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

### RAJYA SABHA UNSTARRED QUESTION No. 610 TO BE ANSWERED ON 12.12.2022

#### **Contribution of MSMEs to GDP**

#### 610. SHRI IRANNA KADADI:

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

- (a) the total contribution of the Micro, Small and Medium Enterprises (MSMEs) sector to Gross Domestic Product (GDP) of the country and share in export during the last five years and the current year;
- (b) the details of employment generated and people employed in the MSMEs sector during the said period; and
- (c) the details of the important steps taken and achievements made in the aforesaid sector during each of the last three years and the current year?

#### **ANSWER**

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

(a): As per the information received from Ministry of Statistics and Programme Implementation, the share of MSME Gross Value Added (GVA) in all India Gross Domestic Product (GDP) is as follows:

Year	2016-17	2017-18	2018-19	2019-20	2020-21
Share of MSME GVA	29.25	29.69	30.50	30.50	26.83
in All India GDP (%)					

As per the information received from Directorate General of Commercial Intelligence & Statistics, the share of export of specified MSME related products in all India Export is as follows:

Description	2017-	2018-19	2019-20	2020-21	2021-22	2022-23
	18					(up to Aug.
						2022)
Share of export of	48.56	48.10	49.77	49.35	45.03	42.67
MSME related						
products in All India						
Export (in %)						

(b): As per Udyam Registration portal, the total number of persons employed in MSMEs which are incorporated during the last 5 years and the current year is as follows.

Year	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
						(up to
						07.12.2022)
All India	76,92,375	59,55,683	65,64,458	1,12,27,745	1,30,19,919	84,23,452

(c): Ministry of MSME implements various schemes/programmes for the promotion and development of Micro, Small and Medium Enterprises (MSMEs) sector across the country inter alia include Prime Minister's Employment Generation Programme (PMEGP), Micro and Small Enterprises-Cluster Development Programme (MSE-CDP), Scheme of Fund for Regeneration of Traditional Industries (SFURTI), Credit Guarantee Scheme for Micro and Small Enterprises (CGTMSE) and A Scheme for Promoting Innovation, Rural Industry & Entrepreneurship (ASPIRE).

The Government has taken a number of recent initiatives to support MSMEs in the country, which inter alia include:

- (i) Rs. 5 lakh crore Collateral Free Automatic Loans for business, including MSMEs.
- (ii) Rs. 50,000 crore equity infusion through MSME Self-Reliant India Fund.
- (iii) New revised criteria for classification of MSMEs.
- (iv) No global tenders for procurement up to Rs. 200 crores.
- (v) "Udyam Registration" for MSMEs, for Ease of Doing Business.
- (vi) Launching of an online Portal "Champions" in June, 2020 to cover many aspects of e-governance including grievance redress and handholding of MSMEs.
- (vii) Inclusion of Retail and Wholesale trades as MSMEs w.e.f. 02<sup>nd</sup> July, 2021.
- (viii) Non-tax benefits extended for 3 years in case of an upward change in status of MSMEs.

Since the launch of Udyam Portal on 01.07.2020, 1.25 crore MSMEs have registered on the portal as on 07.12.2022.

As reported Scheme, as on 28.10.2022 total 1.19 crore guarantees amounting to Rs. 3.57 lakh crore have been issued to MSMEs and other businesses. Out of the total, 1.13 crore guarantees by Department of Financial Services, under Emergency Credit Line Guarantee amounting to Rs. 2.36 lakh crore have been provided to MSMEs.