

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

REGP/Gen/M-34/07-08

March 28, 2008

C I R C U L A R

Sub:- Introduction of Prime Minister Employment Generation Programme (PMEGP) in place of Rural Employment Generation Programme and PMRY - reg.

1. The Ministry of MSME, Govt. of India has decided to introduce a new scheme called Prime Minister Employment Generation Programme (PMEGP) by merging REGP and by revising certain parameters of the scheme. The cabinet approval for the new scheme is likely to be received by May/June, 2008.
2. Since REGP will cease to exist w.e.f. 1.4.2008. All the CEO, State/Divisional KVIB, UT KVIBs, Public Sector Banks, State/Divisional Directors are advised to ensure that no proposals are accepted or sanctioned under REGP w.e.f. 1.4.2008.
3. All out efforts may be made to ensure that all pending margin money schemes for REGP project sanctioned upto 31.3.2008 are expeditiously examined and settled by 30.4.2008. This may be done by exhausting large unspent balance available with the field offices of KVIC/KVIB and Nodal Branches of Banks.
4. The details of unspent balance available as on 31.3.2008 may immediately communicated to Director (REGP) for monitoring and further necessary action.
5. CEO, KVIBs and State/Divisional Directors may bring to the notice of SLBC, Bank State Controllers and LDMS on the discontinuance of REGP scheme w.e.f. 1.4.2008 and not to accept or sanction any projects under REGP for the financial year 2008-09, since no margin money subsidy will be available from Govt. of India for the same.

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6. These aspects may also be highlighted through local advertisement, Bankers meeting and prominent displays on the notice board on the offices of KVIC and KVIB.

7. On receipt of approval from Ministry of MSME, Govt of India for PMEGP the same shall be communicated alongwith the targets to CEO, KVIBs and State /Divisional Directors, KVIC for implementation of the scheme.

The above instructions are brought to the notice for immediate compliance of all concerned.

Sd/-

Chief Executive Officer

To

1. CEO, State/UT KVIB
2. All Dy. CEOs
3. State/Divisional Directors
4. Director, REGP

Copy for favor of information :

1. Members of KVIC
2. Financial Advisor, KVIC, Mumbai
3. Jt. C.E.O., KVIC, Mumbai
4. Secretary to Chairperson
5. CEO Cell
6. Director (IT) for website
7. Director (Publicity)for publishing in Jagriti.