

GOVERNMENT OF INDIA
MINISTRY OF FOOD PROCESSING INDUSTRIES
LOK SABHA
UNSTARRED QUESTION No. 2232
ANSWERED ON 15TH MARCH, 2022

FINANCIAL PACKAGE FOR MFPE

2232. SHRIMATI SAJDA AHMED:

Will the Minister of **FOOD PROCESSING INDUSTRIES** be pleased to state:

- (a) whether the Government has announced any financial package for Micro Food Processing Enterprises (MFPE) during the current financial year;
- (b) if so, the details thereof;
- (c) whether the Government has taken any steps/ measures for transforming micro food processing units into organised units by strengthening their marketing and branding, if so, the details thereof;
- (d) whether the Government has proposed to develop the Makhana Processing Industries in West Bengal and Bihar; and
- (e) if so, the details thereof?

ANSWER

THE MINISTER OF STATE FOR FOOD PROCESSING INDUSTRIES
(SHRI PRAHLAD SINGH PATEL)

(a) & (b): As part of Atmanirbhar Bharat Abhiyaan, Ministry of Food Processing Industries is implementing a Centrally Sponsored "PM Formalisation of Micro food processing Enterprises (PMFME) Scheme" for providing financial, technical and business support for upgradation of micro food processing enterprises in the country for a period of five years from 2020-21 to 2024-25 with an outlay of Rs 10,000 Crore. Support to upgrade existing units or setting up of new micro units for individuals is provided through a credit linked grants-in-aid @35% up to a maximum grant of Rs. 10.00 lakh. The Scheme also provides support to food processing units of SHGs/ FPOs/ Cooperatives for credit linked grants-in-aid @35%, Seed Capital to SHGs, Incubation Centre, Common Infrastructure, Marketing & Branding and Capacity Building. The Budgetary provisions for the scheme in the current Financial Year are Rs.399 crore.

(c): Under Marketing & Branding component of the scheme, grant-in-aid upto 50% of the eligible project cost is provided to FPOs/ SHGs/ Cooperatives or an SPV of micro food processing enterprises for promoting One District One Product (ODOP) based products at the State or regional level. 4 projects have been approved & 7 ODOP brands have been launched so far.

(d) & (e): Under the PMFME Scheme, support to upgrade existing units or setting up of new micro units including Makhana processing units for individuals is provided through a credit linked grant-in-aid @35% up to a maximum grant of Rs. 10.00 lakh in the country including Bihar. The Scheme also provides support to food processing units of SHGs/ FPOs/ Cooperatives for credit linked grants-in-aid @35%, Seed Capital to SHGs, Incubation Centre, Common Infrastructure, Marketing & Branding and Capacity Building. The State of West Bengal is yet to decide on participation in the Scheme.
