

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION No. 3161
TO BE ANSWERED ON 12.03.2020

CONTRIBUTION OF MSMEs IN DEFENCE SECTOR

3161. SHRI KAPIL MORESHWAR PATIL:

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

(a) whether the Government proposes to boost Micro, Small and Medium Enterprises (MSMEs) sector's contribution towards indigenous manufacturing in defence sector under 'Make-in-India' Programme in the country; and

(b) if so, the details thereof including the target fixed in this regard along with its present percentage of contribution, State/UT-wise?

ANSWER

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

(a): Ministry of Micro, Small and Medium Enterprises implements various schemes and programmes for promotion and development of Micro, Small and Medium Enterprises (MSMEs) including defence sector MSMEs across the country. These include Prime Minister's Employment Generation Programme (PMEGP), Scheme of Fund for Regeneration of Traditional Industries (SFURTI), A scheme for Promoting Innovation, Rural Industry and Entrepreneurship (ASPIRE), Credit Guarantee Scheme, Credit Linked Capital Subsidy and Technology Upgradation Scheme (CLCS-TUS), Technology Centre Systems Programme (TCSP), Micro and Small Enterprises-Cluster Development Programme (MSE-CDP), Procurement and Marketing Support Scheme etc.

The Ministry of Defence has also taken various measures to support domestic defence production across the country. These include Make – I category of development of prototype of defence products/ platforms. Projects not exceeding development cost of Rs.10 crore and procurement cost of Rs.50 crore are reserved for MSMEs. Similarly, under this initiative projects not exceeding development cost of Rs.3 crore and procurement cost of Rs.50 crore are reserved for MSMEs under industry funded Make – II category of development of prototype of defence products/ platforms.

(b): As reported by Department of Defence Production, number of MSME vendors of Defence Public Sector Enterprises / Ordnance Factory Board is given as under:-

Sl. No.	Year	Total Number of MSME vendors of DPSUs/OFB
1.	2016-17	15089
2.	2017-18	7591
3.	2018-19	8643
4.	2019-20 (up to 2 nd quarter)	10506
