

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION NO. 1399
TO BE ANSWERED ON 19.12.2022

NEW CHALLENGE OF MSMEs FOR NEW NORMAL INFLATION

1399. SHRI K.R. SURESH REDDY:

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

(a) whether Government is aware that Indian Micro, Small and Medium Enterprises (MSMEs) have a new challenge, with the high pass-through of the world's 'new normal' inflation ; and

(b) if so, the details of the initiatives taken/being taken by Government to study how inflation is affecting them, to what extent is such inflation driven by global factors, the methods used by these enterprises to cope with such inflation, and their inflationary expectations?

ANSWER

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

(a) & (b): Soaring input prices at the international level and pandemic-induced supply demand imbalances have caused a rise in the inflation rate worldwide, including in India. The price situation of major essential inputs is monitored by the Government on a regular basis and corrective action is taken from time to time. Several supply-side measures have been taken by the Government and the Reserve Bank of India through its monetary policy to address inflation and to ensure that Micro, Small and Medium Enterprises do not have to bear extra financial burden.
