

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 3959
TO BE ANSWERED ON 12.12.2019

SELF HELP GROUPS IN MSME SECTOR

3959. SHRI L.S. TEJASVI SURYA:

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) the list of the functioning self help groups in MSME sector in Karnataka, district- wise;
- (b) the details of impact of micro finance on these self help groups in Bengaluru urban;
- (c) the measures taken by the Government to promote self help groups in MSME sector in Karnataka particularly Bengaluru urban; and
- (d) the status of the progress of the self help groups in Karnataka particularly in Bengaluru urban?

ANSWER

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI NITIN GADKARI)

(a): Ministry of Micro, Small and Medium Enterprises (MSME) is implementing Prime Minister's Employment Generation Programme (PMEGP), which is a major credit-linked subsidy programme aimed at generating self-employment opportunities through establishment of micro-enterprises in the non-farm sector by helping traditional artisans and rural/urban unemployed youth. Under the scheme, beneficiary can avail loan up to Rs. 25 lakh in the manufacturing sector and Rs. 10 lakh in the service sector. General category beneficiaries can avail margin money subsidy of 25 % of the project cost in rural areas and 15% in urban areas. For beneficiaries belonging to special categories such as Scheduled Caste/Scheduled Tribe/OBC /minorities/women, ex-serviceman, physically handicapped, NER, Hill and Border areas, etc., the margin money subsidy is 35% in rural areas and 25% in urban areas. Any individual above 18 years of age including Self Help Groups (SHGs) are eligible for assistance under the Scheme.

: 2 :

District-Wise self help groups in MSME sector in Karnataka benefitted under PMEGP are given below:

Sl. No.	Name of the District	No. of SHG
1.	Bagalkot	1
2	Bengaluru Urban	13
3	Belgaum	3
4	Bijapur	3
5	Devanagere	4
6	Gadag	3
7	Haveri	1
8	Mandya	2
9	Shimoga	7
10	Uttara Kannada	2
11	Yadagiri	1
Total		40

(b) to (d): 13 SHGs in Bengaluru Urban have benefitted from PMEGP scheme, through which they have improved the livelihood, earnings and social status of their members. The SHGs have provided employment to rural artisans for agarbatti making and setting up of tailoring and readymade garment units. Most of the tailoring and readymade garment units are running successfully providing employment to 5 to 10 artisans per unit.

Ministry of MSME through KVIC has conducted 173 awareness camps and training programmes in sectors like agarbatti making, vanity candles, phenyl products etc. to promote entrepreneurship amongst SHGs in Karnataka.

SHGs which have benefitted from PMEGP have also been linked with such trusts which provides additional financial support as short term loan to member of SHGs to further improve their livelihood in Bengaluru Urban. Further, some of the traditional artisans/members of SHGs are encouraged to set up units under Scheme of Fund for Regeneration of Traditional Industries (SFURTI) cluster programme of Ministry of MSME.
