

PRIME MINISTER EMPLOYMENT GENERATION PROGRAMME (PMEGP)

Purpose	To generate employment in rural as well as urban areas.					
Eligibility	<ul style="list-style-type: none"> i. Any individual, above 18 years of age ii. There will be no income ceiling for assistance for setting up projects under PMEGP. iii. For setting up of project costing above Rs.10 lakhs in the manufacturing sector and above Rs. 5 lakhs in the business /service sector, the beneficiaries should possess at least VIII standard pass educational qualification. iv. Assistance under the Scheme is available only for new projects sanctioned specifically under the PMEGP. v. Self Help Groups (including those belonging to BPL provided that they have not availed benefits under any other Scheme) are also eligible for assistance under PMEGP. vi. Negative list of activities will not be permitted under PMEGP for setting up of micro enterprises/ projects /units. 					
Project cost	<ul style="list-style-type: none"> i. Cost of the project to be set up under the scheme, should not exceed Rs. 25 lakhs in respect of manufacturing activity and Rs. 10 lakhs in respect of Service / business activity for all categories of eligible borrowers. ii. Sanctioning of 2nd loan with subsidy for upgrading the existing units. Financial assistance upto Rs. 1 Cr for manufacturing units and Rs. 25 lakhs for service unit in case of 2nd loan. 					
Loan amount	<table border="1"> <tr> <td>General Category beneficiaries</td> <td>Upto 90% of the project cost</td> </tr> <tr> <td>Weaker Section beneficiaries/Institutions</td> <td>Upto 95% of the project cost</td> </tr> </table>		General Category beneficiaries	Upto 90% of the project cost	Weaker Section beneficiaries/Institutions	Upto 95% of the project cost
General Category beneficiaries	Upto 90% of the project cost					
Weaker Section beneficiaries/Institutions	Upto 95% of the project cost					
Margin Money from KVIC	Depending upon Location of the Project/Unit and category of the borrowers varies from 15% to 35% of the project cost.					
Repayment	3 to 7 years					
ROI	As per extant guidelines					
CGTMSE coverage	Eligible units to be covered					

Conditions apply. The information provided above is only illustrative and not exhaustive.

Contact: For more details, please contact your nearest: Canara Bank Branch or E-mail to: hosbu@canarabank.com