

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION No. 1536
TO BE ANSWERED ON 02.08.2021

Regional studies for promotion of MSMEs

1536. Shri Vijay Pal Singh Tomar:
Lt.Gen. (Dr.) D. P. Vats (Retd.):
Shri Harnath Singh Yadav:

Will the Minister of *Micro, Small and Medium Enterprises* be pleased to state:

- (a) whether Government has conducted any regional studies for identifying enterprising capacity / potential areas in the States for promotion of Micro, Small and Medium Enterprises (MSMEs) in those areas in the country;
- (b) if so, the details and the outcome thereof, State/UT-wise;
- (c) the steps taken by Government to increase the contribution of manufacturing and service sector in the said areas; and
- (d) whether any package has been announced for the said sector and if so, the details thereof, State/UT-wise?

ANSWER

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI NARAYAN RANE)

(a)&(b): No Sir, Government has not conducted any regional studies for identifying enterprising capacity / potential areas in the States for promotion of Micro, Small and Medium Enterprises (MSMEs) in the country.

(c): Ministry of MSME has taken several initiatives to increase the contribution of manufacturing and service sector. Some of them are as follows:

- i. Registration process of MSMEs through Udyam Registration Portal is fully online, paperless and based on self-declaration. The portal is aimed at reducing transaction time and cost for entrepreneurs and promotes Ease of Doing Business.
- ii. Public Procurement Policy for Micro and Small Enterprises (MSEs) mandates 25% annual procurement from MSEs by Central Ministries /Departments/Central Public Sector Enterprises (CPSEs) including 4% from MSEs owned by SC/ST and 3% from MSEs owned by Women entrepreneurs.
- iii. To resolve the grievances/ issues of Delayed payment SAMADHAN Portal mechanism is initiated where MSEs can also check status of online applications.
- iv. Credit guarantee for MSE loans up to Rs. 2 crore, without collateral and third party guarantee is given to MSEs for their fund requirements.
- v. Prime Minister's Employment Generation Programme (PMEGP), a major credit linked subsidy programme generates self-employment opportunities through establishment of micro-enterprises in the non-farm sector by assisting traditional artisans and rural/urban unemployed youth.

(d) Under Aatma Nirbhar Bharat Abhiyaan Government has taken a number of initiatives to support the MSME sector in the country. Some of them are:

- i. Rs.20,000 crore Subordinate Debt for MSMEs
- ii. Rs.3 lakh crores Collateral free Automatic Loans for business, including MSMEs
- iii. Rs.50,000 crore equity infusion through MSME Funds of Funds
- iv. New revised criteria for classification of MSMEs
- v. New Registration of MSMEs through Udyam Registration for Ease of Doing Business
- vi. No global tenders for procurement up to Rs.200 crores

As part of the Aatma Nirbhar Bharat Abhiyaan, under the Emergency Credit Line Guarantee Scheme (ECLGS), around 1.09 crore MSME borrowers have been provided with guarantee support amounting to Rs. 1.65 lakh crore as on 02.07.2021.
