### GOVERNMENT OF INDIA MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

# RAJYA SABHA UNSTARRED QUESTION NO. 2833 TO BE ANSWERED ON 28.03.2022

#### UNDERSPENDING ON SCHEMES RELATED TO MSMES

#### 2833. SHRI SANJAY SINGH:

Will the MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) whether out of Rs 7,572.20 crore earmarked for the MSME Ministry in the Union Budget 2020-21, Rs 5,647.50 crore was spent across various MSMEs schemes while the remaining 25 percent or around Rs 1,924.7 crore was left unspent;
- (b) if so, what could be possible reasons for this underspending;
- (c) whether Government has analysed the impact this underspending could have caused to MSMEs sector;
- (d) if so, the details thereof and, if not, the reasons therefor; and
- (e) the details of support measures announced for MSMEs during the last two years along with some major achievements?

#### **ANSWER**

## MINISTER OF STATE FOR MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI BHANU PRATAP SINGH VERMA)

- (a) to (d): The Schemes being implemented by the Ministry of MSME are all demand driven. Due to the adverse impact of the COVID- 19 pandemic, scheme off-take in the FY 2020-21 was impacted and thus at the RE stage, the budget outlay for the Ministry was revised to Rs. 5664.22 crores, the actual expenditure during FY 2020-21 was Rs. 5647.83 crores.
- (e): The details of support measures announced for MSMEs and consequent achievements are as follows:
  - i. A composite criteria of classification of MSMEs based on investment in plant & machinery/equipment and turnover of MSMEs notified in June 2020. Now the entrepreneurs may file their 'Udyam' registration online on portal: <a href="https://udyamregistration.gov.in">https://udyamregistration.gov.in</a>.
    - Since the launch of Udyam Portal on 1<sup>st</sup> July, 2020, 78,84,047 lakh MSMEs have registered on the portal as on 24<sup>th</sup> March, 2022.
  - ii. With the announcement of package under Atma Nirbhar Bharat, a special sub-portal within SAMADHAAN was launched on 14.06.2020 for monitoring the dues and monthly payments by Ministries/Departments of Government of India and CPSEs to the MSMEs.

Dues of Rs. 1,03,950.23 crore has been paid to the MSMEs vendors by Government Ministries/Depts/CPSUs from May 2020 till 24.03.2022.

iii. Under the Aatmanirbhar Bharat package, Rs. 3 lakh crores Collateral free Automatic Loans under Emergency Credit Line Guarantee Scheme (ECLGS) was announced for business, including MSMEs.

As on 18<sup>th</sup> March 2022, 1.18 crore businesses have been provided with 100% guaranteed collateral free loans amounting to Rs. 3.23 lakh crore under the Guaranteed Emergency Credit Line (GECL)/ Emergency Credit Line Guarantee Scheme (ECLGS).

iv. Rs.20,000 crore Credit Guarantee Scheme for Subordinate Debt (CGSSD) was also announced under Aatmanirbhar Bharat package for the promoters of stressed MSMEs viz. SMA-2 (Special Mention Account) and NPA (Non-performing Accounts) accounts which are eligible for restructuring.

As on 14<sup>th</sup> March 2022, 765 guarantees amounting to Rs. 84.40 crore have been approved under the Credit Guarantee Scheme of Subordinate Debt (CGSSD) for Stressed MSMEs.

v. The Self Reliant India Fund was also announced as a part of Aatmanirbhar Bharat package specifically to cater to the capital needs of MSMEs.

The fund has been operationalised.

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