

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION No. 1543
TO BE ANSWERED ON 09.12.2024

DEVELOPMENT OF MSMEs

1543. SHRI IRANNA KADADI:

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

- (a) the target set by Government to develop MSMEs in FY 2024-25, the status of progress for the same;
- (b) the number of Micro, Small and Medium Enterprises (MSMEs) set up under the Prime Minister Employment Generation Programme (PMEGP) during the last three years;
- (c) the State-wise details of total employment generated by them in FY 2023-24 and FY 2024-25; and
- (d) the steps taken by Government for employment generation and financing of small enterprises?

ANSWER

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

(a) and (b): Prime Minister's Employment Generation Programme (PMEGP) is a major credit-linked subsidy programme being implemented by Ministry of Micro, Small and Medium Enterprises since 2008-09 with Khadi and Village Industries Commission (KVIC) as nodal agency at the national level for assisting prospective entrepreneurs in setting up of new micro-enterprises in the non-farm sector. The target and achievement under PMEGP Scheme during the last three years and current Financial Year 2024-25 is given below:

| Financial Year | Target (Number of Units to be assisted) | Achievement (Number of Units assisted) |
|-----------------------|---|--|
| 2021-22 | 92,666 | 1,03,219 |
| 2022-23 | 83,210 | 85,167 |
| 2023-24 | 80,120 | 89,118 |
| 2024-25 | 79,478 | 26,921 (as on 03.12.2024) |

(c): State-wise details of estimated employment generated by PMEGP units assisted in Financial Year 2023-24 and Financial Year 2024-25 is given at **Annexure I**:

(d): Steps taken by Government for employment generation and financing of Micro and Small enterprises (MSEs) include:

- i. **Prime Minister's Employment Generation Programme (PMEGP):**
 - a) Maximum project cost admissible has been enhanced from Rs. 25 lakh to Rs. 50 lakh for manufacturing sector and from Rs. 10 lakh to Rs. 20 lakh for service sector.
 - b) Applicants from Aspirational districts and transgenders have been included in Special Category.
 - c) Industries related to animal husbandry like dairy, poultry, aquaculture, insects (bees, sericulture, etc.) have been allowed under the scheme.
 - d) COVID years i.e., FY2020-21 and FY2021-22 have been exempted while considering profitability of existing PMEGP/ Rural Employment Generation Programme / MUDRA units applying for 2nd Loan under PMEGP.
 - e) No mandatory EDP for project cost up to Rs. 2 lakh and shorter period of training (up to 5 days) for projects up to Rs. 5 lakh.
- ii. Credit Guarantee Scheme for MSEs: Under CGSMSE, through Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), collateral free loans are provided to MSEs up to a limit of Rs. 500 lakh (since 01.04.2023) with a guarantee coverage up to 85% for various categories of loans.
- iii. Under the Special Credit Linked Subsidy Scheme (SCLCSS) component of NSSH scheme, 25% subsidy (subsidy cap of Rs. 25 Lakh) is provided to SC-ST owned MSEs for purchase of new plant & machinery and equipment of through term loan from Prime Lending Institutes (PLIs) for manufacturing sectors and service sectors on which banks/financial institutions are offering business loans.
- iv. Launch of portal, Udyam Assist Platform, for bringing Informal Micro Enterprises in the formal ambit which helped the registered Informal Micro Enterprises to avail the benefits of Priority Sector Lending.
- v. Inclusion of Retail and Wholesale traders as MSMEs with effect from 02.07.2021 for credit purpose.
- vi. Non-tax benefits extended for 3 years in case of an upward change in status of MSMEs.
- vii. Launch of "PM Vishwakarma" Scheme on 17.09.2023 to provide benefits such as credit support, skill training, marketing support, etc. to artisans and crafts people engaged in 18 traditional trades. The Scheme will onboard the beneficiaries on Udyam Assist Platform as "entrepreneurs" in the formal MSME ecosystem.

ANNEXURE-I

ANNEXURE-I REFERRED TO IN REPLY TO PART (c) OF THE RAJYA SABHA UNSTARRED QUESTION NO. 1543 FOR ANSWER ON 09.12.2024.

State-wise details of estimated employment generated by PMEGP units assisted in Financial Year 2023-24 and Financial Year 2024-25:

| Sr. No. | State/UT | FY 2023-24 | FY 2024-25 (up to 03.12.2024) |
|--------------|-------------------|----------------|-------------------------------|
| 1 | Andaman Nicobar | 1,080 | 112 |
| 2 | Andhra Pradesh | 44,616 | 15,888 |
| 3 | Arunachal Pradesh | 1,352 | 568 |
| 4 | Assam | 19,336 | 11,144 |
| 5 | Bihar | 54,696 | 16,400 |
| 6 | Chandigarh | 80 | - |
| 7 | Chhattisgarh | 19,032 | 7,600 |
| 8 | Delhi | 400 | 128 |
| 9 | Goa | 544 | 152 |
| 10 | Gujarat* | 24,000 | 8,688 |
| 11 | Haryana | 11,184 | 3,528 |
| 12 | Himachal Pradesh | 7,792 | 2,872 |
| 13 | Jammu Kashmir | 120,520 | 23,288 |
| 14 | Jharkhand | 16,808 | 1,984 |
| 15 | Karnataka | 37,376 | 11,384 |
| 16 | Kerala | 27,112 | 8,456 |
| 17 | Ladakh | 976 | 320 |
| 18 | Lakshadweep | - | - |
| 19 | Madhya Pradesh | 42,336 | 11,248 |
| 20 | Maharashtra** | 22,128 | 6,712 |
| 21 | Manipur | 2,784 | 2,528 |
| 22 | Meghalaya | 2,240 | 2,696 |
| 23 | Mizoram | 3,208 | 1,616 |
| 24 | Nagaland | 4,136 | 4,360 |
| 25 | Odisha | 23,800 | 7,104 |
| 26 | Puducherry | 240 | 184 |
| 27 | Punjab | 11,752 | 4,520 |
| 28 | Rajasthan | 13,424 | 4,008 |
| 29 | Sikkim | 1,056 | 504 |
| 30 | Tamil Nadu | 54,512 | 12,928 |
| 31 | Telangana | 20,024 | 6,664 |
| 32 | Tripura | 4,704 | 2,280 |
| 33 | Uttar Pradesh | 93,512 | 27,360 |
| 34 | Uttarakhand | 10,832 | 3,456 |
| 35 | West Bengal | 15,352 | 4,688 |
| Total | | 712,944 | 215,368 |

* Including Daman and Diu ** Including Dadra Nagar and Haveli