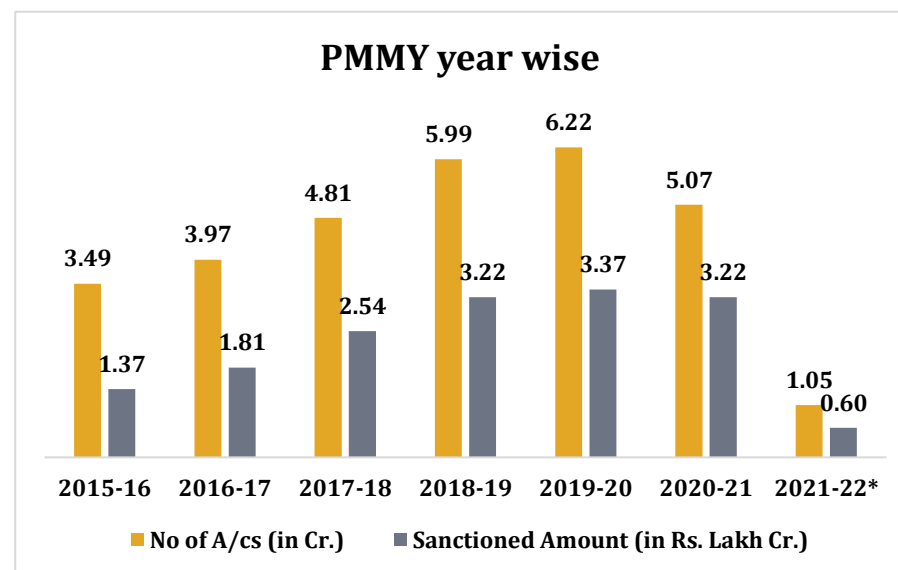


PMMY (Pradhan Mantri Mudra Yojana)

Prime Minister Mudra Yojna, launched with the aim of financing of small business enterprises in manufacturing, trading and service sectors; including activities allied to agriculture such as poultry, dairy, beekeeping etc. by way of providing Term Loan and/or Working Capital with a corpus of Rs. 3,000 Crore

Salient Features:

- Launched on 8th April, 2015
- Divided into three Categories:
 - (i) **Shishu** – up to Rs. 50,000/-
 - (ii) **Kishore** – above Rs. 50,000/- and up to Rs. 5,00,000
 - (iii) **Tarun** – above Rs. 5 lakh and up to Rs. 10 lakh.
- Borrowers can avail loan facility from any Member Lending Institution (MLIs) - Public Sector/Private Sector/Foreign/Regional Rural/Small Finance Banks, NBFC-MFIs, NBFCs and MFIs.
- No processing fee for loans up to Rs. 50,000/- (Shishu category).
- Banks have been mandated by Reserve Bank of India (RBI) not to insist for collateral security in the case of loans up to Rs. 10 lakh extended to units in the Micro and Small Enterprises (MSE) sector.
- Rate of interest is decided by the MLIs and interest is charged only on the money held overnight by the borrower.
- MUDRA Card is provided to borrowers for drawing working capital. It is a RuPay Debit Card and can be used for drawing cash from any ATM or make purchase using Point of Sale machine (POS)



*provisional

Source - Banks and MLIs

Target:

- Government assigns the annual targets to MLIs based on previous years' achievements. Subsequently, MLIs fix their own respective State-wise target according to their area of potential.
- The national level targets under the PMMY scheme have been consistently met since inception of the scheme, except for FY 2020-21 due to ongoing COVID-19 pandemic.
- The percentage achievement in different categories under PMMY are as under:
 - **Shishu** - up to Rs. 50,000/- (87% of loan accounts)
 - **Kishore** - above Rs.50,000/- and up to Rs. 5,00,000/- (11% of loan accounts)
 - **Tarun** - above Rs. 5 lakh and up to Rs. 10 lakh (2% of loan accounts).

PMMY - Target vs Achievement

| Financial Year | Target (in Rs. cr.) | Achievement (in Rs. cr.) | % Achievement |
|------------------------------|------------------------|-----------------------------|------------------|
| 2015-16 | 1,22,188 | 1,37,449 | 112% |
| 2016-17 | 1,80,000 | 1,80,529 | 100% |
| 2017-18 | 2,44,000 | 2,53,677 | 104% |
| 2018-19 | 3,00,000 | 3,21,723 | 107% |
| 2019-20 | 3,25,000 | 3,37,465 | 104% |
| 2020-21 | 3,50,000 | 3,21,759 | 92% |
| 2021-22 (as on 30.07.21)* | 3,00,000 | 59,502 | 20% |
| Total | 18,21,188 | 16,12,104 | |

**provisional*

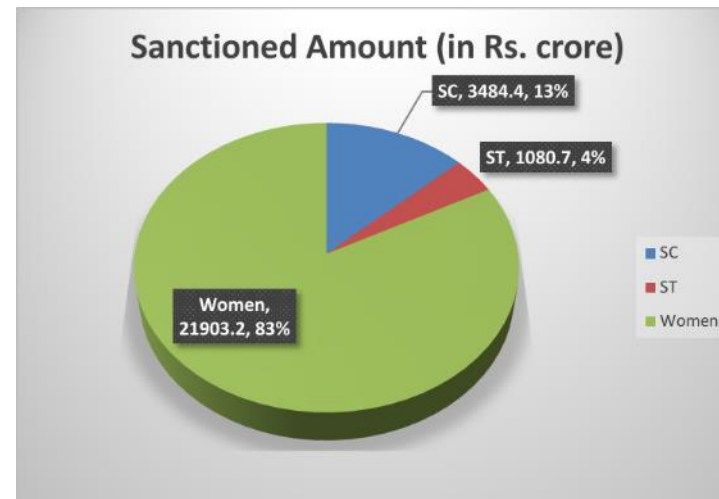
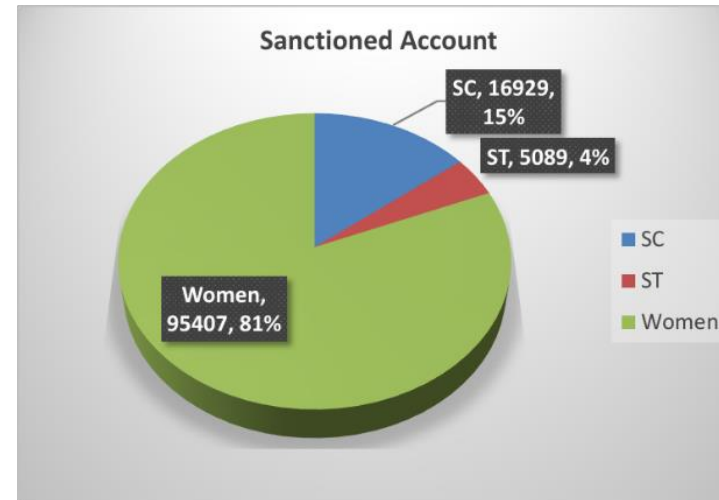
Source: Banks and MLIs

Stand-Up India

The Stand Up India Scheme launched on 5th April, 2016 aims to promote entrepreneurship among the Scheduled Caste/ Scheduled Tribe and Women by facilitating bank loans of value between Rs.10 lakh and Rs.1 Crore to at least one SC/ ST borrower and one woman borrower per bank branch of Scheduled Commercial Banks for setting up Greenfield enterprises in trading, manufacturing and services sector. In 2019-20, the Stand Up India scheme was extended for the entire period coinciding with the 15th Finance Commission period of 2020-25.

Salient Features:

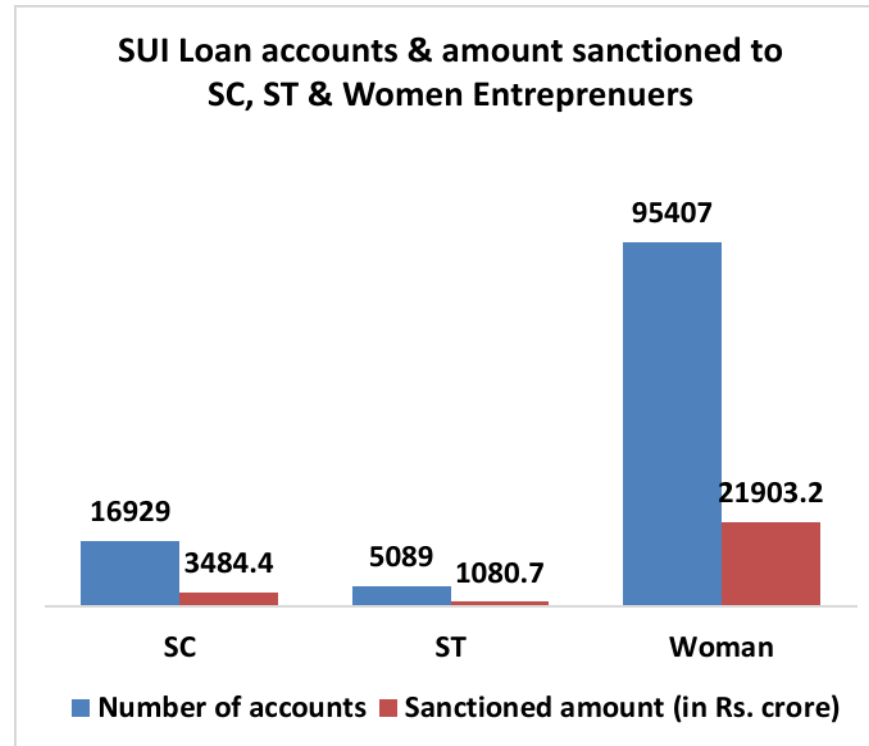
- Launched on 5th April, 2016
- Aims to promote entrepreneurship amongst Scheduled Caste/Scheduled Tribe and women borrowers.
- Facilitate bank loans between Rs. 10 lakh to Rs. 1 Crore to at least one SC/ ST borrower and one woman borrower per bank branch of Scheduled Commercial Banks for setting up Greenfield enterprises in manufacturing, service or trading sector and activities allied to agriculture.
- The borrower to contribute at least 10% of the project cost as own contribution.
- In 2019-20, the scheme was extended up to 2025 coinciding with the period of the 15th Finance Commission
- In budget 2021-22, the margin money from the borrower has been reduced from “**up to 25%**” to “**up to 15%**”
- Composite loan including Term loan and Working capital
- Guarantee coverage under Credit Guarantee Fund for Stand-Up India (CGFSI) operated by NCGTC.



Source :SIDBI

Activities covered under the scheme:

- Scheme was originally for setting up Greenfield Enterprises in trading, manufacturing and services sector.
- Loans for enterprises in '**Activities allied to agriculture**' e.g. pisciculture, beekeeping, poultry, livestock, rearing, grading, sorting, aggregation agro industries, dairy, fishery, agriclinic and agribusiness centers, food & agro-processing etc.
- Includes services supporting the above activities
- Does not include crop loans, land improvement such as canals, irrigation, wells
- A hand holding ecosystem of different agencies has been evolved for supporting prospective beneficiaries through financial training, skilling, entrepreneurship development, work shed requirement, mentoring, application filling/ DPR preparation etc.



Source :SIDBI