

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION NO.908
TO BE ANSWERED ON: 28.07.2025

FORMAL CREDIT SUPPLY TO MSMEs

908. DR. ASHOK KUMAR MITTAL:

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

- (a) whether it is a fact that nearly 95 per cent of MSMEs still rely on informal credit, and only a fraction of it benefit from formal lending schemes like CGTMSE or MUDRA;
- (b) reasons for no substantial structural reform in delayed payments a long-standing barrier even though the MSMEs samadhaan portal shows thousands of unresolved cases;
- (c) measurable outcomes Government has achieved from the Raising and Accelerating MSMEs Performance (RAMP) program launched with World Bank funding; and
- (d) explanation of Government for the widening gap between MSMEs policy promises and their local-level implementation, particularly in Tier-II and Tier-III towns?

ANSWER

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

(a): Since inception of Credit Guarantee Scheme (CGS) in 2000 till 2022, 59.06 lakh guarantees have been extended to MSEs amounting to ₹3.21 lakh crore. The Ministry of MSME has undertaken a number of steps to improve the effectiveness of the Scheme, due to which 56.04 lakh guarantees have been extended to MSEs amounting to ₹6.12 lakh crore within a short span of three years from 2022-25, significantly enhancing credit flow to MSEs.

As informed by Department of Financial Services, under Pradhan Mantri Mudra Yojana (PMMY), since inception till June 2025, a total of 53.85 crore number of loans amounting to Rs. 35.13 lakh crore have been sanctioned.

In addition to these initiatives, the Ministry of MSME implements Prime Minister's Employment Generation Programme, Self Reliant India Fund, Special Credit Linked Capital Subsidy Scheme, PM Vishwakarma Yojana, etc. for facilitating credit needs of the MSME sector.

As informed by RBI, the Credit Outstanding to MSMEs by Scheduled Commercial Banks is increasing and the details are given below:

Credit outstanding to MSME Sector by Scheduled Commercial Banks (SCBs)			
<i>No of Accounts in lakh, Amount outstanding in ₹ crore</i>			
Sl. No.	Financial Year	No. of A/cs	Total Outstanding
1	As on March 31, 2023	213.32	2260135.28
2	As on March 31, 2024	257.45	2725657.46
3	As on March 31, 2025	243.15	3108917.82

Source: RBI

(b): The Government of India has taken a number of measures to ensure timely payment settlements for Micro and Small Enterprises (MSEs) across the country. The Ministry of MSME launched SAMADHAAN Portal on 30.10.2017 for monitoring of the outstanding dues to the MSEs. 161 Micro & Small Enterprises Facilitation Councils (MSEFCs) have been set-up in States/UTs. The monetary limit for onboarding on Trade Receivables Discounting System for Corporates and CPSEs has been reduced to a turnover of Rs. 250 Crore vide Notification S.O. 4845(E) dated 07.11. 2024. Ministry of MSME has recently launched Online Dispute Resolution (ODR) Portal on 27.06.2025 to provide end-to-end digitized resolution of the delayed payment cases.

(c): The Output- Outcome Monitoring Framework developed by NITI Aayog includes the following measurable outputs / outcomes in respect of Raising and Accelerating MSMEs Performance (RAMP) scheme for FY 25-26. Achievements since inception of RAMP in April 2022 is provided against each indicator:

Indicators Portals	Achievement as on 30th June 2025 since April 2022
Number of Ministry of MSME portals integrated	8 (ZED, Lean, Udyam, PMS, PSB, Jansamarth, Meri Pehchan, Champions Grievance)
Number of State Portals integrated	Discussions for integration with 4 State Portals in progress (UP, Maharashtra, Mizoram, Nagaland)
Number of MSMEs assisted by States through SIP Implementation	9 lakh MSMEs
Number of ZED silver graduation/ Lean or ZED gold graduation	1727 Silver and 2400 Gold Certified MSMEs
Number of MSEs accessing green financing through GIFT and SPICE	3082 Micro & Small Enterprises
Increase in number of new NBFCs on TReDS	From 3 NBFCs before April 2022, to 25 in July 2025
Number of MSEs onboarded onto ecommerce platforms through TEAM initiative	2650 MSEs registered on TEAM portal
No. of cases resolved through ODR platform	7 cases since the portal launch on 27 th June 2025
Volume of invoices discounted on TReDS (in Rs Crores)	Increase from Rs 4307 crore in Apr'22 to Rs 5,18,181.97 crore till June'25.
Number of SNPs registered under TEAM Initiative	27

(d): The Government implements various schemes and programmes across the country and the benefits can be availed by Enterprises across the country, including in Tier II and Tier III Towns. National Scheduled Caste Scheduled Tribe Hub (NSSH) Scheme and Yashasvini campaign specially focus on SC/ST and women owned Enterprises based in Tier II and Tier III Towns.

Further to increase awareness among MSMEs in the country awareness programmes are conducted by the field offices of Ministry of MSME, in coordination with MSME/ Industry Departments of States/UTs concerned and other MSME stakeholders through physical workshops, social media, print media & electronic media for creating wide publicity for increasing participation from all stakeholders.