

# PRIME MINISTER'S EMPLOYMENT GENERATION PROGRAMME [PMEGP]

## Objectives

To develop entrepreneurship and self employment opportunities in A&N Islands.

## Nodal Agency

Khadi & Village Industries Commission [KVIC].

## Programme Implementing Agencies and area of operation

Programme Implementing Agency	Area of operation
A&N Islands Khadi & Village Industries Board	Rural Areas of the Territory excluding Havelock, Neil Island and Nancowry Group of Islands
District Industries Centre	Port Blair Municipal Area, Havelock, Neil Island and Nancowry Group of Islands

## Industry Groups

Agro & Food Processing Industry, Forest based Industry, Handmade Paper / Fibre, Mineral Based Industry, Polymer & Chemical based Industry, Rural Engineering & Bio-Technology, Service Industry including Textiles, Transport [Cargo / Passenger vehicle], Fishing Boat etc.

## Negative List

- i. Meat (processing, canning and / or serving) and intoxicant items (production / manufacture / sale)
- ii. Cultivation of crops / Plantation, Animal Husbandry like Pisciculture, Piggery, Goatery, Poultry, Harvester machines, Khadi & Polyvastra etc.
- iii. Any project causing environmental problems.

## Eligible Beneficiaries

Any individual, above 18 years of age / SHGs / Co-op. Societies / Charitable Trusts.

## Financial Institutions

- All Public sector Banks
- Co-operative Bank approved by State Level Task Force Committee [TFC].

## Maximum Project size

- Upto Rs. 25.00 lakh for Manufacturing sector.
- Upto Rs. 10.00 lakh for Service sector.
- Upto Rs. 3.00 lakh for Trading / Business related activities.

## Per Capita Investment limit

- Rs. 4.50 lakh.

## Selection of beneficiaries

Beneficiaries will be selected through interview process by the District Task Force Committee headed by the Deputy Commissioner of the District.

## Physical Verification

As a monitoring part, 100% physical verification will be conducted so as to know the impact of the scheme and to ensure proper utilization of Govt. subsidy.

## Education Qualification

Minimum VIII<sup>th</sup> pass for the project cost above Rs. 10.00 lakh under Manufacturing sector and above Rs. 5.00 lakh under Service sector.

## Quantum and nature of Financial Assistance

Categories of beneficiaries	Total Finance		Quantum of margin money (Back ended subsidy)	
	Entrepreneurs contribution (of project cost)	Bank finance (of Project cost)	Urban	Rural
Area				
General Category	10%	90%	15%	25%
Special category such as ST/OBC/Minorities/ Women, Ex-Servicemen & Physically handicapped persons	05%	95%	25%	35%

## Entrepreneurship Development Programme [EDP Training]

Mandatory EDP training for 6–10 days duration before release of 1<sup>st</sup> installment of Bank finance. Persons already undergone similar training are exempted for further training.

## Documents required

Certificate of educational qualifications, Technical qualification, Aadhaar Card, caste / category certificate [wherever applicable], EDP training certificate, Passport size photograph, Local certificate / Islander Identity card.

## Modalities of operation of the scheme

- Invitation of online applications through Press, Radio, Doordarshan and other multimedia at periodical intervals.
- Scrutiny of projects by District Level Task Force Committee.
- Sponsoring of project to the concerned Bank through Lead Bank.
- Sanction of project by Bank on the basis of viability of each project.
- Arrangement of EDP by A&NI KVIB before release of 1st installment of Loan.
- Deposit of Entrepreneurs contribution with the Bank.
- Release of 1st and subsequent installments of loan by Bank.
- Submission of margin money claim to the designated Nodal Bank by financing Bank.
- Release of margin money subsidy by Nodal Bank which should be kept in the Term Deposit Receipt of three years at the branch level in the name of the beneficiary.

- Adjustment of margin money subsidy to the borrowers Loan account after three years on the basis of investment made by the borrower and actual grounding of the unit.

#### Other details of the scheme

- Margin money will be one time assistance from KVIC.
- Margin money assistance is available only for new projects sanctioned under PMEGP.
- Projects financed jointly/from two different services are not eligible for margin money assistance.
- Only one person from one family is eligible for obtaining finance under PMEGP. The family includes self and spouse.
- Banks have to ensure that each beneficiary prominently displays the following sign-board at the main entrance of his / her project site :-

<p>.....(Unit name)          Financed by..... Bank.....(District name)          under          Prime Minister's Employment Generation Programme (PMEGP)          Ministry of Micro, Small &amp; Medium Enterprises.</p>
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#### Marketing support

The A&NI KVIC has established its departmental sales outlet i.e. Khadi Gramodyog Bhavan at Udyog Parisar, Middle Point, Port Blair which is the part of the Marketing Support System for the units financed under PMEGP.

*For further details and submission of online application form, interested beneficiaries may contact*

**A & N Islands Khadi & Village Industries Board**  
**or**  
**District Industries Centre [Ph. - 232601]**  
**or**

- Lead Bank Office, SBI, Port Blair or
- Nearest Branch of:-
  - ❖ Public Sector Bank
  - ❖ Andaman & Nicobar State Co-operative Bank Ltd.

- Industries Department at:-
- ❖ Diglipur, Phone – 272287
  - ❖ Bakultala, Phone – 277807
  - ❖ Hutbay, Phone – 284956
  - ❖ Car Nicobar, Phone – 267207
  - ❖ Campbell Bay, Phone – 264245

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**A&N Islands Khadi & Village Industries Board**  
**Udyog Parisar, Middle Point,**  
**Port Blair – 744101**

e-mail : [anikviboard@rediffmail.com](mailto:anikviboard@rediffmail.com)  
 Phone : 03192 – 233301  
 Fax : 03192 - 230499

**Online submission of PMEGP applications only through**

*KVIC website : [www.kviconline.gov.in](http://www.kviconline.gov.in)*