



KHADI AND VILLAGE INDUSTRIES COMMISSION
IRLA ROAD, VILE PARLE (WEST), MUMBAI-56

No.REGP/PMEGP/Scheme/09-10/269

Date : 22-06-2009

C I R C U L A R

The Ministry of MSME, Govt. of India has launched a new Credit Linked Subsidy Scheme i.e. Prime Minister's Employment Generation Programme (PMEGP) w.e.f. 26th September, 2008 by merging REGP and PMRY that were in operation till 31st March, 2008. Khadi and Village Industries Commission is the nodal agency at National level for implementation of the scheme and the programme is being implemented through field offices of KVIC, State Khadi and Village Industries Boards/UTs and District Industries Centers of State Governments.

2. As per the approved guidelines by the Ministry, MSME, Govt. of India, all Public Sector Banks, all Regional Rural Banks, and selected Co-operative / Private Sector Commercial Banks (approved by the State Level Task Force Committee headed by Principal Secretary (Industries) / Commissioner (Industries) as well as Small Industries Development Bank of India (SIDBI) will be eligible financial institutions under the scheme.

3. Now, the Ministry of MSME, Govt. of India has forwarded the letter of Reserve Bank of India bearing No. RPCD.SME&NFS. No.10813/09.04.01/2008-09 dated April 20,2009 along with the name and addresses of 76 Rural Regional Banks having positive net worth and earning operational profits considered eligible for financing of PMEGP projects in rural as well as urban areas. The said list along with communication of RBI is enclosed at Annexure 'A' for ready references and compliance in this regard.

4. The Margin Money claims of Regional Rural Banks may be routed through their respective head offices and the corresponding Margin Money will be settled from the Nodal Branch already opened (or to be opened) in their sponsoring Bank. No Nodal Bank Account will be opened in the RRBs separately.

