

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION NO.112
TO BE ANSWERED ON 25.11.2024

SURVEY OF CLOSED MSMEs

112. DR. LAXMIKANT BAJPAYEE:

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

- (a) whether Government has conducted any survey of closed Micro, Small and Medium Enterprises (MSMEs) and if so, the details thereof;
- (b) the steps taken by Government to strengthen, provide financial assistance, revive and rebuild the closed MSMEs during the last five years; and
- (c) whether Government has held any discussion with MSMEs regarding difficulties being faced by them especially while transacting with financial institutions, if so, the details of the steps taken in this regard?

ANSWER

MINISTER OF STATE FOR MICRO, SMALL AND MEDIUM ENTERPRISES
(SUSHRI SHOBHA KARANDLAJE)

- (a): No Survey for Closed MSMEs has been conducted so far.
- (b): In order to strengthen the MSMEs the Government of India has taken number of steps to revive and rebuild the MSMEs. Some of the measures are as under:
- Rs.5 lakh crore Emergency Credit Line Guarantee Scheme, for businesses, including MSMEs. The scheme was operational till 31.03.2023.
 - New revised criteria for defining MSMEs.
 - “Udyam Registration” for MSMEs, for Ease of Doing Business w.e.f. 01.07.2020.
 - Rs. 50,000 crore equity infusion through Self Reliant India Fund.
 - Launching of an online Portal “Champions” in June, 2020 to cover many aspects of e- governance including grievance redress and handholding of MSMEs.
 - Inclusion of Retail and Wholesale traders as MSMEs w.e.f. 2.7.2021.
 - Non-tax benefits extended for 3 years in case of an upward change in status of MSMEs.
 - Launch of Udyam Assist platform (UAP) on 11.01.2023 to bring Informal Micro Enterprises (IMEs) under the formal ambit for availing the benefit under Priority Sector Lending.

- Ministry of Micro, Small and Medium Enterprises (M/o MSME), Government of India has launched Credit Guarantee Scheme (CGS) so as to strengthen credit delivery system and facilitate flow of credit to MSE sector. To operationalise the scheme M/o MSME and SIDBI set up the Credit Guarantee Fund Trust for Micro & Small Enterprises (CGTMSE). In the FY 2022-23, Rs. 9,000 crore was infused into the corpus of CGTMSE to enable an additional credit of Rs. 2.00 lakh crore with reduced cost of credit.

(c): The Ministry of Micro, Small and Medium Enterprises interacts with MSMEs, Industry Associations, Member Lending Institutions and other Stakeholders etc. To overcome the difficulties, such as formal credit, employment generation, direct selling to the Government, quality manufacturing, micro-credit access, lack of awareness faced by them, Government of India has taken several measures across the country, which inter alia include Credit Guarantee Scheme for Micro and Small Enterprises (CGTMSE), Prime Minister's Employment Generation Programme (PMEGP), Self-Reliant India (SRI) Fund Scheme, Procurement and Marketing Support Scheme, MSME Champion Scheme for providing assistance to MSME etc..In February, 2024, CGTMSE, introduced 'Special Provision for the Informal Micro Enterprises (IME)' under Credit Guarantee Scheme. With this special provision Member Lending Institutions are expected to lend more resulting in increased credit flow to IMEs in MSE Sector. Under various schemes Ministry of MSME organizes workshops/ interactive sessions for MSEs and Industry Associations, in association with MSME-Development and Facilitation Office (MSME-DFOs), Member Lending Institutions, etc. Additionally, CGTMSE is also creating awareness on the Credit Guarantee Scheme for Micro and Small Enterprises by disseminating information of the scheme during the events in National Mission for Capacity Building of Bankers organized by RBI.
