.2026 – 31.03.2026)

Interest subvention will be **admissible even if UIN is generated after loan disbursal**, subject to:

- Export credit disbursed **on or after 02.01.2026**, and
- UIN generated **on or before 31.05.2026**

✅ **Subvention Benefit:**
Applicable **from the date of loan disbursal (not from UIN generation date)**

2. Norm for FY 2026-27 Onwards

- UIN must be generated **within 15 days of loan disbursal**
- Subvention will be admissible **from date of disbursal**, if timeline is met

📌 **Advisory to Exporters**

Exporters are advised to ensure **timely generation of UIN** and compliance with DGFT guidelines to avail uninterrupted benefits under the scheme.