

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 808
TO BE ANSWERED ON 21.11.2019

PUBLIC PROCUREMENT POLICY FOR MSEs

808. SHRI GANESH SINGH:
SHRI RAHUL GANDHI:

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

- (a) whether as per Public Procurement Policy for Micro and Small Enterprises (MSEs) Order, 2018, the Ministry and its subsidiaries/joint ventures have set an annual target for 25% procurement from MSME Sector and a sub-target of 4% out of 25% target of annual procurement has been earmarked for procurement from MSMEs owned by SC/ST entrepreneurs and if so, the details thereof;
- (b) whether the CPSUs under the Ministry are implementing this policy and if so, the details thereof;
- (c) whether the said policy is being followed in the case of OBC entrepreneurs at par with SCs/STs, if so, the details thereof and if not, the reasons therefor;
- (d) whether Central Ministries/ Departments and PSUs have met the mandatory target of 25% procurement from Micro and Small Enterprises since April 1, 2015 and if so, the details thereof and if not, the reasons therefor; and
- (e) the measures being implemented to ensure compliance with 25% target of procurement from MSEs?

ANSWER

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

(a) & (b): Under Public Procurement Policy for Micro and Small Enterprises (MSEs), the CPSEs have to procure 25% from MSEs including, 4% from MSEs owned by SC/ST and 3% from MSEs owned by Women.

The policy is applicable to all the Central Ministries / Departments / Public Sector Undertakings (PSUs) and mandates at least 25% of annual procurement by the Central Ministries/ Departments and CPSEs from Micro and Small Enterprises.

(c): No, Sir.

(d) & (e): Ministry has taken several measures for effective implementation of the policy. These include constitution of Review Committee, Launch of SC/ST hub to provide support SC/ST entrepreneurs and launch of MSME Sambandh portal to monitor the progress of procurement made by Central Ministries / Departments and Central Public Undertakings (CPSUs).

As per information uploaded on Sambandh portal, the details of annual procurement of goods & services from MSEs including SC/ST and Women by the Central Public Sector Enterprise (CPSE) during the last three years are as under:

Year	No. of CPSEs (Reported)	Total Procurement (Rs. in Crore)	Procurement From MSEs (Rs. in Crore)	Procurement from MSEs owned by SC/ST Entrepreneur (Rs. in Crore)	Procurement from MSEs owned by Women Entrepreneur (Rs. in Crore)
2017-18	170	114042.05	26357.46	544.72	-
2018-19	164	153309.17	40343.08	823.86	231.50
2019-20*	106	60278.10	17427.41	305.10	249.83

* as on 15/11/2019
