

# PM Formalization of Micro Food Processing Enterprises (PMFME)



## Objective:

- The scheme aims to provide financial assistance to set up self-employment micro food processing enterprises and generate sustainable employment opportunities in rural as well as urban areas.
- To promote formalization of the food processing sector by improving quality, hygiene and food Safety standards.
- To promote value addition and branding.

## Key Benefits:

- Credit linked capital subsidy at 35% of the eligible project cost for expansion/ technology upgradation with a maximum ceiling of Rs. 10.00 lakhs.
- Credit linked grant at 35 % of the project cost to SHGs/FPOs/ cooperatives for capital expenditure with max. limit as prescribed.
- Seed capital @ Rs. 40,000/- per member of SHGs to those engaged in food processing as a working capital.
- Credit linked grant at 35 % of the project cost for common infrastructure with max. limit as prescribed.



## Scheme applicable for:

- Any individual above 18 years of age can apply.
- Self Help Groups(SHG)
- Farmer Producer Organizations(FPOs)
- Only one person from one family is eligible for obtaining financial assistance



## Detailed Information:

- The own contribution of the beneficiary is 10% of the project cost.

- **If the application for loan is approved, Banks sanction and release the balance amount of 90% of the total project cost suitably for setting up of the units by the beneficiaries.**
- **Government of India has introduced online process for flow of applications and disbursement of Margin Money (subsidy) directly to financing branches.**
- **Online application form is mandatory for individuals on thee-portal. District Resource Persons (DRPs) are engaged for providing hand holding support towards application submission and formalization by obtaining FSSAI, GST, Udyam Registration. SMS/ e-mail alerts are sent to the applicants automatically by the system.**
- **Scheme focuses on cluster development for specific food products. It also provides support for common infrastructure and value chain development.**
- **Capacity building trainings are being provided to credit linked subsidy beneficiaries as well as seed capital SHG beneficiaries.**



#### **How to apply:**

- **Apply on: <https://pmfme.mofpi.gov.in/pmfme/#/Home-Page>**