GOVERNMENT OF INDIA MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA UNSTARRED QUESTION No. †3111 TO BE ANSWERED ON 11.07.2019

EMPLOYMENT GENERATION UNDER MSME SECTOR

† 3111. SHRI RAHUL KASWAN: SHRI NALIN KUMAR KATEEL: SHRI AJAY MISRA TENI: SHRI CHANDRA SEKHAR SAHU:

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

- (a) whether Micro, Small and Medium Enterprises (MSMEs) sector has emerged as a highly vibrant and dynamic sector of the Indian economy and has immense potential in employment generation and if so, the details thereof;
- (b) whether large number of employment opportunities are created with use of relatively less capital in the MSME sector and if so, the details thereof, State-wise;
- (c) whether there is ambiguity on the data of employment generated through MSME sector, if so, the facts thereof;
- (d) the number of jobs created in MSME sector during the last three years including the current year, year-wise and target set to create more jobs jobs and its likely impact of MSMEs;
- (e) whether the Government is taking any measures to make the MSMEs a major attraction for investment and job creation in the country and if so, the response of the Government in this regard;
- (f) whether to boost the MSME sector, a separate policy and sector-wise policy is required and if so, the steps taken by the Union Government to frame separate policy and sector-wise policy to boost the MSMEs; and
- (g) whether the sector is resolving the problem of lending from the banking sector and if so, the details thereof?

ANSWER

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI NITIN GADKARI)

(a): Yes. As per the 73rd Round of National Sample Survey (NSS), conducted by National Sample Survey Office, Ministry of Statistics & Programme Implementation during the period 2015-16, the estimated number of workers in unincorporated non-agriculture MSMEs in the country engaged in different economic activities excluding the MSMEs registered under (a) Sections 2m(i) and 2m(ii) of the Factories Act, 1948, (b) Companies Act, 1956 and (c) Construction activities falling under Section F of National Industrial Classification (NIC), 2008, are 11.10 crore.

Under the Prime Minister's Employment Generation Programme (PMEGP,) the estimated employment generated (number of persons) in micro enterprises during the years 2014-15, 2015-16, 2016-17, 2017-18 and 2018-19 are 3.58 lakhs, 3.23 lakhs, 4.08 lakhs, 3.87 lakhs and 5.87 lakhs, respectively.

- (b) to (d): The large number of employment opportunities are created with use of relatively less capital in the MSME sector. Ministry of Micro, Small and Medium Enterprises implements Prime Minister's Employment Generation Programme (PMEGP), which is a credit-linked subsidy programme aimed at generating self-employment opportunities. The State/UT-wise details of Target set for creation of employment opportunities and estimated employment generated through setting up of new micro-enterprises under PMEGP during last three years are given annexure-I.
- (e) & (f): The Ministry of Micro, Small and Medium Enterprises (MSMEs) implements various schemes to boost MSMEs and job creation in the MSMEs sector, which include Prime Minister's Employment Generation Programme (PMEGP), Micro and Small Enterprises-Cluster Development Programme (MSE-CDP), Scheme for Promotion of MSMEs in North Eastern Region and Sikkim, Tool Rooms and Technology Centers, Mission Solar Charkha (MSC), Scheme of Fund for Regeneration of Traditional Industries (SFURTI), Procurement and Marketing Support Scheme, Entrepreneurship Skill Development Programme (ESDP), Credit Guarantee Scheme for Micro and Small Enterprises (MSEs) and Credit Linked Capital Subsidy and Technology Upgradation Scheme (CLCS-TUS).
- (g): As per the data received from the Reserve Bank of India (RBI), the outstanding credit to Micro, Small and Medium Enterprise (MSME) sector by all Scheduled Commercial Banks during the last three years has increased. The credit flow to MSME sector by all Scheduled Commercial Banks during the last 3 years is given below:

Year ended	Amount Outstanding (in Rs. Crore)		
March 2017	1070129.48		
March 2018	1149353.83		
March 2019	1497687.10		

The Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) was launched by the Government of India to make available collateral-free credit to the micro and small enterprise sector. The number and amount of Guarantees approved under the CGTMSE during the last 2 years is given below:

Year No. of Credit Facilities Approved (in lakhs)		Amount of Guarantees Approved (in Rs. crore)		
2017-18	2.63	19065.91		
2018-19	4.36	30168.57		

This has also helped in better credit flow to the micro and small enterprises.

Annexure referred to in reply to part (b) to (d) of Lok Sabha Unstarred Question No. $\dagger 3111$ for answer on 11.07.2019.

STATE/UT-WISE JOB CREATED UNDER PMEGP

(Jobs in No.)

	(Jobs in No.) EMPLOYMENT - TARGET SET AND ACHIEVEMENT UNDER PMEGP									
DURING LAST THREE YEARS										
	State/Union	2016-17		2017-18		2018-19 (Provisional)				
	Territories	Target	Achievement	Target	Achievement	Target	Achievement			
1	Chandigarh UT	800	376	800	360	768	224			
2	Delhi	1200	952	800	920	936	1056			
3	Haryana	13488	11016	15088	13744	15392	17320			
4	Himachal Pradesh	7880	6916	7144	7088	8832	11192			
5	Jammu & Kashmir	6168	11691	19088	30024	21128	60232			
6	Punjab	8016	9858	15088	12160	15240	14408			
7	Rajasthan	14000	13408	19640	12616	25536	18872			
8	Chhattisgarh	17976	12856	11264	11704	20920	24752			
9	Madhya Pradesh	34112	15520	30352	14432	39448	20208			
10	Uttarakhand	4560	9890	8536	12904	9560	17448			
11	Uttar Pradesh	51928	36315	52632	43456	61040	41944			
12	Arunachal Pradesh	2000	1984	2000	1672	2344	2240			
13	Assam	20016	31498	21408	18256	34752	29896			
14	Manipur	7288	8419	5736	4800	8576	10328			
15	Meghalaya	1144	2632	5680	600	8880	3120			
16	Mizoram	2592	3400	3784	1992	7208	8984			
17	Nagaland	8336	7783	10912	7440	9344	9664			
18	Sikkim	344	201	800	296	656	440			
19	Tripura	9072	17961	9136	8928	8584	9432			
20	Andaman & Nicobar Islands	800	1398	2000	1744	928	1832			
21	Bihar	27640	25872	22616	18456	35864	26424			
22	Jharkhand	8664	10400	8280	8888	20432	14376			
23	Odisha	28808	20392	19848	19192	25472	24560			
24	West Bengal	22720	26604	13904	10928	20440	19304			
25	Goa	1488	660	792	400	1992	624.00			
26	Gujarat *	29592	11629	39640	15008	39216	28000.00			
27	Maharashtra **	8448	17799	27424	26632	30000	45136			
28	Andhra Pradesh	17344	14148	15736	12216	17032	17760			
29	Karnataka	31768	30286	21848	16920	23192	29256			
30	Kerala	15784	13068	9336	10776	11480	19888			
31	Lakshadweep	400	0	400	0	160	0.00			
32	Puducherry	1200	699	800	352	536	608			
33	Tamilnadu	21168	25764	29040	32760	29240	41480			
34	Telangana	8016.00	6445	18448	9520	23920	16408			
	GRAND TOTAL	434760	407840	470000	387184	579048	587416			
	* Including dama	n & Diu, *	* Including Da	dra & Na	gar Haveli					