

Central Government Schemes Offering Direct Financial Support to Small Business Owners in India

This one-page guide summarises key Central Government of India schemes that provide direct financial support to Micro, Small and Medium Enterprises (MSMEs) through loans, subsidies, guarantees, or reimbursements. All information is based on official government sources.

Key Schemes (Snapshot)

- Pradhan Mantri MUDRA Yojana (PMMY): Collateral-free loans up to ₹10 lakh for micro enterprises.
- Prime Minister's Employment Generation Programme (PMEGP): Margin-money subsidy of 15–35% for new enterprises.
- PM SVANidhi: Working-capital loans for street vendors with interest and digital incentives.
- Stand-Up India: Bank loans from ₹10 lakh to ₹1 crore for SC/ST and women entrepreneurs.
- Credit Linked Capital Subsidy Scheme (CLCSS): 15% capital subsidy for technology upgradation of MSEs.
- CGTMSE: Credit guarantee support enabling collateral-free bank loans to MSEs.
- Performance & Credit Rating Scheme (PCR): Government reimbursement of MSME credit rating fees.

Short Application Checklist for Entrepreneurs

- Udyam Registration (mandatory for most MSME schemes).
- PAN, Aadhaar, and business KYC documents.
- Basic project report or business plan.
- Bank account statements (last 6–12 months).
- Category certificates (SC/ST/Woman) if applicable.
- Vendor Certificate or Letter of Recommendation (for PM SVANidhi).

Official Sources & Citations

- Ministry of MSME – <https://www.msme.gov.in>
- MUDRA – <https://www.mudra.org.in>
- KVIC / PMEGP – <https://www.kviconline.gov.in>
- PM SVANidhi – <https://pmsvanidhi.mohua.gov.in>
- CGTMSE – <https://www.cgtmse.in>
- NSIC – <https://www.nsic.co.in>

Last updated: January 2026. Applicants should always verify latest eligibility criteria and financial limits from official government portals before applying.