

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 198
TO BE ANSWERED ON: 20.07.2023

START-UP COMPANIES

198. SHRIMATI SANGEETA AZAD:

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

- (a) whether it has come to the notice of the Government that 90 to 95 per cent of startup companies have failed ;
- (b) if so, the percentage of failures among Micro, Small and Medium Enterprises;
- (c) whether the statistics with the Government corroborate with the findings of these studies on failure of startups; and
- (d) if not, the failure rate as per the details available with the Government ?

ANSWER

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

(a) to (d): The Government with an intent to build a strong ecosystem for nurturing innovation, startups and encouraging private investments in startup ecosystem of the country launched Startup India initiatives on 16th January 2016.

In order to meet the objectives of the initiative, the Government unveiled an Action Plan for Startup India that laid the foundation of Government support, schemes and incentives envisaged to create a vibrant startup ecosystem in the country. Sustained Government efforts in this direction have resulted in increasing the number of recognised startups in India from 442 in 2016 to 92,683 in 2023 (as on 28th February 2023).

Information with respect to the failure of startups is not centrally maintained by the Government.
