

GOVERNMENT OF INDIA  
MINISTRY OF FOOD PROCESSING INDUSTRIES  
**LOK SABHA**  
**UNSTARRED QUESTION No. 3326**  
ANSWERED ON 16<sup>TH</sup> MARCH, 2021

VOCAL FOR LOCAL

**3326. SHRI SANJAY SETH:**

will the Minister of FOOD PROCESSING INDUSTRIES be pleased to state:

- (a) whether the Government is translating PM's slogan 'vocal for local' in the food processing sector and if so, the details thereof;
- (b) whether the Government has launched any all India Centrally sponsored "PM Formalisation of Micro food processing Enterprises (PMFME) Scheme" for micro food processing enterprises and if so, the details thereof; and
- (c) the details of micro food enterprises in the country, States-wise including Jharkhand and the support provided by Government in the regards?

**ANSWER**

THE MINISTER OF STATE FOR FOOD PROCESSING INDUSTRIES  
(SHRI RAMESWAR TELI)

(a) & (b): Yes Sir.

For translating PM's slogan 'vocal for local' in the food processing sector and as part of Aatamirbhar Bharat Abhiyan, Ministry of Food Processing Industries has launched an all India centrally sponsored "PM Formalisation of Micro food processing Enterprises (PMFME) Scheme" for providing financial, technical and business support for upgradation of existing micro food processing enterprises. It is to be implemented for a period of five years from 2020-21 to 2024-25 with an outlay of Rs.10,000 crore. Two lakh micro food processing units will be directly assisted with credit linked subsidy.

The Scheme adopts One District One Product (ODOP) approach to reap benefit of scale in terms of procurement of inputs, availing common services and marketing of products. ODOP approach would provide framework for value chain development and alignment of support infrastructure.

The objectives of the scheme are to build capability of two lakh micro enterprises through increased access to credit, integration with organized supply chain by strengthening branding & marketing, increased access to common services, strengthening of institutions, research & training in the food processing sector. The scheme provides for credit linked subsidy at 35% for upgradation of individual units, groups and common infrastructure.

(c): The details of registered and unincorporated Food Processing Units in India, State-wise, including in the State of Jharkhand, are mentioned in the **Annexure** attached.

The support envisaged under the scheme is:-

- i. Credit linked grant @ 35% of the project cost with maximum grant up to Rs 10.0 lakh to existing unorganised food processing units for upgradation.
- ii. Credit linked grant @ 35% of the project cost to SHGs/FPOs/Cooperatives for capital expenditure with maximum limit as prescribed.
- iii. Seed capital to Self Help Groups (SHGs) members presently engaged in food processing @ Rs. 40,000/- per member as a working capital and purchase of small tools.
- iv. Credit linked grant @ 35% of the project cost for common infrastructure with maximum limit as prescribed.
- v. Support for marketing & branding up to 50% of the total expenditure with maximum limit as prescribed.
- vi. Support for capacity building and training for technical upgradation and formalization of micro food processing enterprises.

ANNEXURE REFERRED TO IN REPLY TO PART (c) OF LOK SABHA UNSTARRED QUESTION NO.3326 FOR ANSWER ON 16<sup>TH</sup> MARCH, 2021 REGARDING 'VOCAL FOR LOCAL'State/UT-wise No. of Registered and Unincorporated Food Processing Units in India

Sl.No.	Name of the State/UT	Number of Registered Units as per Annual Survey of Industries 2017-18	Number of Unincorporated Enterprises manufacturing Food and Beverages as per 73rd round Survey of NSSO, 2015-16
1	Andaman & Nicobar Islands	6	774
2	Andhra Pradesh	5789	1,54,330
3	Arunachal Pradesh	29	145
4	Assam	1470	65,997
5	Bihar	880	1,45,300
6	Chandigarh(U.T.)	17	656
7	Chhattisgarh	1468	26,957
8	Dadra & Nagar Haveli	9	622
9	Daman& Diu	30	136
10	Delhi	171	14,350
11	Goa	112	2,929
12	Gujarat	2281	94,066
13	Haryana	952	24,577
14	Himachal Pradesh	171	21,885
15	Jammu & Kashmir	174	28,089
16	Jharkhand	235	1,16,536
17	Karnataka	2313	1,27,458
18	Kerala	1672	77,167
19	Lakshadweep	0	127
20	Madhya Pradesh	948	1,02,808
21	Maharashtra	2762	2,29,372
22	Manipur	27	6,038
23	Meghalaya	27	3,268
24	Mizoram	0	1,538
25	Nagaland	21	3,642
26	Odisha	1157	77,781
27	Puducherry	61	3,482
28	Punjab	2969	63,626
29	Rajasthan	888	1,01,666
30	Sikkim	20	101
31	Tamil Nadu	4952	1,78,527
32	Telangana	3949	80,392
33	Tripura	102	13,998
34	Uttar Pradesh	2098	3,50,883
35	Uttarakhand	394	18,116
36	West Bengal	2006	3,22,590
<b>Total</b>		<b>40,160</b>	<b>24,59,929</b>

Source: Annual Survey of Industries, 2017-18 and NSSO 73rd Round (July 2015-June 2016)