

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
STARRED QUESTION NO. *155
TO BE ANSWERED ON 01.08.2022

LOANS DISBURSED TO MSMEs

*155. SHRI MASTHAN RAO BEEDA:

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) the details of loans disbursed to Micro, Small and Medium Enterprises (MSMEs) during the past two years and the current year;
- (b) whether Government has taken measures to boost easy, cheap, and accessible loan facilities to MSMEs; and
- (c) if so, the details thereof and if not, the reasons therefor?

ANSWER

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

(a) to (c): A statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (c) OF THE RAJYA SABHA STARRED QUESTION NO. 155 FOR ANSWER ON 01.08.2022.

(a): As informed by the Reserve Bank of India (RBI), the loan amounts disbursed to Micro, Small and Medium Enterprises (MSMEs) during 2019-20, 2020-21 & 2021-22 were Rs. 11.40 lakh Crore, Rs. 11.01 lakh Crore and Rs. 13.62 Lakh Crore (provisional) respectively.

(b) & (c): The Government of India has taken various measures to boost easy, cheap and accessible loan facilities to MSMEs. Some of these are as under:

- (i) Prime Minister's Employment Generation Programme (PMEGP): The Ministry of MSME is implementing a major credit-linked programme, "Prime Minister's Employment Generation Programme (PMEGP)" through banks with Khadi and Village Industries Commission (KVIC) as the nodal agency at the national level. The objective of PMEGP is to generate employment in the country by setting up micro-enterprises in the non-farm sector. The maximum cost of projects is Rs.50 lakh in the manufacturing sector and Rs.20 lakh in the services sector. From 2019-20 to 29.07.2022, 2,66,945 units have been assisted by disbursing Rs. 7,826 Crore Margin Money.
- (ii) Credit Guarantee Scheme (CGS) for Micro and Small Enterprises: The Ministry of MSME, Government of India is implementing Credit Guarantee Scheme for Micro and Small Enterprises through Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), for providing collateral free loan up to a limit of Rs. 200 lakh to MSEs with a guarantee coverage ranging from 50% to 85% for various categories of loans. From 2019-20 to 30.06.2022, 26.52 Lakh guarantees amounting to Rs. 1.59 Lakh Crore have been extended.
- (iii) The Emergency Credit Line Guarantee Scheme (ECLGS) was announced as part of the Aatma Nirbhar Bharat Package in May, 2020 to support eligible MSMEs and other business enterprises to meet their operational liabilities and resume businesses in view of the distress caused by the COVID-19 crisis. This scheme covers all the sectors of the economy. Under this, 100% guarantee is provided to Member Lending Institutions (MLIs) in respect of the credit facility extended by them to eligible borrowers. The scheme is valid till 31.03.2023. The ECLGS is implemented by Department of Financial Services (DFS), Ministry of Finance. As reported by DFS, under ECLGS as on 30.06.2022, total 1.19 crore guarantees amounting to Rs. 3.49 lakh crore have been issued. Out of the total, 1.13 crore Guarantees amounting to Rs. 2.31 lakh crore have been provided to MSMEs.
