

GOVERNMENT OF INDIA
MINISTRY OF FOOD PROCESSING INDUSTRIES
LOK SABHA
UNSTARRED QUESTION No. 3256
TO BE ANSWERED ON 20TH MARCH, 2025

STATUS OF PMFME SCHEME

3256. SHRI MADDILA GURUMOORTHY:

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

- (a) the status of the implementation of the Pradhan Mantri Formalisation of Micro Food Processing Enterprises (PMFMEs) scheme in the Tirupati Parliamentary Constituency including the number of beneficiaries assisted under the scheme;
- (b) the steps taken/being taken to promote and encourage micro food processing enterprises in the Tirupati region particularly among women and marginalized communities;
- (c) whether the Government has encountered any challenges in the rollout of the scheme in Tirupati, if so, the details thereof along with the measures taken/being taken to address these challenges to ensure better outreach and support to micro food processing units;
- (d) the details of the financial assistance, training and infrastructure support provided to the beneficiaries under the scheme in Tirupati; and
- (e) whether any future initiatives are being planned to further boost the growth of the food processing sector in the region and if so, the details thereof?

ANSWER

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

(a) & (b): To promote and encourage micro food processing enterprises in the country including Tirupati region of Andhra Pradesh, Ministry of Food Processing Industries (MoFPI) is implementing Centrally Sponsored "Pradhan Mantri Formalisation of Micro Food Processing Enterprises (PMFME) Scheme" for providing financial, technical and business support for setting up / up-gradation of micro food processing enterprises. The scheme is operational from 2020-21 to 2025-26 with an outlay of Rs. 10,000 Crore. The scheme aims to enhance the competitiveness of existing individual micro-enterprises in the unorganized segment of the food processing industry and promote formalization of the sector. The scheme is not region or state specific but demand driven. The status of implementation of the scheme in the Tirupati Parliamentary Constituency including the number of beneficiaries assisted under the PMFME Scheme are at **Annexure-I**.

(c): No Sir. However, in order to promote the PMFME Scheme, several promotional campaigns and activities are conducted to create awareness in general public through National & State level awareness campaigns such as Newspaper advertisement, Radio Jingles, Exhibitions & Expos, Millet Fairs, Buyer-Seller Meets, district and block level workshops etc.

(d): The details of financial assistance available to micro food processing enterprises in the country including Tirupati under PMFME Scheme are at **Annexure-II**.

(e): In order to promote food processing sector in the country, Ministry of Food Processing Industries (MoFPI) has been incentivizing setting up/expansion of food processing units and related infrastructure through its Central Sector Scheme Pradhan Mantri Kisan SAMPADA Yojana (PMKSY), Production Linked Incentive Scheme for Food Processing Industry (PLISFPI) and Centrally Sponsored PM Formalization of Micro Food Processing Enterprises (PMFME) Scheme. These schemes are not region or state specific but demand driven. These schemes aim to create modern infrastructure with efficient supply chain management from farm gate to retail outlet and thereby helping in providing better returns to farmers, creating employment opportunities, reducing wastage of agricultural produce, increasing the processing level and enhancing the export of the processed foods.

The organizations such as Central & State PSUs/ Joint Ventures/ Farmer Producers Organization (FPOs)/ NGOs/ Cooperatives/ SHG's/ Pvt. Ltd. Companies/ Individuals proprietorship firms etc. are eligible for availing financial support / incentive under these schemes.

Ministry extends financial support to prospective entrepreneurs for setting up of different kinds of food processing units as per respective scheme guidelines.

ANNEXURE REFERRED TO IN REPLY TO PART (a) & (b) OF THE LOK SABHA UNSTARRED QUESTION NO. 3256 FOR ANSWER ON 20.03.2025 REGARDING “STATUS OF PMFME SCHEME”

Status of implementation of PMFME Scheme in the Tirupati Parliamentary Constituency as on 28.02.2025

S.No.	Component	Status
1.	Credit Linked subsidy sanctioned	248 loans sanctioned with amount of Rs. 8.09 Cr. including 38 SC, 7 ST and 193 women beneficiaries
2.	Seed Capital sanctioned	1959 SHG members sanctioned with amount of Rs. 7.53 Cr.
3.	Incubation Centre approved	1 proposal at Indian Institute of Technology -Tirupati approved with grant in aid of Rs. 2.60 Cr.
4.	Capacity Building	190 beneficiaries trained

ANNEXURE REFERRED TO IN REPLY TO PART (d) OF THE LOK SABHA UNSTARRED QUESTION NO. 3256 FOR ANSWER ON 20.03.2025 REGARDING “STATUS OF PMFME SCHEME”

The details of financial assistance offered to the enterprises under Pradhan Mantri Formalisation of Micro Food Processing Enterprises (PMFME) Scheme are as under:

- (i). *Support to Individual / Group Category Micro Enterprises:* Credit-linked capital subsidy @35% of the eligible project cost, maximum ceiling Rs.10 lakh per unit;
- (ii). *Support to SHGs for seed capital:* Seed capital @ Rs. 40,000/- per member of SHG engaged in food processing for working capital and purchase of small tools subject to maximum of Rs. 4 lakh per SHG Federation.
- (iii). *Support for Common Infrastructure:* Credit linked capital subsidy @35% subject to maximum of Rs. 3 crore to support FPOs, SHGs, Cooperatives and any Government agency for setting up of common infrastructure. The common infrastructure will also be available for other units and public to utilize on hiring basis for substantial part of the capacity.
- (iv). *Branding and Marketing Support:* Grant upto 50% for Branding and Marketing to groups of FPOs/ SHGs/ Cooperatives or an SPV of micro food processing enterprises.
- (v). *Capacity Building:* The scheme envisages training for Food Processing and Entrepreneurship Development program modified to meet the requirement of food processing industry and product specific skilling.
