



Self Employment promotion:-

SELF EMPLOYMENT SCHEME FOR EDUCATED UNEMPLOYED YOUTHS OF SCHOOL AND COLLEGE DROPOUTS

Educated unemployed youth and school/ college dropouts constitute a sizeable percentage who are unable to contribute due to lack of technical knowledge and financial support. Delhi Government has launched a scheme which envisages conversion of energy of such youths, through skill formation / upgradation, to enable them to take up self employment. The Scheme mainly targets school dropouts having passed 8th standard, 10th standard and college dropouts. Training modules of three months duration in various trades such as Fashion Designing, Air Conditioning & Refrigeration, Beauty Parlor & Hair Dressing, Radio & T.V. Repair, Mobile & Computer Repairing, Electric House-Wiring etc. have been designed. The focus, therefore, will be on skill formation and entrepreneur development, basic component of which would be:

1. Skill formation
2. Elements of book keeping
3. Simple knowledge of marketing
4. Acquaintance with product costing
5. Familiarization with project financing by banks and other financial institutions.

During the training period, the expenditure likely to be incurred by the Training Institutions like course fee, training material expenses or any other relevant expenditure to be incurred shall be reimbursed /paid by the Industries Department, Govt. of NCT of Delhi.

For imparting training to the sponsored candidates, the following Training Institutions have been tied-up:-

1. Tool Room & Training Centre, Wazirpur Industrial Area.
2. Hi-Tech vocational Training Centre, Okhla Industrial Area.
3. Society for Self-Employment, FFC, Jhandewalaan.
4. SISI / Process-cum-Product Development Centre, Govt. of India, Okhla.
5. Selected Polytechnics and Industrial Training Institutes (ITIs) of Directorate of Technical Education.
6. Footwear & Leather Goods Training Centre, Wazirpur Industrial Area.
7. Carpet Weaving & Training Centre, Weavers Colony, Bharat Nagar.
8. Paper Craft & Papier Machie Centre, Weavers Colony, Bharat Nagar.

After completion of the training, the candidate can approach the financing institutions concerned including Delhi Khadi & Village Industries Board to avail the financial assistance under the Plan Scheme for providing opportunities for Self-Employment for Educated Unemployed Youths being implemented through DKVIB, as per the scheme guidelines approved by the Govt. of Delhi.

The present level of financial assistance under the scheme is to the extent of Rs. 2.00 lacs as loan in individual cases at the rates of interest as fixed by the Govt. from time to time. The Delhi Govt. would provide subsidy @ 15% of the project cost subject to a ceiling of Rs. 7,500/- per entrepreneur. The repayment of loan would range from 3 to 7 years after a maximum initial moratorium of 12 months from the date of release of loan.

RAJIV GANDHI SWAVALAMAN ROZGAR YOJNA.

Financial Assistance up to Rs. 2.00 lakhs is provided to individual entrepreneurs, artisans and trained professionals under Secondary, Tertiary and Services Sectors. The loan carried interest @ 9.5 per annum through the Delhi Khadi and Village Industries Board.

REBATE ON SALE OF KHADI CLOTH:

To promote and popularize the use of Khadi Cloth, the Govt. of Delhi has allowed Rebate @ 10% on sale of Khadi Cloth through the KVIC & DKVIB Certified and approved sale outlets of Khadi Bhandars in the National Capital Territory of Delhi for a period of 90 working days on the eve of Gandhi Jayanti starting from 2nd October.

PRADHAN MANTRI ROJGAR YOJNA (PMRY) - REVISED GUIDELINES

OBJECTIVE

Pradhan Mantri Rozgar Yojna (PMRY) for providing self-employment to educated unemployed youth of economically weaker sections has been in operation since October 2, 1993. The scheme aims at assisting the eligible youth in setting up self-employment ventures in industry service & business sectors. The scheme intends to cover urban and rural area.

ELIGIBILITY / PARAMETERS:

1. Age:

- (i) 18 to 35 years for all educated unemployed.
- (ii) 18 to 45 years for Scheduled Castes / Scheduled Tribes, Ex-servicemen, Physically Disabled and Women.

2. Educational Qualification: VIII Pass. Preference will be given to those who have been trained for any trade in Government recognized / approved institutions for duration of at least 6 months.

a) Family Income : Neither the income of the beneficiary alongwith the spouse nor the income of parents of the beneficiaries shall exceed **Rs. 1,00,000/- per annum.**

b) Residence: Permanent resident of the area of at least 3 years. (Relaxed for married men in Meghalaya and for married women in rest of the country. For married men in Meghalaya and for married women in rest of the country, the residency criteria applies to the spouse or in-laws).

c) Defaulter: Should not be a defaulter to any Nationalized bank / financial institution/coop. bank. Further, a person already assisted under other subsidy linked Govt. schemes would not be eligible under this scheme.

d) Activities Covered: All economically viable activities including agriculture and allied activities but excluding direct agricultural operations like raising Crop, purchase of manure etc. as per the permissible locational parameters prescribed in the Master Plan Delhi-2021.

e) Project Cost: Rs. 2.00 lacs for business / service sector and Rs. 5.00 lacs for industry sector, loan to be of composite nature. If two or more eligible persons join together in a partnership, project upto Rs. 10.00 lacs are covered. Assistance shall be limited to individual admissibility.

SELF HELP GROUPS CAN BE CONSIDERED FOR ASSISTANCE UNDER THE SCHEME PROVIDED:

- ⦿ Educated Unemployed Youth satisfy the eligibility criteria laid down under the scheme volunteer to form SHG to set up self-employed ventures (Common Economic Activity- as permissible locational parameters of MPD-2021).
- ⦿ A Self Help Group may consist of 5-20 educated unemployed youth.
- ⦿ No upper ceiling on project cost.
- ⦿ Loan may be provided as per individual eligibility taking into account requirement of the project.
- ⦿ SHG may undertake common economic activity for which loan is sanctioned without resorting to onward lending to its members.
- ⦿ The subsidy ceiling for Self Help Group is Rs.15,000/- per beneficiary subject to a minimum of Rs. 1.25 lacs per Self Help Group.
- ⦿ Required margin money contribution (i.e. subsidy and margin to be equal to 20% of the project cost) should be brought in by the SHG collectively.
- ⦿ The exemption limit for obtention of collateral security will be Rs. 5.00 lacs per borrowal account for projects under industry sector. Exemption from collateral will be limited to an amount of Rs. 2.00 lacs per member of SHG for projects under Service & Business Sectors. Banks may consider enhancement in limit of exemption of collateral in deserving cases.
- ⦿ Implementing agencies may decide necessity of pre-disbursal training for all the members / majority of the members of the Group.

Subsidy & Margin Money: Subsidy will be limited to 15% of the project cost subject to ceiling of Rs. 12.500/- per entrepreneur. Banks will be allowed to take margin money from the entrepreneur varying from 5% to 16.25% of the project cost so as to make the total of the subsidy and the margin money equal to 20% of the project cost.

Security: Hypothecation / mortgage / pledge of assets created out of loan amount.

No collateral for units in industry sector with project cost upto Rs. 5.00 lacs. (the loan ceiling under the PMRY). For partnership projects under industry sector, the exemption limit for obtention of collateral security will be Rs. 5.00 lacs per borrower account. For units in service and business sector no collateral for project upto Rs. 2.00 lacs. Exemption from collateral in case of partnership project will also be limited to an amount of Rs. 2.00 lacs per person participating in the project cost.

Rate of Interest & Repayment Schedule: Normal rate of interest shall be charged. Repayment schedule may range from 3 to 7 years after an initial moratorium as may be prescribed.

Reservation: Preference should be given to weaker sections including women. Assistance to SC/ST beneficiaries should be targeted in such a manner that they are benefited in proportion to their population in the respective district / State. However, the number of SC / ST beneficiaries should not be less than 22.5% and 27% for Other Backward Class (OBCs) as is currently envisaged in the PMRY. In case SC / ST/ OBC candidates are not available, States / UTs Govt. will be competent to consider other categories of candidates under PMRY.

PMRY has been decentralized for the purpose of implementation to 9 districts of Delhi with effect from 1st April 1998 at the level of nine Deputy Commissioners. Application Forms are available free of cost with the respective Deputy Commissioner's Office as per the addresses given below. Duly filled in Application Forms with all relevant supporting documents are to be submitted to the Deputy Commissioner of the respective districts where the applicant intends to set up his/ her venture. The interviews by the Task Force Committee will be conducted under the Chairmanship of Deputy Commissioner in their respective office: