

Prime Minister's Employment Generation Programme (PMEGP)

Introduction:

Govt. of India has launched a Credit Link Subsidy Programme called Prime Minister's Employment Generation Programme' (PMEGP) by merging two schemes that were in operation till 31.3.2008 viz., Prime Minister's Rozgar Yojana and Rural Employment Generation Programme for generation of employment opportunities through establishment of Micro Enterprises in Rural as well as Urban areas. The scheme is implemented by the Khadi & Village Industries Commission, a statutory organization under the Administrative control of Ministry of MSME as the Central Nodal Agency at the National level. At the state level, the Scheme is implemented through State KVIC Directorate, State Khadi & Village Industries Board, District Industries Centre and Banks. As per the Revised Guidelines, the maximum cost of the project is Rs. 50 Lakhs for manufacturing Sector and Rs. 20 Lakhs for Business/Service Sectors. The Scheme has been simplified under Ease of Doing Business initiatives of GoI. The scheme became 100% operational through online PMEGP e-portal since 01st June, 2016. The Govt. subsidy under the scheme is routed by KVIC under DBT through Online e-portal directly to the beneficiaries/ entrepreneurs in their Bank Accounts.

Second Financial Assistance under PMEGP:

The Additional component namely upgrading the Existing Unit, wherein the units already set up under PMEGP/MUDRA and performing well would be eligible for up gradation through 2nd Loan. Accordingly, for the manufacturing units, financial assistance up-to an amount of Rs.1 Crore would be provided and for Service/Trading units, financial assistance up-to an amount of Rs. 25 Lakhs would be provided with subsidy of 15% for both.

Entrepreneurship Development Programme (EDP) Training:

The prospective entrepreneurs and the beneficiaries whose loan has already been sanctioned by the Banks can undergo EDP training either in online or offline mode. The duration of the training would be for at least 5 days for projects with project cost up to Rs.5 lakh and for project with cost above Rs.5 lakh, the duration of EDP would be at least 10 days. No EDP training will be mandatory for projects up to Rs. 2 Lakh. The prospective entrepreneurs and beneficiaries can opt for the mode of training and choose the training center for offline mode of their choice.

Implementation:

In Andaman & Nicobar Islands, the scheme is implemented by two agencies viz., District Industries Centre, Port Blair and Khadi & Village Industries Board, A&N Islands. The District Industries Centre, Port Blair is implementing the scheme in Municipal area, Shaheed and Swaraj Dweep in South Andaman District and Nancowrie Group of Islands in Nicobar District. Rests of the places are covered by the Khadi & Village Industries Board.

In order to implement the scheme, Advertisement is published in The Daily Telegram, Private dailies, Cable TV network, AIR. Besides, Awareness-cum-Motivational Programmes are organized in different wards of Municipalities as well as in Gram Panchayat.

PMEGP Achievement over Last Five Years

Year	PMEGP Achievement of DIC			
	No. of Units	Project Cost	MM Claim (Subsidy)	Employment
		(Rs. In Lakhs)	(Rs. in Lakhs)	(In Nos)
2019-20	35	253.92	56.72	84
2020-21	65	302.41	67.43	154
2021-22	85	507.16	115.15	201
2022-23	59	354.16	72.74	158
2023-24	54	223.89	40.72	127