

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 2870
TO BE ANSWERED ON 12.12.2024

SUBSIDIES UNDER PMEGP

2870. SHRI MATHESWARAN V S:

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

- (a) whether it is a fact that subsidies have not been released by the Government under Prime Ministers Employment Generation Programme (PMEGP) for a large number of claims by Banks who have given loans to the applicants in the State of Tamil Nadu: and
- (b) whether it is true that as per PMEGP Guidelines the subsidy shall be released to the bank within 24 hours of raising the claim, if so, the reasons for not releasing the same?

ANSWER

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

(a): Achievement for the State of Tamil Nadu under Prime Minister's Employment Generation Programme (PMEGP) from FY 2021-22 to FY 2023-24 is given below:

Financial Year	Achievement	
	Number of units	MM subsidies (Rs. in Lakh)
2021-22	5972	16445.76
2022-23	6140	17891.66
2023-24	6814	19871.81

417 number of claims involving Margin Money subsidy of Rs. 20.73 crore is pending due to budget constraint in FY 2023-24.

(b): Ministry of MSME, through Khadi and Village Industries Commission (KVIC), is implementing Prime Minister's Employment Generation Programme (PMEGP) for assisting entrepreneurs in setting up of new enterprises in the non-farm sector. Under the Scheme, KVIC verifies and validates the Margin Money subsidy claims and forward to the Nodal Bank for onward releasing of the Margin Money to the Financing Bank within 3 working days in case the claims are in order. Nodal Bank will transfer the Margin Money subsidy claim amount validated by KVIC to the respective Financing Bank branch within 24 hours of the receipt of validation.
