

## **Maharashtra Government industry office Directorate of Industries**

### **Chief Minister's Employment Generation Programme (CMEGP)**

#### **The Scheme:**

Government of Maharashtra has approved the introduction of a new credit linked subsidy programme called Chief Minister Employment Generation Programme (CMEGP) for generation of employment opportunities through establishment of Micro & Small Enterprises (project cost limited to Rs. 50 lacs) in rural as well as urban areas in the state.

#### **The Scheme Implementation:**

The Scheme will be implemented and monitored by Directorate of Industries (DOI), under the administrative control of Industries Department, Government of Maharashtra. The Scheme will be implemented through District Industries Centers (DICs), Maharashtra State Khadi and Village Industries Boards (KVIB) under the control of Directorate of Industries and also by banks. The subsidy under the scheme will be routed through DOI to the identified banks for eventual distribution to the beneficiaries/entrepreneurs in their bank accounts after the stipulated period.

#### **Eligibility**

- Any individual between 18 to 45 years of age.
- The candidate who is interested in self-employment.
- For Special category (including SC/ST/Women/Ex-servicemen/Differently abled) age is relaxed by 5 years.
- Assistance under the Scheme is available only for new micro small enterprises projects/ventures limited to Rs.50 lacs.
- The required educational criteria for the applicant is minimum 7<sup>th</sup> standard pass and for project/units above Rs.25 lakh the required educational criteria for the applicant is minimum 10<sup>th</sup> standard pass. The applicants should also preferably possess respective / relevant skills required for the project.
- Those candidates who are availing the benefit of any other scheme of the State Government will not be eligible for the scheme.

#### **Project Cost**

- Project/units cost should be between Rs.10 lakh to Rs.50 lakhs.
- The maximum cost of the project/unit admissible under manufacturing sector is Rs.50 lakh.
- The maximum cost of the project/unit admissible under manufacturing sector is Rs.10 lakh.

## **Planning and Implementation Mechanism**

- The Scheme will be implemented and monitored by Directorate of Industries (DOI), under the administrative control of Industries Department, Government of Maharashtra.
- The Scheme will be implemented through District Industries Centers (DICs), Maharashtra State Khadi and Village Industries Boards (KVIB) under the control of Directorate of Industries and also by banks.
- The subsidy under the scheme will be routed through DOI to the identified banks for eventual distribution to the beneficiaries/entrepreneurs in their bank accounts after the stipulated period.

### **Quantum and Nature of Financial Assistance, funding under CMEGP:**

Categories of beneficiaries under CMEGP	Beneficiary's Contribution (of project cost)	Rate of subsidy (of project cost) Financial Assistance		Loan from Bank	
		Urban	Rural	Urban	Rural
General Category	10%	15%	25%	75%	65%
Special Category (includes SC / ST /Women/ Ex-servicemen / differently abled)	5%	25%	35%	70%	60%

### **Assistance by Bank or Financial Institution**

Under the Chief Minister's employment generation plan, self-contribution and state government (as grant) financial assistance or additional assistance will be provided by the Bank from 60 to 75%. Bank loans will be provided through nationalized banks, schedule banks, private banks of the state.

### **Training**

The applicants selected under the scheme will be given free industry training, including

- 2 weeks for product category projects under Residential Entrepreneurship Development Programme (REDP) / Entrepreneurship Development Programme (EDP) / Skill Development Programme (SDP) / Entrepreneurship cum Skill Development Programme (ESDP) need not undergo the EDP training again.

## **Necessary Documents**

- Birth Certificate / Birth Certificate School Living Certificate / School Living Certificate Age Certificate
- Educational Qualification Certificate
- Photo
- Pan card
- Aadhaar Card
- Planned Industries / Industry Documents pertaining to the business premises (preliminary consent on plain paper) (documents registered after bank approval must be submitted to the bank itself.
- Certificate (SC /ST)
- Supplementary Certificate for Special Classes (Disabled/Disabled) ex-servicemen)
- Promise letter (undertaking) in self-signed prescribed pattern

## **Applications can be made through the website given below:**

The applicant must apply for financial assistance to respective implementing agencies on the dedicated portal viz. <https://maha-cmegp.gov.in> only.

## **The generalized process flow of proposals received under the scheme will be as follows:**

- a) The applicant must apply for financial assistance to respective implementing agencies on the dedicated portal viz. <https://maha-cmegp.gov.in> only. Under any circumstances / events receipt of physical applications will not be entertained by the implementing agencies.
- b) A District level Scrutiny and Coordination Sub-Committee (DLSCC) constituted under the Chairmanship of respective GM, DICs will scrutinize the applications and prepare a primary list of eligible applicants.
- c) The primary eligible applicants list will be approved by DLTFC headed by the District Magistrate / Deputy Commissioner / Collector of the concerned districts and the same will be forwarded by GM, DIC (as a convener) to respective banks for further needful.
- d) The banks shall scrutinize and sanction the proposal depending upon financial and technical viability of the project and other related aspects as per prevailing norms as well as directives issued by the RBI from time to time.
- e) The bank will upload the detailed sanctioned summary report with a copy of sanction letter on the portal. The bank will inform the applicant regarding specific EDP training depending upon the category of activity. However, the applicants, who has already undergone training of at least 10 days under Residential Entrepreneurship Development Programme (REDP) / Entrepreneurship Development Programme (EDP) / Skill Development Programme (SDP) / Entrepreneurship cum Skill Development Programme (ESDP) need not undergo the EDP training again.

f) After the completion of EDP training (agencies approved by DOI) by the applicant, respective bank will upload EDP training certificate on the portal along with the claim of Margin Money. The Margin Money claim will be allowed after disbursement of first instalment of loan which would be equal to or more than Margin Money amount.

g) Application processing, scrutiny, counselling, DLTC sanction, recommendation to bank, loan approval, etc. will be completed at district level. After sanction of loan by respective bank, GM, DIC must verify and validate the detail margin money summary report within 3 working days and forward the same to CMEGP cell at HO, DOI for further release of margin money for further disbursement. For necessary rectification, if required in the summary report the GM, DIC will send the proposal to the respective bank and complete the validation within reasonable time.

h) CMEGP cell will verify the details of the claim along with summary report and get it validated from controlling authority. The validated margin money claim will be forwarded to the Nodal Officer (CMEGP), Corporation Bank, Mumbai for onward disbursement to respective bank branch. The Corporation Bank will disburse the Margin Money claim to respective bank branch in real time and inform the same with necessary reports to CMEGP Cell.

i) Margin money amount will be kept in respective loan account of the beneficiary as Term Deposit Receipt (TDR) for three years. Such TDR will not earn interest and the banks too would not charge any interest on equivalent amount of the loan component. After completion of three successful years of activity and following the timely repayment schedule as informed by the bank, the margin money in the form of grant-in-aid will be re-appropriated in the applicant's loan account after confirmation / necessary validation from GM, DIC.

j) The entire application process at various stages would be fair, transparent and time-bound.