

RT-11036/87/2025-MVL-Part (1)
Government of India
Ministry of Road Transport and Highways
Transport Section

Transport Bhawan, 1, Parliament Street, New Delhi - 110001

Dated : 2nd September 2026

To

1. All Banks/Financial institutions (involved in hypothecation removal through Vahan)
2. Deputy Governor, Reserve Bank of India

Subject: Migration of Hypothecation Removal Services to Unified Lending Interface (ULI)-reg.

Sir/Madam,

I am directed to state that the auto-hypothecation removal functionality was rolled out w.e.f. 01.03.2026. The Ministry has also issued a letter dated 24.04.2026 (copy enclosed) to RBI requesting to expedite the onboarding of banks/NBFCs onto the Unified Lending Interface (ULI) platform to facilitate full roll out of the auto hypothecation termination service.

2. It has been observed that, at present, only **11 banks/institutions** have onboarded the ULI for the purpose of hypothecation removal. However, all banks/institutions, including these 11, continue to utilize the existing NIC API for updating hypothecation status in the Vahan database.

3. In order to ensure uniformity, transparency, and efficiency in service delivery, the following directions are hereby conveyed:

- All banks/institutions presently using NIC's API for hypothecation removal shall migrate to ULI within a period of three (3) months i.e. by November 2026.
- The access of banks/institutions (already onboarded on ULI) to NIC's API shall be revoked, so that hypothecation removal requests are routed exclusively through ULI.

4. RBI is requested to issue necessary instructions to all regulated entities to comply with the above migration timeline.

Encl: As above.

Yours faithfully,

Digitally signed by
Parveen Kumar
Date: 02-09-2026
18:51:54

(Parveen Kumar)

Under Secretary to the Govt of India

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Copy to:

DDG NIC - {With a request to take immediate steps to disable API access for

banks/institutions that have already onboarded ULI}