

CIRCULAR

Roc.No.70139/96/NRY1

Dated 17.3.97

Sub. Processing of loan applications of the trainees under the Scheme of Urban Micro Enterprises (SUME) - instructions issued.

- Ref. 1. From the Govt. of India, Ministry of UA & E Dept. of UA & PA, Lr. Roc.No.K.14011/6/95 - UPA (NRY) dt.19.10.96.
2. Deputy Secretary to Govt. Municipal Admn. and Water Supply Dept. D.C.Lr.No.47721/MA-II/96-1 dt.24.10.96
3. This Office Lr.No.70139/96/NRY1 dt.18.12.96 addressed to the RDMA's.

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Government of India in their letter first cited, (Copy enclosed) have informed that the Standing Committee of the Parliament on Urban and Rural Development has desired that the loan applications of the intending trainees under SUME may be obtained from them on joining the training course and be forwarded to the concerned banks for sanction and disbursement of loan to them by the time of completion of their training.

2. The Executive Authorities of Municipalities are here by informed that, they should adhere the above recommendation of the Standing Committee of the Parliamentary on urban and Rural Department without fail.

Sd. Jatindra Nath Swain,  
Joint Commissioner.

To

All the Executive Authorities of  
Municipalities.

All the Regional Directors of Municipal  
Admn.,

Copy to: The Ministry of UA & E Department of UA&PA  
NEW DELHI.

" Secretary to Government, MA & Ws Dept.,  
Chennai-9.

//Forwarded by Order//

*[Signature]*  
Superintendent.

Copy of Lr.No.K-1401<sub>1</sub>/6/95-UPA(NRY), Govt. of India, Min. of  
UA & E, Dept. of UE&PA, New Delhi dt.19.10.96 to the Secy. MA&MS,  
Chennai-9.

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Sub: Processing of loan applications of the trainees  
under the Scheme of Urban Micro Enterprises(SUME)

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Under the Scheme of Urban Micro Enterprises (SUME) of Nuhru Rozgar Yojana, training is provided to urban unemployed Youth in a variety of servicing and manufacturing trades for setting up self employment ventures or to secure salaried employment with better remuneration. A norm of Rs.1200/- Per Capita for an average training course of three months duration has been provided under the Scheme of Urban Micro Enterprises (SUME). Although this is an average stipulation and expenditure on trainees fees, stipend to trainees and raw materials per trainee as well as the actual duration of a course can vary from course to course as long as the financial norms of Rs.400/- per capita per month for the Scheme of Urban Micro Enterprises(SUME) is maintained over a given group of courses so that these trainees have equipped themselves to set up the self employment ventures with the relevant training expeties. These instructions were reiterated vide this Ministry's letter of even number dt.15.6.95 while conveying the recommendations of the Standing Committee of Parliament on Urban & Rural Development on NRY in its 10 th Report.

2. During the oral evidence of Secretary, Dept. of Urban Employment & Poverty Alleviation before the Standing Committee of the Parliament on Urban and Rural Development recently the Committee desired that the loan applications of the intending trainees while joining the training courses under the Scheme of Urban Micro Enterprises (SUME) and who are interested in obtaining loan to set up self employment ventures, should be submitted to the banks for grant of loan immediately after they join the training courses with a view that by the time they complete their training course, loan is sanctioned and disbursed to them and they can start their self employment venture immediately.

3. It is therefore, requested that necessary instructions may please be issued to the implementing agencies that the loan applications from the intending trainees under SUME may please be obtained from them immediately on joining the training course and be forwarded to the concerned banks for sanction and disbursement of loan to them by the time of completion of their training.

/true copy/

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Section Officer.

/true copy/

*[Handwritten Signature]*  
Superintendent.