

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

No.PMEGP/Budget/M-951/2009-10

Dt. 09-07-2009

C I R C U L A R

Sub:- Utilization of unspent Margin Money during 2009-10 released for the year 2008-09 under PMEGP – reg.

During review of the plan schemes by the Secretary, MSME, Govt. of India, the reason of less performance under PMEGP scheme was also discussed in detail. The issue pertaining to utilization of unspent Margin Money released during the financial year 2008-09 under PMEGP was also discussed. It was retreated that as per the guidelines issued by the Ministry, the projects sanctioned by Banks upto 31-3-2009 will be reported for the Annual performance for the year 2008-09. Settling of the Margin Money for such projects and completion of EDP was to be done upto 30-6-2009.

2. Considering the above scenario, there are chances that State/Divisional offices of KVIC/KVIB and DIC may be having some left over fund at the opening of year 2009-10 which could not be utilized due to certain obvious reasons during 2008-09. Considering the above scenario, the permission is hereby accorded to KVIC/KVIB & DICs to utilize the balance Margin Money of 2008-09 after sending a certificate to KVIC Central office as below :

"It is certified that there is no proposal for the release of Margin Money pending either with their office or with nationalized banks for which the project was sanctioned by the Bank before 31-3-2009. Rs. _____ is available in the Nodal accounts of the Bank as on 1-4-2009 after adjustment of all claims related to 2008-09. Rs. _____ has also been remitted to KVIC Central Office on account of interest accrued upto 31-12-2008 and 30-6-2009."

cont.

