

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION No. 154
TO BE ANSWERED ON 20.07.2023

CLOSED MSMEs

154. SHRI KALYAN BANERJEE:

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

- (a) whether 10,655 Micro, Small and Medium Enterprises (MSMEs) closed down during the financial year 2022-23 which is highest during the last four years followed by 6,222 closed MSMEs in 2021-22 and if so, the details thereof;
- (b) whether it is also a fact that over 10000 MSMEs and additional over 9667 Udyam units shut down in 2016-2022 and if so, the details thereof;
- (c) whether it is also a fact that 9,222 Udyam MSMEs were shut down during 2021-23 and one lakh people losing their jobs from July 1, 2021 till March 31, 2023 and if so, the details thereof; and
- (d) the measures taken by the Government for MSME sector, which accounts for thirty per cent of the economy and almost forty per cent of employment, to overcome the most worrying and critical problems?

ANSWER

MINISTER OF STATE FOR MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI BHANU PRATAP SINGH VERMA)

(a) & (b): As per Udyam Registration Portal, the total number of Micro Small and Medium Enterprises which were closed/shutdown during 01.07.2020 to 31.03.2023 are as follows:

Year	No. of MSMEs closed/shutdown (as on 13.07.2023)
01.07.2020 to 31.03.2021	175
01.04.2021 to 31.03.2022	6222
01.04.2022 to 31.03.2023	13290
Total	19687

(c): As per Udyam Registration Portal launched on 01.07.2020, the number of MSMEs which were closed/shutdown during 01.07.2021 to 31.03.2023 was 19,248 and the number of persons employed in those MSMEs were 1,32,205 (as on 13.07.2023). During the same period, 45,99,944 new MSMEs have been incorporated and registered on Udyam Registration Portal with an employment of 2,89,35,351.

(d): The Ministry of Micro, Small and Medium Enterprises implements various schemes for the growth and development of MSME sector in the country in areas of credit support, formalization, technological assistance, infrastructure development, skill development and training and market assistance to MSMEs. The schemes/programmes inter alia include Prime Minister's Employment Generation Programme (PMEGP), Credit Guarantee Scheme for Micro and Small Enterprises (CGTMSE), Micro and Small Enterprises-Cluster Development Programme (MSE-CDP), A Scheme for Promoting Innovation, Rural Industry & Entrepreneurship (ASPIRE), Entrepreneurship Skill Development Programme (ESDP), Procurement and Marketing Support Scheme (PMS) and National SC/ST Hub (NSSH).

The Government has taken a number of recent initiatives to support MSMEs in the country, include:

- i. Rs. 5 lakh crore Emergency Credit Line Guarantee Scheme (ECLGS) for business, including MSMEs.
- ii. Rs. 50,000 crore equity infusion through MSME Self-Reliant India Fund.
- iii. New revised criteria for classification of MSMEs.
- iv. No global tenders for procurement up to Rs. 200 crores.
- v. “Udyam Registration” for MSMEs, for Ease of Doing Business.
- vi. Launching of an online Portal “Champions” in June, 2020 to cover many aspects of e-governance including grievance redress and handholding of MSMEs.
- vii. Inclusion of Retail and Wholesale trades as MSMEs w.e.f. 02nd July, 2021.
- viii. Non-tax benefits extended for 3 years in case of an upward change in status of MSMEs.
- ix. Roll out of Raising and Accelerating MSME Performance (RAMP) programme with an outlay of Rs. 6,000 crore over 5 years.
- x. Launch of Udyam Assist Platform (UAP) on 11.01.2023 to bring the Informal Micro Enterprises (IMEs) under the formal ambit for availing the benefit under Priority Sector Lending (PSL).
