

GOVERNMENT OF INDIA  
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

**LOK SABHA**  
**UNSTARRED QUESTION No. 2802**  
**TO BE ANSWERED ON 12.12.2024**

**PMEGP TO SUPPORT ENTREPRENEURS**

2802. SHRI MUHAMMED HAMDULLAH SAYEED:

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

- (a) whether the Government is actively implementing the Prime Ministers Employment Generation Programme (PMEGP) to support entrepreneurs and small scale industries in both urban and rural areas; and
- (b) if so, the details thereof?

**ANSWER**

MINISTER OF STATE FOR MICRO, SMALL AND MEDIUM ENTERPRISES  
(SUSHRI SHOBHA KARANDLAJE)

(a): Ministry of MSME, through Khadi and Village Industries Commission (KVIC), is actively implementing Prime Minister's Employment Generation Programme (PMEGP) for assisting entrepreneurs in setting up of new enterprises in the non-farm sector in both urban and rural areas. Under the scheme, General Category beneficiaries can avail Margin Money subsidy of 25% of the project cost in rural areas and 15% in urban areas. For Special Categories such as SC / ST / OBC / Minorities / Women / Ex-serviceman / Transgenders / Differently-abled / NER / Aspirational Districts / Hill and Border areas etc., the Margin Money subsidy is 35% in rural areas and 25% in urban areas. The maximum cost of project is Rs. 50 lakh in the manufacturing sector and Rs. 20 lakh in the service sector.

Since 2018-19, existing PMEGP /MUDRA enterprises are also supported with 2<sup>nd</sup> loan for upgradation and expansion. Under 2<sup>nd</sup> Loan, maximum project cost admissible for Margin Money (MM) subsidy under Manufacturing sector is Rs. 1.00 crore and for Service sector, it is Rs. 25 lakh. Eligible subsidy for 2<sup>nd</sup> loan for all categories is 15% of project cost (20% for NER & Hill States).

: 2 :

(b): Performance of PMEGP in terms of no. of units assisted, Margin Money (MM) subsidy disbursed and estimated employment generated during FY 2019-20 to FY 2024-25\* (upto 06.12.2024) is given below:

<b>Year</b>	<b>No. of Units Assisted</b>	<b>MM Subsidy (Rs. Cr.)</b>	<b>Estimated Employment Generated</b>
FY2019-20	66,653	1,950.82	5,33,224
FY2020-21	74,415	2,188.80	5,95,320
FY2021-22	1,03,219	2,977.65	8,25,752
FY2022-23	85,167	2,722.17	6,81,336
FY2023-24	89,118	3,093.87	7,12,944
FY2024-25*	26,955	1,058.17	2,15,640

Area-wise performance of PMEGP in terms of number of units assisted, Margin Money (MM) subsidy disbursed and estimated employment generated during FY 2019-20 to FY 2024-25\* (upto 06.12.2024) is given below:

<b>Financial Year</b>	<b>Rural</b>			<b>Urban</b>		
	<b>No. of Units Assisted</b>	<b>Estimated Employment Generated</b>	<b>MM Subsidy (Rs. Cr)</b>	<b>No. of Units Assisted</b>	<b>Estimated Employment Generated</b>	<b>MM Subsidy (Rs. Cr)</b>
FY 2019-20	53,714	4,29,712	1,695.71	12,939	1,03,512	255.11
FY 2020-21	60,682	4,85,456	1,914.46	13,733	1,09,864	274.34
FY 2021-22	84,696	6,77,568	2,585.86	18,523	1,48,184	391.80
FY 2022-23	68,470	5,47,760	2,323.48	16,697	1,33,576	398.69
FY 2023-24	68,939	5,51,512	2,546.19	20,179	1,61,432	547.68
FY2024-25*	21,920	1,75,360	905.99	5,035	40,280	152.19

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