

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION NO. 1231
TO BE ANSWERED ON 31.07.2023

CREDIT DISBURSEMENT TO MSMEs

1231. SMT. SULATA DEO:

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

- (a) the measures Government has implemented to ensure sufficient financial accessibility for the Micro, Small, and Medium Enterprises (MSME) sector in the country, particularly in response to the reported decrease in their expansion;
- (b) whether Government is capable of furnishing data and statistics pertaining to the present state of credit disbursement to Micro, Small, and Medium Enterprises (MSMEs), if so, the details thereof; and
- (c) whether Government has identified the key impediments or constraints that are impeding the seamless provision of credit to MSME enterprises and the steps being implemented to tackle these challenges?

ANSWER

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

(a) & (c): The Government has taken various measures including ongoing schemes to ensure sufficient financial accessibility and seamless credit to Micro, Small and Medium Enterprises (MSMEs). Some of these include, Prime Minister's Employment Generation Programme (PMEGP) which is a major credit-linked subsidy programme aimed at generating self-employment; Credit Guarantee Scheme (CGS) to strengthen credit delivery system and to facilitate the flow of credit to the Micro and Small Enterprise sector without the hassles of collateral and third party guarantee up to a maximum of Rs. 5 crore; Rs. 50,000 crore equity infusion through Self Reliant India (SRI) Fund; Launch of Udyam Assist Platform on 11.01.2023 to bring Informal Micro Enterprises (IMEs) under the formal ambit of MSME for availing the benefits under Priority Sector Lending; inclusion of Retail and Wholesale traders as MSMEs for the purpose of availing Priority Sector Lending benefits, w.e.f. 02.07.2021; and Non-tax benefits extended for 3 years in case of an upward change in status of MSMEs.

(b): As informed by Reserve Bank of India, the amount disbursed by Scheduled Commercial Banks to MSMEs during FY 2020-21 to 2022 -23 are as under:

(Amt. in Rs. crore)

Financial Year	Micro	Small	Medium	Total disbursement during the year
2020-21	4,67,897.23	4,08,159.28	2,24,984.71	1,101,041.226
2021 -22	4,63,622.67	4,31,696.01	3,71,346.79	12,66,665.466
2022 -23	6,43,150.40	5,79,554.50	4,74,033.35	16,96,738.259

Source: RBI
