

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION No. 1969
TO BE ANSWERED ON 30.07.2026

IMPLEMENTATION OF PMEGP

1969. SHRI SUNIL BOSE:

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

- (a) the details of funds sanctioned, disbursed and utilised under the Prime Minister's Employment Generation Programme (PMEGP) since its inception, State-wise particularly for the State of Karnataka;
- (b) whether the union Government has evaluated the performance of the PMEGP in Tamil Nadu, a key industrial State and if so, the details thereof;
- (c) the details regarding the number of Micro, Small and Medium Enterprises (MSMEs) established and employment generated through this scheme in Karnataka; and
- (d) whether any special measures have been taken to promote MSMEs in Chamarajanagar and Mysore districts and if so, the details thereof and if not, the reasons therefor?

ANSWER

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

- (a): Prime Minister's Employment Generation Programme (PMEGP) being a Central Sector Scheme, no State-wise allocation of budget is done. Funds are disbursed based on the demand generated and loans sanctioned by the financial institutions across States. State-wise details of Margin Money (MM) subsidy disbursed and utilised under PMEGP since its inception i.e. FY 2008-09 to FY 2025-26 is given at **Annexure**.
- (b): The Ministry conducted an evaluation of the PMEGP through a third party agency covering 28,200 PMEGP beneficiary units and 2,800 non-beneficiary enterprises across all States/UTs, including 1,670 PMEGP units of Tamil Nadu to assess the performance of the PMEGP units established during the period FY 2008-09 to FY 2023-24. Most of the PMEGP units reported increase in average annual income and positive profitability across sectors over the years.
- (c): Since its inception of the scheme, 55,430 microenterprises have been assisted in the state of Karnataka generating estimated employment of 498,870 persons.
- (d): Initiatives undertaken by the Ministry of MSME under PMEGP to promote entrepreneurship and create job opportunities across the country including Chamarajanagar and Mysore districts of Karnataka state are as follows:

- i. Enhancement of maximum project cost from Rs. 25 lakh to Rs. 50 lakh for manufacturing sector and from Rs. 10 lakh to Rs. 20 lakh for service sector.
- ii. Inclusion of applicants from Aspirational districts and transgenders under Special Category eligible for higher subsidy.
- iii. Establishment of PMEGP Helpdesks at State Offices to provide real-time assistance and handholding to potential beneficiaries.
- iv. A wide range of more than 1,000 Model of Detailed Project Reports prepared on various industries have been made available on the PMEGP portal.
- v. Disseminating Information, Education and Communication (IEC) material and video clips in regional languages for promotion in remote areas.
- vi. As per RBI Master Directions on lending to MSMEs, no collateral security to be insisted by Banks for projects involving loan up to Rs. 20 lakh. Strict compliance of this provision has been reemphasized to all financing Banks.
- vii. Periodical review meetings by the Ministry with Implementing Agencies i.e. KVIC, State offices of KVIC, State Khadi and Village Industries Boards (KVIBs), State District Industries Centres (DICs) and financial institutions.
- viii. Awareness and outreach programmes in all the States/UTs including backward and underperforming areas, Aspirational districts, NER etc. to identify potential beneficiaries and provide handholding support during the application process.
- ix. Financial literacy camps and customer awareness programmes conducted by Banks to educate prospective entrepreneurs about various initiatives of the Government, including PMEGP.

ANNEXURE: REFERRED TO IN REPLY TO PART (a) OF THE LOK SABHA UNSTARRED QUESTION NO. 1969 FOR ANSWER ON 30.07.2026.

State-wise details of Margin Money (MM) subsidy disbursed and utilized under PMEGP since its inception i.e. FY 2008-09 to FY 2025-26:

Sr. No.	State Name	MM Subsidy (Rs. Cr)
1	Andaman Nicobar	26.35
2	Andhra Pradesh	1,520.22
3	Arunachal Pradesh	99.41
4	Assam	901.85
5	Bihar	1,473.62
6	Chandigarh	8.42
7	Chhattisgarh	798.35
8	Delhi	32.36
9	Goa	34.85
10	Gujarat*	2,539.35
11	Haryana	689.74
12	Himachal Pradesh	420.38
13	Jammu Kashmir	2,149.71
14	Jharkhand	593.48
15	Karnataka	1,604.15
16	Kerala	768
17	Ladakh	47.98
18	Lakshadweep	1.1
19	Madhya Pradesh	1,727.60
20	Maharashtra**	1,564.60
21	Manipur	285.28
22	Meghalaya	165.37
23	Mizoram	171.26
24	Nagaland	299.38
25	Odisha	1,197.66
26	Puducherry	16.17
27	Punjab	746.71
28	Rajasthan	1,178.46
29	Sikkim	44.2
30	Tamil Nadu	1,857.70
31	Telangana	817.3
32	Tripura	314.01
33	Uttar Pradesh	3,921.99
34	Uttarakhand	461.12
35	West Bengal	1,145.28

**including Daman and Diu **including Dadra and Nagar Haveli*