

Central Government Credit Schemes:

Name of Scheme	a. CREDIT GUARANTEE FUND TRUST FOR MICRO AND SMALL ENTERPRISES (CGTMSE)										
Name of Ministry/ Dept.	DC (MSME), Ministry of MSME										
Description	<p>Objective: 1. Government of India launched Credit Guarantee Scheme (CGS) so as to strengthen credit delivery system and facilitate flow of credit to the MSE sector. To operationalise the scheme, Government of India and SIDBI set up the Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE).</p> <p>2. Banks and financial institutions are provided funding assistance under this scheme so that they can in turn lend Collateral Free Loans & Working Capital for New Entrepreneur and Existing Entrepreneur. 75% of the loan amount to the bank is guaranteed by the Trust Fund.</p>										
Who is Eligible	<p>1. Both existing and new enterprises are eligible under the scheme.</p> <p>2. New / Existing Entrepreneurs with a maximum credit cap of Rs.200 lakh (Rupees Two Hundred lakh only) are eligible to be covered.</p> <p>3. Banks and financial institutions can apply to office of DC-MSME/MSME-DIs for availing support.</p> <p>4. MSMEs need to directly contact the respective banks for getting credit.</p>										
Nature of assistance	<p>Government Assistance: Funding support for lending <i>collateral-free credit & Credit Guarantee cover up to Rs.2.00 Crs. to MSMEs.</i></p> <p>Extent of the guarantee: The Trust shall provide guarantee as under :</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 40%;">Category</th> <th colspan="3">Maximum extent of Guarantee where credit facility is</th> </tr> </thead> <tbody> <tr> <td></td> <td style="width: 20%;">Upto Rs.5 lakh</td> <td style="width: 20%;">Above Rs.5 lakh upto Rs.50 lakh</td> <td style="width: 20%;">Above Rs.50 lakh upto Rs.100 lakh</td> </tr> </tbody> </table>			Category	Maximum extent of Guarantee where credit facility is				Upto Rs.5 lakh	Above Rs.5 lakh upto Rs.50 lakh	Above Rs.50 lakh upto Rs.100 lakh
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	Micro Enterprises	85% of the amount in default subject to a maximum of Rs.4.25 lakh	75% /Rs.37.50 lakh	Rs.37.50 lakh plus 50% of amount in default above Rs.50 lakh subject to overall ceiling of Rs.62.50 lakh
	Women entrepreneurs/ Units located in North East Region (incl. Sikkim) other than credit facility upto Rs.5 lakh to micro enterprises	80% of the amount in default subject to a maximum of Rs.40 lakh		Rs.40 lakh plus 50% of amount in default above Rs.50 lakh subject to overall ceiling of Rs.65 lakh
	All other category of borrowers	75% /Rs.37.50 lakh		Rs.37.50 lakh plus 50% of amount in default above Rs.50 lakh subject to overall ceiling of Rs.62.50 lakh

Guarantee Fee and Annual Service Fee

(i) One-time guarantee fee at specified rate ((a)currently 1.00% in the case of credit facility upto Rs. 5 Lakh and 1.5% in the case of credit facility above Rs. 5 Lakh (b) 0.75%, in case of credit facilities upto Rs.50 lakh sanctioned to units in North Eastern Region including State of Sikkim) of the credit facility sanctioned (comprising term loan and / or working capital facility) shall be paid upfront to the Trust by the institution availing of the guarantee within 30 days from the date of first disbursement of credit facility.

(ii) The annual service fee at specified rate (currently 0.50% in the case of credit facility upto Rs. 5 Lakh and 0.75% in the case of credit facility above Rs. 50 Lakh)

How to Apply	<ol style="list-style-type: none"> 1. http://www.cgtmse.in/About_us.aspx 2. http://www.dcmsme.gov.in/schemes/sccrguarn.htm 3. Financial institutions can directly contact office of DC-MSME and can also apply online. 4. MSME can directly contact the respective banks/financial institutions as listed in the scheme guidelines.
Whom to Contact	<ol style="list-style-type: none"> 1. Small Industries Development Bank of India (SIDBI), 2. Nationalized Banks and financial institutions 3. MSME – DI & its braches 4. Contact person

	<p>(1) CEO, CGT SME Ph: 022-61437805 Email: pradeepm[at]cgtmse[dot]in</p> <p>2) ADC, O/o DC, MSME Ph: 011-23062241 Email : arun_kumar[at]nic[dot]in)</p> <p>3) JDC, O/o DC, MSME Ph: 011-23061726 Email : deepak[dot]rao[at]nic[dot]in</p>
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Name of Scheme	b. Interest Equalisation Scheme on pre and post shipment rupee export credit.
Name of Ministry/ Dept.	DC (MSME), Ministry of MSME, Cabinet Committee on Economic Affairs
Description	<p>Cabinet Committee on Economic Affairs has given its approval for 3% Interest Equalisation Scheme (earlier called Interest Subvention Scheme) for SME exporters on Pre & Post Shipment Rupee Export Credit with effect from 1st April, 2015 for five years. The scheme will be evaluated after three years. The scheme, earlier called Interest Subvention Scheme. The features are:</p> <ul style="list-style-type: none"> • The rate of interest equalisation is 3%. (The scheme would be available to all exports of MSME and 416 specified tariff lines). • The scheme would not be available to merchant exporters. The duration of the scheme is for five years with effect from 1.4.2015. • On completion of three years of operation of the scheme, Department of Commerce may initiate a study on impact of the scheme on export promotion and its further continuation (study may be done through one of the IIMs.) • Ministry of Commerce & Industry may place funds in advance with RBI for requirement of one month and reimbursement can be made on a monthly basis through a revolving fund system. • The operational instructions of the scheme would be issued by RBI shortly. • The scheme covers mostly labour intensive and employment generating sectors.
Who is Eligible	(The scheme would be available to all exports of MSME and 416 specified tariff lines). The scheme would not be available to merchant exporters
Nature of assistance	The rate of interest equalisation is 3% for SME exporters on Pre & Post Shipment Rupee Export Credit with effect from 1st April, 2015 for five years
How to Apply	<p>1. Financial institutions can directly contact office of DC-MSME and can also apply online.</p> <p>2. MSME can directly contact the respective banks/financial institutions as listed in the scheme guidelines.</p>

Whom to Contact	<ol style="list-style-type: none"> 1. Small Industries Development Bank of India (SIDBI), 2. Nationalized Banks and financial institutions 3. MSME – DI & its braches
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Name of Scheme	C. PRIME MINISTER'S EMPLOYMENT GENERATION PROGRAMME (PMEGP)
Name of Ministry/ Dept	KVIC, Ministry of MSME
Description	<p>Scheme provides Subsidy Loans for Term Loan & Working Capital for New Micro Entrepreneur. The Scheme is implemented by Khadi and Village Industries Commission (KVIC), as the nodal agency at the National level. At the State level, the Scheme is implemented through State KVIC Directorates, State Khadi and Village Industries Boards (KVIBs) and District Industries Centres (DICs) and banks. The Government subsidy under the Scheme is routed by KVIC through the identified Banks for eventual distribution to the beneficiaries / entrepreneurs in their Bank accounts.</p> <p>Objectives:</p> <p>(i) 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.</p> <p>(ii) To bring together widely dispersed traditional artisans/ rural and urban unemployed youth and give them self-employment opportunities to the extent possible, at their place.</p> <p>(iii) To provide continuous and sustainable employment to a large segment of traditional and prospective artisans and rural and urban unemployed youth in the country, so as to help arrest migration of rural youth to urban areas.</p> <p>(iv) To increase the wage earning capacity of artisans and contribute to increase in the growth rate of rural and urban employment.</p>
Who is Eligible	<p>New Entrepreneurs can apply. Any individual, above 18 years of age. At least VIII standard pass for projects costing above Rs.10 lakh in the manufacturing sector and above Rs. 5 lakh in the business / service sector. Only new projects are considered for sanction under PMEGP. Self Help Groups (including those belonging to BPL provided that they have not availed benefits under any other Scheme), Institutions registered under Societies Registration Act,1860; Production Co-operative Societies, and Charitable Trusts are also eligible.</p> <p>Existing Units (under PMRY, REGP or any other scheme of Government of India or State Government) and the units that have already availed Government Subsidy under any other scheme of Government of India or State Government are NOT eligible.</p>
Nature of Assistance	Government Assistance: Government provides assistance of 15 – 35% subsidy, The maximum cost of the project/unit admissible under manufacturing sector is Rs.25 lakh and under business/service sector is Rs.10 lakh. General category

	<p>beneficiaries can avail of margin money subsidy of 25 % of the project cost in rural areas and 15% in urban areas. For beneficiaries belonging to special categories such as scheduled caste/scheduled tribe /women the margin money subsidy is 35% in rural areas and 25% in urban areas.</p> <p>Beneficiary Contribution: Own contribution 5 -10% of project cost.</p>
How to Apply	<p>http://my.msme.gov.in/MyMsme/Reg/COM_PMEGPFForm.aspx</p> <p>The State/Divisional Directors of KVIC in consultation with KVIB and Director of Industries of respective states (for DICs) will give advertisements locally through print & electronic media inviting applications along with project proposals from prospective beneficiaries desirous of establishing the enterprise/ starting of service units under PMEGP.</p> <p>The beneficiaries can also submit their application online at https://www.kviconline.gov.in/pmegportal/pmegphome/index.jsp and take the printout of the application and submit the same to respective offices along with Detailed Project Report and other required documents.</p>
Whom to Contact	<ol style="list-style-type: none"> 1. Khadi & Village Industries Board (KVIB) - Rural area (State Director, KVIC Address available at http://www.kviconline.gov.in Dy. CEO (PMEGP), KVIC, Mumbai Ph: 022-26711017 Email: ykbaramatikar[dot]kvic[at]gov[dot]in) 2. MSME- DI, & its braches 3. District Industries Centres (DIC)