GOVERNMENT OF INDIA MINISTRYOF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA UN STARRED QUESTION No. 741 TO BE ANSWERED ON 29.07.2024

STATUS OF MSMEs

741. SHRI RANDEEP SINGH SURJEWALA:

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

(a) whether Government is aware of the shutting down of 2.5 Cr MSMEs in the last five years;

(b) the year-wise, category-wise, MSMEs which have shut down since May 2019;

(c) whether Government is aware of the fact that out of 633.9 lakh MSMEs, only 0.01 per cent of

enterprises fall under medium enterprises, if so, details of the steps taken by Government to scale up the MSMEs; and

(d) the number of micro and small enterprises scaled up to medium enterprises in the last five years?

ANSWER

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

(a) and (b): As per data available on Udyam Registration Portal, 2,77 crore enterprises have registered on the portal since its inception 01.07.2020. Of these, 0.18% or 49,905 enterprises deregistered due to shutdown on the portal during the same period. The year wise and category wise details are as follows:

FY	Micro	Small	Medium	Total
2020-21 (01/07/2020 - 31/03/2021)	175	-	-	175
2021-22	6,164	51	7	6,222
2022-23	13,174	106	10	13,290
2023-24	19,612	197	19	19,828
2024-25 (01/04/2024 - 24/07/2024)	10,282	96	12	10,390
Total:-	49,407	450	48	49,905

(c) and (d) As on 24.07.2024, the percentage of medium enterprises on the Udyam Registration Portal was 0.24%.

Government implements various schemes and programmes aimed at promotion and development of MSME sector. These schemes and programmes include MSME Champions Scheme, Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), Prime Minister's Employment Generation Programme (PMEGP), Micro and Small Enterprises - Cluster Development Programme (MSE-CDP) and Raising and Accelerating MSME Performance (RAMP), etc.

Further, 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 revised criteria for classification of MSMEs with higher 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.

As on 24.07.2024, the number of micro and small enterprises which are registered on Udyam Registration Portal and scaled up to medium enterprises during the last five years are as follows:

Year Wise MSMEs scaled up Under Udyam Since 01/07/2020 to 24/07/2024			
FY	Micro to Medium	Small to Medium	
2020-21 to 2021-22	714	3,701	
2021-22 to 2022-23	1,221	6,476	
2022-23 to 2023-24	1,835	15,918	
2023-24 to 2024-25	2,372	17,745	