

PRIME MINISTER EMPLOYMENT GENERATION PROGRAMME(PMEGP)

Objective

- To generate employment opportunities in rural as well as urban areas of the country through setting up of new self-employment ventures/projects/micro enterprises.
- To bring together widely dispersed traditional artisans/ rural and urban unemployed youth and give them self-employment opportunities to the extent possible, at their place.
- To increase the wage-earning capacity of artisans and contribute to increase in the growth rate of rural and urban employment

Scheme : PRIME MINISTER EMPLOYMENT GENERATION PROGRAMME(PMEGP)

· Implementing Ministry : Khadi and Village Industries Commission (KVIC) · Portal : Online (PMEGP e- portal) www.kviconline.gov.in

· Beneficiaries/Target Group :

- o Any individual, above 18 years of age.
 - o For setting up of project costing above Rs. 10 lakh in the manufacturing sector and above Rs. 5 lakh in the Business/ Service sector, the beneficiaries should possess at least VIII standard pass educational qualification.
 - o Assistance under the scheme is available only for new projects sanctioned specially under the PMEGP.
 - o Self Help Groups (including those belonging to BPL provided that they have not availed benefits under any other Scheme) are also eligible for assistance under PMEGP.
 - o Institutions registered under Societies Registration Act, 1860/Production Co-operative Societies/ charitable Trusts.
 - o Existing units and units have already availed Government Subsidy under any other scheme of Government of India/ State Government are not eligible.
- Purpose : For creation of employment.
 - Loan Quantum : The maximum cost of the project/unit admissible under manufacturing sector is Rs. 50 lacs. The maximum cost of the project/unit

admissible under business/service sector is Rs. 20 lacs. (For upgradation of project under manufacturing Sector is Rs.1.00 crores).

- Margin : General Category 10% (Special Category-5%-SC/ST/OBC etc.)
- Repayment : 3 to 7 years
- ROI : EBLR+3.25% (8.90%+3.25%, Presently effective rate is 12.15% p.a. w.e.f 15.02.2025)
- Int Subvention : The subsidy ranging from 15% to 35% of project cost provided by Government of India through Khadi and Village Industries Boards (KVIC).
- Credit Guarantee : CGFMU (Up to Rs.10 Lac)/ CGTMSE (Above Rs.10 Lac)