GOVERNMENT OF INDIA MINISTRYOF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA UN STARRED QUESTION No. 760 TO BE ANSWERED ON 29.07.2024

INCREASE IN MSME INDUSTRIES

760. SHRI NARHARI AMIN:

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

- (a) the per centage increase in micro, small and medium industries in the country in the last five years;
- (b) the States that have recorded highest growth of MSME industries;
- (c) the financial assistance provided by Government to promote MSME industries; and
- (d) the total financial assistance provided by Government for setting up MSME industries in Gujarat during the last five year and the details thereof?

ANSWER

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI JITAN RAM MANJHI)

(a) and (b): Udyam Registration Portal was launched after the revised definition of MSMEs on 01.07.2020. The total number of MSMEs registered on Udyam Registration Portal in the financial year 2020-21 was 28,38,479 where as the total registration as on 24.07.2024 is 4,76,01,127 showing increase 1577%. Among States, the total number of MSMEs registered on the Udyam Registration Portal in Maharashtra in the financial year 2020-21 was 6,45,100 where the total registration in Maharashtra as on 24.07.2024 was 64,50,450, showing increase of 900%.

(c) and (d): Government implements various schemes and programmes aimed at promotion and development of MSME sector including access to credit and finance. These schemes/programmes include, Prime Minister's Employment Generation Programme (PMEGP), Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), Micro and Small Enterprises - Cluster Development Programme (MSE-CDP) and Raising and Accelerating MSME Performance (RAMP), PM Vishwakarma etc.

Government has taken a number of initiatives to support the MSME Sector. Some of them are:

- i. Collateral free loan up to a limit of Rs. 500 lakh (w.e.f. 01.04.23) to MSEs with guarantee coverage up to 85 % for various categories of loan through Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) under Credit Guarantee Scheme.
- ii. Rs. 50,000 crore equity infusion through Self Reliant India Fund. This scheme has a provision for corpus of Rs.10,000 crore from Government of India.

- iii. New criteria for classification of MSMEs with enhanced threshold.
- iv. Free registration of MSMEs through "Udyam Registration Portal" for Ease of Doing Business.
- v. No global tenders for procurement up to Rs. 200 crore.
- vi. Inclusion of retail and whole sale trades as MSMEs w.e.f. 02.07.2021 for credit purpose.
- vii. Non-tax benefits extended for 3 years in case of an upward change in status of MSMEs.
- viii. Roll out of Raising and Accelerating MSME Performance (RAMP) programme with an outlay of Rs. 6,000 crore over 5 years.
- ix. Integration of Udyam Registration Portal with National Career Service (NCS) of Ministry of Labour & Employment and Skill India Digital of Ministry of Skill Development and Entrepreneurship. Registered MSMEs are enabled to reach out to trained manpower and capacity building.
- x. Under Vivad se Vishwas I, relief by way of refund of 95% of the deducted performance security, bid security and liquidated damages was provided to MSMEs. Relief was also provided to MSMEs debarred for default in execution of contracts.
- xi. Launch of Udyam Assist Platform (UAP) to bring the Informal Micro Enterprises (IMEs) under the formal ambit for availing the benefit under Priority Sector Lending (PSL).
- xii. Launch of 'PM Vishwakarma' Scheme on 17.09.2023 to provide end to end holistic benefits to the traditional artisans and craftspeople engaged in 18 trades.

Since inception of the Prime Minister's Employment Generation Programme (PMEGP), on Financial Year 2008-09, margin subsidy disbursed up to 2023-24 was Rs.24,964.07 crore. Since inception of the Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) on Financial Year 2000, the guarantee approved amounts upto 30th June 2024 is Rs.678,326.81 crore.

Under PMEGP in last 5 years, margin subsidy disbursed in Gujarat is Rs. 1343.86 crore. Under the Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), guarantees approved amounts in last five years in Gujarat are Rs. 39,532 crore.
