

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION NO. 116
TO BE ANSWERED ON 03.02.2025

PROCUREMENT FROM MSME UNITS

116. SHRI VAIKO:
SHRI M. SHANMUGAM:

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

- (a) the figures for the last three years regarding procurement by various Ministries, Departments, CPSEs and autonomous bodies of the Central Government as per the public procurement policy 2012 with modifications to enhance in supporting Micro, Small and Medium Enterprises (MSMEs) in marketing their products and services;
- (b) whether Government is doing any follow up action on public procurement policy to ensure wide support is extended from various Ministries, with details; and
- (c) whether any pro-active action have been initiated by Government and to remind periodically all the Departments for supporting MSMEs in marketing, if so, the details thereof?

ANSWER

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

(a): According to the data available on the MSME Sambandh Portal, the volume of procurement made in accordance with the Public Procurement Policy for Micro and Small Enterprises Order, 2012 during last 3 years is given below:

F.Y	Total Procurement (Rs. in Crore)	Procurement from MSEs (Rs. in Crore)	Procurement from MSEs owned by SC/ST (Rs. in Crore)	Procurement from MSEs owned by Women (Rs. in Crore)
2022-23	1,74,316.30	64,721.65	1,546.91	2,318.99
2023-24	1,70,930.01	74,717.24	1,757.26	3,152.80
2024-25 (as on 28-01-2025)	1,47,331.71	59,975.56	1,883.55	3,208.38

(b) and (c): A number of measures have been taken to further enhance the procurement from Micro and Small Enterprises (MSEs), as outlined below:

- i. The Ministry of MSME launched “MSME-SAMBANDH Portal” on 8th December, 2017. The Portal helps in monitoring the procurement by Central Government Ministries, Departments and Central Public Sector Enterprises (CPSEs) and enables them to share the list of required products/services from MSEs.

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- ii. Government e-marketplace (GeM), an online portal, is being used for procurement by Ministries/ Departments/ CPSEs. Follow up with GeM for supporting SC, ST and Women entrepreneurs on various issues is done on a regular basis.
- iii. The Ministry of MSME is actively engaged with Department of Public Enterprises for better coordination with CPSEs for achieving the targets under the Policy. The Ministry of MSME also issues communications and clarifications on the Public Procurement Policy for MSEs, whenever required or asked for.
- iv. Vendor Development Programmes under the Procurement & Marketing Support Scheme serve as platforms, where MSEs can network with not only CPSEs but with also other stakeholders.
- v. The Ministry of MSME has introduced a Special Credit Linked Capital Subsidy Scheme (SCLCSS) under National SC-ST Hub Scheme to promote setting up of new enterprises by aspiring entrepreneurs and capacity building of existing MSEs for enhanced participation of SC/ST entrepreneurs in the public procurement. All the SC-ST owned MSEs engaged in manufacturing as well as services sector are eligible for 25% subsidy under SCLCSS component of National SC/ST Hub for procurement of Plant and Machinery and equipment through institutional credit.
- vi. Special Vendor Development Programmes/ Buyer-Seller Meets are being conducted by Departments/ CPSUs for SC/STs and women owned MSEs.
