

GOVERNMENT OF INDIA  
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

**LOK SABHA**  
**UNSTARRED QUESTION No. 631**  
**TO BE ANSWERED ON 06.02.2025**

**PROMOTION OF AGRICULTURE-BASED INDUSTRIES**

631. SHRI VIRENDRA SINGH:

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

- (a) whether there is any scheme to promote agriculture-based industries in the country;
- (b) if so, the details thereof and its percentage of success targeted along with the percentage of success achieved as compared to it;
- (c) whether there is any plan to establish industries on the basis of the climate and soil quality in the States so that their by-products could be consumed;
- (d) whether the Government proposes to set up any industries based on paddy and its by-products in extremely backward Chandauli district of Uttar Pradesh as paddy is the preferred crop of the said area; and
- (e) if so, the time by which it is likely to be done and if not, the reasons therefor?

**ANSWER**

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

(a) to (e): Government is promoting agriculture based industries under following schemes/Programmes:

**Prime Minister's Employment Generation Programme (PMEGP)**, a credit linked scheme, helps in establishing micro enterprises specially in rural areas including agriculture based enterprises/industries through subsidy on Bank loan upto 35% in rural areas and 25% in urban area. Performance of Agro Based Food Processing Industries (ABFPI) under PMEGP during last four years is placed at **Annexure-I**.

**Agro Based and Food Processing Industry (ABFPI)** is one of the verticle under Gramodyog Vikas Yojana (GVY). It includes Village Oil Industry, Aromatic Oil, Honey and Bee-keeping, Palm Gur and other Palm products, fruit and vegetable processing Industry, Pulses and Cereals Processing Industry, Spices and Condiments Processing Industry, Gur and Khandsari Industry, Collection of Minor forest produce, Bamboo, Cane and Reed Industry, Organic Dying Industry, Medicinal Plants Collection and Processing Industry.

Honey Mission is one of the components under ABFPI Industry of Gramodyog Vikas Yojana. The year-wise performance of Honey Mission is placed at **Annexure-I**.

**Coir Vikas Yojana (CVY)**, a traditional industry based on the cultivation of coconut since the raw material for the coir industry is the coconut husk which is a by-product of coconut cultivation, to promote the coir industry in the country, the Coir Board is implementing the umbrella Scheme Coir Vikas Yojana (CVY), with six different components, aimed at sustainable development of the coir sector through enhanced production, employment and export as well as domestic marketing of coir and coir products. Scheme-wise details of targets, achievements and percentage of success achieved through Coir Board for the FY 2023-24 is placed at **Annexure-II**.

**Scheme of Fund for Regeneration of Traditional Industries (SFURTI)**, having agro-based clusters that promote agriculture-based industries in the country. Out of the 513 SFURTI clusters, 138 are agro-based. Among the 138 agro-based clusters, 86 are functional and 52 are under implementation.

**Pradhan Mantri Kisan SAMPADA Yojana (PMKSY)** is implemented by Ministry of Food Processing Industries (MoFPI) as a Central Sector Umbrella Scheme. Ministry has approved 1646 projects having project cost of Rs. 31,858.53 crore with approved grants-in-aid/subsidy of RS. 9,110.08 crore and private investment of Rs. 22,748.45 crore under corresponding component schemes of PMKSY.

**Production Linked Incentive Scheme for Food Processing Industry (PLISFPI)** is implemented by MoFPI as a Central Sector Umbrella Scheme. A total of 171 proposals under different categories of Product Linked Incentive scheme for Food Processing sector (PLISFPI) have been approved and a total subsidy of Rs. 1084.01 crore has been disbursed so far.

**PM Formalization of Micro Food Processing Enterprises (PMFME)** is implemented by MoFPI as a Centrally sponsored scheme. A total of 1,16,148 micro food processing enterprises has been approved so far for credit linked subsidy and 3,13,218 members of Self Help Groups supported for seed capital amounting of Rs. 1042.06 crore in rural and urban areas of the country under PMFME Scheme.

**Agricultural Infrastructure Fund (AIF)**, implemented by Ministry of Agriculture & Farmers Welfare, as a key scheme that promotes agriculture- based industries by providing financial assistance for setting up post-harvest management and processing infrastructure. It supports agro-processing units, food storage facilities, supply chain improvements, and value addition in agriculture, enabling farmers and agri-entrepreneurs to establish agriculture-based industries. AIF was introduced with a vision to transform the agriculture infrastructure landscape of the country. The Agriculture Infrastructure Fund is a medium - long term debt financing facility for investment in viable projects for post-harvest management infrastructure and viable farming assets through interest subvention and credit guarantee support. The Fund of Rs. 1 lakh crore under the scheme will be disbursed from FY 2020-21 to FY 2025-26 and the support under the scheme will be provided for the duration of FY2020- 21 to FY2032-33. AIF provides financial assistance in the form of interest subvention of 3% per annum and credit guarantee coverage under CGTMSE and NAB Sanrakshan for loans up to Rs. 2 Crore. Further, each entity is eligible to get the benefit of the scheme for up to 25 projects located in different LGD codes.

The Fund of Rs. 1 lakh crore under the scheme will be disbursed from FY 2020- 21 to FY 2025-26 and the support under the scheme will be provided for the duration of FY2020-21 to FY2032-33. As on 26.1.2025, Rs. 56334 (56%) crores have been sanctioned for 92393 projects under AIF, out of this total sanctioned amount, Rs. 41996 crore is covered under scheme benefits. These sanctioned projects have mobilized an investment of Rs.91856 crore in agriculture sector.

AIF does not directly set up industries but provides financial support for private entities, farmers, FPOs, and cooperatives to establish paddy-based industries. Interested stakeholders can avail subsidized loans and credit guarantees under AIF converged with other subsidy schemes to set up rice mills, PHM plants, and integrated primary and secondary processing industries for paddy by-products.

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**Annexure-I**

**Annexure-I referred to in reply to part (a) to (e) of the Lok Sabha Unstarred Question No. 631 for answer on 06.02.2025**

Performance of Agro Based Food Processing Industries (ABFPI) under PMEGP during last four years

<b>Year</b>	<b>Number of Project</b>	<b>Margin Money Subsidy (Rs. In lakh)</b>	<b>Estimated Employment</b>
2020-21	18503	58731.94	148024
2021-22	22620	71840.38	180960
2022-23	19835	69763.34	158680
2023-24	22863	82106.41	182904

Year-wise performance of Honey Mission under ABFPI Industry of Gramodyog Vikas Yojana

<b>Sr. No.</b>	<b>Year</b>	<b>No. of Bee- Boxes with hives distributed</b>	<b>No. of beneficiaries benefited</b>
1.	2017-18	13505	1384
2.	2018-19	95726	9636
3.	2019-20	28978	2920
4.	2020-21	15050	1505
5.	2021-22	15420	1542
6.	2022-23	17360	1736
7.	2023-24 (P)	17950	1795
8.	2024-25 (as on 31.12.2024)	Tool kits not distributed	400
	<b>Total</b>	<b>203989</b>	<b>20918</b>

**Annexure-II**

**Annexure-II referred to in reply to part (a) to (e) of the Lok Sabha Unstarred Question No. 631 for answer on 06.02.2025**

Scheme-wise details of targets, achievements and percentage of success achieved through Coir Board for the FY 2023-24

Sl. No.	Name of the Activity	Target	Achievement	Percentage of success achieved (in %)
<b>I</b>	<b>Science &amp; Technology (S&amp;T)</b>			
(a)	New Machines Developed	3	2	66.66
(b)	Development of New Product	10	9	90
(c)	Technology transfer	20	20	100
(d)	Development of New Technology	7	3	42.85
(e)	Field demonstrations of technology & Testing of Coir and Coir Products Service facilities	200	1077	538.5
<b>II</b>	<b>Skill Upgradation &amp; Mahila Coir Yojana</b>			
(a)	Training on Value Added Products Manufacturing (No. of trainees)	1800	2044	113.5
(b)	Training on Mahila Coir Yojana (No. of trainees)	1800	1963	109.05
(c)	Certificate Course of Coir Artisans in Coir Technology - Six months (No. of persons)	160	81	50.62
(d)	Diploma Course in Coir Technology - 1 year (No. of persons)	100	51	51
(e)	EDP (3 days)	40	40	100
(f)	Awareness Programme	40	47	117.5
(g)	National Seminar	10	12	120
(h)	Workshop	10	13	130
(i)	Exposure Tour	10	10	100
(j)	Trainers Training Programme (Need Base)	-	54	-
<b>III</b>	<b>Export Market Promotion</b>			
(a)	No. Events (International Fair/Conference)	10	7	70
(b)	No. of MSMEs (I C Scheme- No. of beneficiaries)	90	64	71.11
(c)	Management Development Programme	6	6	100
(d)	Coir Industry Award	1	0	0
<b>IV</b>	<b>Domestic Market Promotion</b>			
(a)	Exhibitions & Market Promotion	71	94	132.39
(b)	Field demonstration / Renovation & interior decoration of outlets	4	1	25
(c)	Market Development Assistance (MDA) (Rs in Lakhs)	Need Based	3.86 Cr.	-
<b>V</b>	<b>Trade and Industry Related Functional Support Services</b>			
(a)	HRD Training to the Board's Officials	50	237	474
(b)	HRD training to Coir workers	500	500	100
(c)	Survey/Evaluation Study	1	0	0