GOVERNMENT OF INDIA MINISTRY OF FOOD PROCESSING INDUSTRIES

LOK SABHA

UNSTARRED QUESTION No. 4692

ANSWERED ON 21ST AUGUST, 2025

PMFME IN RAJASTHAN

4692. SHRI DUSHYANT SINGH:

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

- (a) the current status of the Pradhan Mantri Formalisation of Micro Food Processing Enterprises (PMFME) scheme and the number of micro, small and medium enterprises that benefited therefrom including the total amount of credit disbursed under this scheme in the State of Rajasthan particularly in the Jhalawar-Baran Lok Sabha Constituency;
- (b) the key components and the incentives offered under this scheme and the manner in which it aligns with the Government's vision of "Atmanirbhar Bharat";
- (c) whether the Government has encountered any major challenges in implementing the PMFME scheme including but not limited to outreach, credit access, documentation requirements and awareness and if so, the details of the measures envisaged to address the same; and
- (d) the success achieved under the PMFME scheme and whether the scheme has been able to achieve its core objectives within the stipulated timelines particularly in aspirational and backward areas of the country?

ANSWER

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

- (a): Ministry of Food Processing Industries (MoFPI) is implementing a centrally sponsored "Pradhan Mantri Formalisation of Micro Food Processing Enterprises (PMFME) Scheme" for extending credit linked subsidy to the interested individual/entity for upgradation of existing or setting up of new micro-food processing facility, in accordance with the scheme guidelines. 1,44,517 loans have been sanctioned to beneficiaries under credit linked subsidy located in various States/ UTs. For the State of Rajasthan, 1145 loans have been sanctioned under credit linked subsidy out of which 27 loans are in Jhalawar-Baran Lok Sabha Constituency (including Jhalawar & Baran district).
- **(b):** The details of key components and incentives offered to Micro Food Processing Enterprises under PMFME Scheme are at **Annexure**.
- (c): To address the challenges faced in implementation of PMFME Scheme, Ministry regularly conducts meeting with lending banks and State/ UT Governments. Further, such issues are also taken up with Department of Financial Services (DFS) level and State Level Bankers Committee (SLBC) meetings as and when required.
- (d): The core objectives of the PMFME scheme is to enhance the competitiveness of existing individual micro-enterprises in the unorganized segment of the food processing industry and promote formalization of the sector. Under the scheme, 1,44,517 loans have been sanctioned under Credit Linked Subsidy in the country including aspirational and backward areas. In addition, 3,48,907 SHG members have been sanctioned for Seed Capital as on 30th June 2025.

ANNEXURE REFERRED TO IN REPLY TO PART (b) OF LOK SABHA UNSTARRED QUESTION NO. 4692 ANSWERED ON 21.08.2025 REGARDING "PMFME IN RAJASTHAN"

The details of support available 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 Entrepreneurship Development Program (EDP) modified to meet the requirement of food processing industry and product specific skilling.
