

GOVERNMENT OF INDIA  
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

**LOK SABHA**  
**UNSTARRED QUESTION NO. 2019**  
**TO BE ANSWERED ON 30.07.2018**

**PERFORMANCE OF MSME SECTOR**

2019. SHRIMATI POONAMBEN MAADAM:

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

- (a) the details of jobs generated in the Micro, Small and Medium Enterprises (MSMEs) sector during each of the last three years and the current year, State/UT wise including the State of Gujarat;
- (b) the details of the contribution made by this sector to the nation's GDP and percentage contribution made towards the country's total exports during the said period;
- (c) the details of the major challenges faced by the MSMEs especially with regard to facilitating their growth; and
- (d) the steps taken/proposed to be taken by the Government to encourage the MSME sector and generate more jobs in this sector?

**ANSWER**

MINISTER OF STATE (INDEPENDANT CHARGE)  
FOR MICRO, SMALL AND MEDIUM ENTERPRISES  
(SHRI GIRIRAJ SINGH)

(a): As per the National Sample Survey (NSS) 73<sup>rd</sup> round conducted during the period 2015-16, MSME sector has been creating 11.10 crore jobs (360.41 lakh in manufacturing, 387.18 lakh in trade and 362.82 lakh in other services and 0.07 lakh in Non-captive Electricity Generation and Transmission) in the rural and urban areas across the country.

Ministry of Micro, Small and Medium Enterprises (MSME) is running various schemes to boost employment generation in the country. Prime Minister's Employment Generation Programme (PMEGP) is a major credit-linked subsidy programme aimed at generating self-employment opportunities through establishment of micro-enterprises in the non-farm sector by helping traditional artisans and unemployed youth. Any individual above 18 years of age is eligible. General category beneficiaries can avail of margin money subsidy of 25% of the project cost in rural areas and 15% in urban areas. For beneficiaries belonging to special categories such as scheduled caste/scheduled tribe/OBC /minorities/women, ex-serviceman, physically handicapped, NER, Hill and Border areas etc. the margin money subsidy is 35% in rural areas and 25% in urban areas. The maximum cost of projects is Rs.25 lakh in the manufacturing sector and Rs.10 lakh in the service sector. Benefit can be availed under PMEGP for setting up of new units only.

The Scheme was launched during 2008-09. Since its inception, a total of 4.72 lakh micro enterprises have been assisted with a margin money subsidy of Rs.10007.67 crore providing employment to an estimated 39.36 lakh persons, till 2017-18 (up to 31.03.2018). The details of job generated during each of the last three years and the current year, State/UT wise including the State of Gujarat is given at Annexure -I.

Coir Board, a statutory body under Ministry of MSME is implementing Coir Vikas Yojna (CUY) for sustainable development of Coir Industries in the coconut producing States. The details of employment generated in coir sector during the last three years are given at Annexure – II.

(b): As per available data, the details of the contribution made by MSME sector to the nation's GDP is given below:

	2014-15	2015-16	2016-17
<b>Share of MSME in total GDP (in %)</b>	29.7%	29.2%	28.9%

The percentage contribution made by MSME sector towards the country's total export is given below:

	2014-15	2015-16	2016-17	2017-18
<b>% Contribution to Country's total exports</b>	44.75%	49.86%	49.69%	48.58%

(c): MSMEs face challenges like Availability of credit, technology up-gradation, marketing, and infrastructure. Sector face difficulties in mobilizing the capital fund to set up their industries and also market their product in competitive environment.

(d): The Ministry of MSME has taken a number of initiatives for the promotion and development of MSME sector across the country. Ministry of MSME is implementing Prime Minister's Employment Generation Programme (PMEGP), Credit Guarantee Scheme for Micro and Small Enterprises (CGTMSE), Credit Linked Capital Subsidy Scheme (CLCSS), for credit assistance and employment generation.

For Skill development and Infrastructure Development Ministry of MSME is running A Scheme for Promoting Innovation, Rural Industry & Entrepreneurship (ASPIRE), and Scheme of Fund for Regeneration of Traditional Industries (SFURTI).

For Quality improvement and to sustain market competitiveness Ministry has started ZED Scheme, Digital MSME Scheme etc. Ministry has also launched many portals to help entrepreneurs in technology up gradation and to promote marketing of their product.

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**Annexure I referred to in reply to part (a) of the Lok Sabha Unstarred Qn. No. 2019 for answer on 30.07.2018**

State-wise position of employment under PMEGP during last three years and current year ( up to 30.06.2018).

Sr. No.	State/UT	2015-16	2016-17	2017-18	2018-19 (up to 30.06.2018)
1	Jammu& Kashmir	12115	11691	30024	8888
2	Himachal Pradesh	5134	6916	7088	1016
3	Punjab	7762	9858	12160	2472
4	UT Chandigarh	323	376	360	56
5	Uttarakhand	6161	9890	12904	4648
6	Haryana	7232	11016	13744	2728
7.	Delhi	2048	952	920	40
8	Rajasthan	14537	13408	12614	4336
9	Uttar Pradesh	43059	36315	43456	12472
10	Bihar	19624	25872	18456	5864
11	Sikkim	397	201	296	40
12	Arunachal Pradesh	104	1984	1672	832
13	Nagaland	4998	7783	7440	1232
14	Manipur	2715	8419	4800	1568
15	Mizoram	9072	3400	1992	1424
16	Tripura	5355	17961	8928	1864
17	Meghalaya	4824	2632	600	528
18	Assam	9026	31498	18256	8896
19	West Bengal	12746	26604	10928	3824
20	Jharkhand	12873	10400	8888	2464
21	Odisha	17629	20392	19192	6184
22	Chhattisgarh	9496	12856	11704	6016
23	Madhya Pradesh	16497	15520	14432	2432
24	Gujarat*	14960	11629	15008	3632
25	Maharashtra **	20161	17799	26632	8744
26	Andhra Pradesh	7740	14148	12216	3136
27	Telangana	7761	6445	9520	1488
28	Karnataka	17284	30286	16920	5560
29	Goa	500	660	400	32
30	Lakshadweep	0	00	00	00
31	Kerala	9653	13068	10776	3712
32	Tamilnadu	20836	25764	32760	4592
33	Puducherry	447	699	352	48
34	Andaman & Nicobar Islands	293	1398	1744	296
		<b>323362</b>	<b>407840</b>	<b>387184</b>	<b>111064</b>

\* including Daman & Diu.

\*\* including Dadra & Nagar Haveli

**Annexure-II**

**Annexure II referred to in reply to part (a) of the Lok Sabha Unstarred Qn. No. 2019 for answer on 30.07.2018**

<b>State</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>
Kerala	1312	861	1629
Tamil Nadu	1483	2383	1059
Karnataka	102	432	287
Andhra Pradesh	879	652	193
Odisha	325	225	375
Others	108	226	89
<b>Total</b>	<b>4209</b>	<b>4779</b>	<b>3632</b>