



# **Covid Situtuation in INDIA & Action Taken**

**by NEDFi**

## COVID Situation in India

- ✓ Presently, India is the third most COVID-19 affected country in the world in terms of total number of cases while incremental daily growth is the highest.
- ✓ Domestic macro-economic outlook of India is severely impacted in terms of decelerating economic activities, slowdown in consumption, investment, and exports, disruption in supply chains, migration of workforce and shortage of labour.
- ✓ India is expected to be the most affected emerging economies in terms of contraction of GDP.
- ✓ Aviation, Tourism & Hospitality, Entertainment, Real Estate, Automobiles, Retail Business, Education and Transport are the most affected sectors.
- ✓ North Eastern part of India where NEDFi operates witnessed reduction in production and other economic activities and breakdown in supply chain.
- ✓ Hotels and Tourism, Microfinance, Real estate, Iron and Steel are the affected portfolios of NEDFi.

## Steps taken up to revive economy

### **A. Government of India announced slew of measures to combat the pandemic /boost up the economy:**

- INR 20,000 billion under "Self-Reliant India Mission "and INR 1,700 billion relief package.
- INR 1,000 billion Agri Infrastructure Fund and Special refinance facilities of INR 500 billion for sectorial credit needs.
- Emergency Credit Line Guarantee Scheme /Equity Infusion for MSMEs.
- Special liquidity scheme /Partial Credit Guarantee Scheme for NBFCs/ HFCs/MFIs.
- Policy Repo Rate cut of 115 bps by Reserve Bank of India since March 2020.
- Resolution Framework/Restructuring of Advances for stress in MSMEs .

### **B. Steps taken by NEDFi :**

- Assessment of impact on its portfolio for timely remedial measures.
- Moratorium benefits to 54.2% of total units (1233 in number) amounting to Rs.4.7 billion.
- Additional financial assistance amounting INR 400 million to 113 numbers of MSME units.
- Restructuring / Reschedulement extended to 50 MSME units.