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

## RAJYA SABHA STARRED QUESTION No. \*17 TO BE ANSWERED ON 05.02.2024

#### MSME CONTRIBUTION TO GDP

### \*17. SHRI RAGHAV CHADHA:

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

- (a) the details of MSME Gross Value Added in the country's GDP over the last three years;
- (b) whether a declining trend has been observed over the last three years;
- (c) whether there has been a reduction in the share of MSME products in the country's total exports; and
- (d) if so, reasons therefor and the measures taken by Government to incentivise MSMEs?

### **ANSWER**

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

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

# STATEMENT REFERRED TO IN REPLY TO PART (a) to (d) OF THE RAJYA SABHA STARRED QUESTION No. 17 FOR ANSWER ON 05.02.2024

(a) & (b): As per the latest information received from the Ministry of Statistics & Programme Implementation, share of MSME Gross Value Added (GVA) in all India GDP during the last 3 years is as follows:

Year	Share of MSME GVA in All India GDP (in %)
2019-20	30.5%
2020-21	27.2%
2021-22	29.1%

The share of MSME GVA in all India GDP increased from 27.2% in 2020-21 to 29.1% in 2021-22.

- (c): As per the information culled out from the Data Dissemination Portal of Directorate General of Commercial Intelligence and Statistics (DGCIS), the share of export of MSME specified products in all India exports for the year 2022-23 was 43.59% and this share has increased to 45.83% in 2023-24 (up to Nov.2023).
- (d): To increase the contribution of MSMEs in exports and enhance their competitiveness, Government has taken various initiatives under Make in India Programme, Promotion of Ease of Doing Business, and improved availability of credit.

Moreover, this Ministry is implementing the International Cooperation (IC) Scheme, which facilitates the participation of MSMEs in international exhibitions, trade fairs and buyer-seller meets in foreign countries by reimbursing cost incurred on airfare, stall charges, advertisement, publicity etc. The scheme provides opportunities to MSMEs to continuously update themselves to meet the challenges emerging out of changes in technology, changes in demand, emergence of new markets etc.

Further, under the new component of IC Scheme namely Capacity Building of First Time Exporters (CBFTE) launched in June 2022, reimbursement is provided to the first time Micro & Small exporters on exports shipments, whose IEC code/registration is not more than 3 years for costs incurred on Registration-cum-Membership Certification (RCMC) with EPCs, Export Insurance Premium and Testing & Quality Certification for exports. These interventions under IC Scheme assist the exporters in MSME sector to increase their access in international markets.

The Ministry of MSME has established 59 Export Facilitation Centers (EFCs) across the country with an aim to provide requisite mentoring and handholding support to Micro and Small Enterprises (MSEs).

The Ministry is also engaged in regular inter-ministerial collaborations for strengthening and facilitating the MSMEs at the grass root level to make them more competitive and accelerate their growth in the global markets.

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