

ABSTRACT

Micro, Small and Medium Enterprises Department - Unemployed Youth Employment Generation Programme (UYEGP) scheme - Enhancing the maximum eligible project cost for Trading activities from Rs.5.00 lakh to Rs.15.00 lakh and maximum eligible subsidy from Rs.1.25 lakh to Rs.3.75 lakh - Orders - Issued.

Micro, Small and Medium Enterprises (D2) Department

G.O. (Ms.) No.36

Dated 18.05.2023

திருவள்ளுவர் ஆண்டு 2054 சோபகிருது வருடம், வைகாசி 4

Read:

- 1. G.O. (Ms.) No.80, Micro, Small and Medium Enterprises (D2) Department, dated 30.07.2010.
- 2. G.O. (Ms.) No.50, Micro, Small and Medium Enterprises (D2) Department, dated 09.10.2014.
- 3. G.O. (Ms.) No.35, Micro, Small and Medium Enterprises (D2) Department, dated 11.11.2016.
- 4. G.O. (Ms.) No.69, Micro, Small and Medium Enterprises (D2) Department, dated 11.10.2019.
- 5. G.O. (Ms.) No.66, Micro, Small and Medium Enterprises (D2) Department, dated 21.10.2020.
- 6. Announcement made by the Hon'ble Minister for MS&ME on the floor of the Assembly on 06.04.2023.
- 7. From the Industries Commissioner and Director of Industries and Commerce letter Rc. No.8589/DIC3/2023, dated 13.04.2023.

ORDER:

During the Demand for grants for Micro, Small and Medium Enterprises Department, the Hon'ble Minister for MS&ME among others has made the following Announcement on the floor of the Assembly on 06.04.2023:-

"அதிக எண்ணிக்கையிலான படித்த இளைஞர்கள் பயன்பெறும் வகையில் வேலையில்லா இளைஞர்களுக்கான வேலைவாய்ப்பு உருவாக்கும் திட்டத்தின் (UYEGP) கீழ் வியாபாரம் சார்ந்த தொழில்கள் மட்டும் அனுமதிக்கப்பட்டு, இத்தொழில்களுக்கு தற்போதைய திட்ட மதிப்பின் உச்ச வரம்பு ரூ.5 இலட்சத்திலிருந்து ரூ.15 இலட்சமாக உயர்த்தப்படும். இதற்கான மானியமும் ரூ.1.25 இலட்சத்திலிருந்து ரூ.3.75 இலட்சமாக உயர்த்தி வழங்கப்படும்".

- 2) In the Government Order first read above, orders have been issued introducing the Unemployed Youth Employment Generation Programme (UYEGP) from the year 2010-2011 onwards.
- 3) In the Government Order second read above, orders have been issued enhancing the rate of subsidy from 15% to 25% on the project cost from the year 2014-2015 with effect from 01.04.2014. Similarly the maximum subsidy amount has also been enhanced proportionately from Rs.75,000/- to Rs.1,25,000/- per beneficiary under Unemployed Youth Employment Generation Programme (UYEGP).
- 4) In the Government Order fourth read above, orders have been issued enhancing the maximum project cost under Trading and service categories from Rs.1 lakh to Rs.5 lakh and from Rs.3 lakh to Rs.5 lakh respectively and also enhanced the annual family income limit from Rs.1.5 lakh to Rs.5 lakh.
- 5) In the Government Order fifth read above, orders have been issued enhancing the existing project size limit from Rs.10 lakh to Rs.15 lakh for the manufacturing category and also enhancing the maximum subsidy from Rs.1.25 lakh to Rs.2.50 lakh.
- 6) In the letter sixth read above, the Industries Commissioner and Director of Industries and Commerce has stated that the Maximum subsidy amount of Rs.1.25 lakh for Trading and Service categories pertains to the project cost of Rs.5 lakhs. The Project Cost may be enhanced to Rs.15 Lakhs and hence, it is appropriate to increase the quantum of subsidy as Rs.3.75 lakh proportionately to the enhancement of project cost to Rs.15 Lakhs. Hence, the upper cap of the 25% subsidy may also be enhanced from Rs.1.25 lakh to Rs.3.75 lakh.
- 7) The Industries Commissioner and Director of Industries and Commerce has also stated that there are ample opportunities available for the entrepreneurs of the manufacturing and service sector to avail subsidies from the Prime Minister's Employment Generation Programme (PMEGP) scheme of Union Government and thus by covering these two sectors under PMEGP scheme, the Unemployed Youth Employment Generation Programme (UYEGP) Scheme can be made as a specialized scheme for Trading sector concentrating the entrepreneurs of business sector alone so that UYEGP scheme can accommodate more entrepreneurs from underdeveloped region and marginalized sections of the society. It is also recommended to consider the proposal from Trading category only under UYEGP Scheme.

- 8) The Industries Commissioner and Director of Industries and Commerce has therefore requested the Government to issue necessary orders in this regard.
- 9) The Government after careful examination of the above proposal decided to accept it and accordingly issue the following orders:
 - i. The maximum eligible project cost for Trading activities is enhanced from Rs.5.00 lakh to Rs.15.00 lakh under Unemployed Youth Employment Generation Programme (UYEGP) Scheme.
 - ii. The maximum eligible subsidy is increased from Rs.1.25 lakh to Rs.3.75 lakh under Unemployed Youth Employment Generation Programme (UYEGP) scheme with effect from 06.04.2023, i.e., the date on which the announcement was made in the Assembly.
 - iii. Only Trading activities shall be taken up under Unemployed Youth Employment Generation Programme (UYEGP) Scheme and other business activities in Manufacturing and Service Sectors will be covered under Prime Minister's Employment Generation Programme (PMEGP) and State schemes that offer higher benefit to the entrepreneur.
- 10) This order issues with the concurrence of Finance Department vide its U.O. No.15832/ Finance (Industries)/ 2023, dated 08.05.2023.

(BY ORDER OF THE GOVERNOR)

V.ARUN ROY SECRETARY TO GOVERNMENT

To

The Industries Commissioner and Director of Industries and Commerce, Guindy, Chennai-32.

The Pay and Accounts Officer, Chennai-8.

Copy to:

The Personal Assistant to Hon'ble Minister (MS&ME), Chennai-9.

The Personal Assistant to Minister (Finance and Human Resources Management), Chennai-9.

The Private Secretary to Secretary to Government,

Micro, Small and Medium Enterprises Department, Chennai-9.

The Finance (Ind) Department, Chennai-9.

The Micro, Small and Medium Enterprises (B/OP) Department, Secretariat, Chennai-9.

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// FORWARDED BY ORDER //

SECTION OFFICER

05.2