

NPCI/2019-20/NACH/Circular No.022

January 24, 2020

To

All NACH member banks

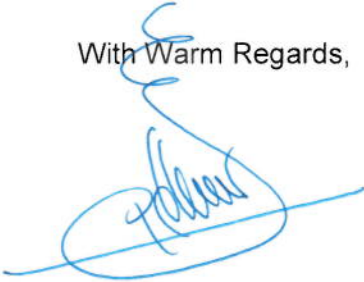
Additional to product type 'LON' in NACH

This is in continuation to our Circular No.016 on Introduction of new product type 'LON' in NACH dated July 17, 2018 for credit to Education loan accounts under DBT transactions. In order to facilitate processing of credits to loan accounts under various other DBT schemes, LON category as a product identifier is extended to all the DBT schemes. There is no change in the existing field length (262-264) and file formats.

Sponsor banks may please take note of the change and accordingly initiate the transactions with product type 'LON'. Destination banks are advised to implement necessary changes in their CBS and other relevant systems to process transactions received under 'LON' category to the credit of loan accounts.

For any further clarifications please submit the same through CRM **tracker** of NACH system.

With Warm Regards,



Giridhar G. M.
Chief – Offline product operations & technology