

**PRIME MINISTER EMPLOYMENT GENERATION PROGRAMME
[PMEGP]**

1	Objectives	To generate employment opportunities in rural as well as urban areas of the country through setting up of new self-employment ventures/projects/micro enterprises.																			
2	Eligibility	Any individual, above 18 years of age. Assistance under the Scheme is available only for new projects sanctioned specifically under the PMEGP.																			
3	Nature of Facility	Term Loan/Working Capital/Composite loan.																			
4	Loan Amount	The maximum cost of the project/unit admissible under manufacturing sector is Rs.25 lakh. The maximum cost of the project/unit admissible under business/service sector is Rs. 10 lakh.																			
5	Margin	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Categories of beneficiaries under PMEGP</th> <th style="text-align: center;">Beneficiary's contribution (of project cost)</th> <th colspan="2" style="text-align: center;">Rate of Subsidy (of project cost)</th> </tr> <tr> <th style="text-align: center;">Area (location of project/unit)</th> <th></th> <th style="text-align: center;">Urban</th> <th style="text-align: center;">Rural</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">General Category</td> <td style="text-align: center;">10%</td> <td style="text-align: center;">15%</td> <td style="text-align: center;">25%</td> </tr> <tr> <td style="text-align: center;">Special (including SC / ST / OBC / Minorities/Women, Ex-servicemen, Physically handicapped, NER, Hill and Border areas etc.</td> <td style="text-align: center;">05%</td> <td style="text-align: center;">25%</td> <td style="text-align: center;">35%</td> </tr> </tbody> </table>				Categories of beneficiaries under PMEGP	Beneficiary's contribution (of project cost)	Rate of Subsidy (of project cost)		Area (location of project/unit)		Urban	Rural	General Category	10%	15%	25%	Special (including SC / ST / OBC / Minorities/Women, Ex-servicemen, Physically handicapped, NER, Hill and Border areas etc.	05%	25%	35%
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6	Rate of interest	As applicable to MSME advances																			
7	Security	Hypothecation of assets created out of loan																			
8	Repayment	Repayment schedule may range between 3 to 7. For running accounts repayable on demand.																			
9	Guarantor	For accounts eligible under CGTMSE coverage, third party guarantee & collaterals security are not mandatory.																			
10	Nomenclature	PMEGP PMECC																			

