

**GOVERNMENT OF INDIA
MINISTRY OF COMMERCE & INDUSTRY
DEPARTMENT FOR PROMOTION OF INDUSTRY AND INTERNAL TRADE
LOK SABHA**

**UNSTARRED QUESTION NO. 1728.
TO BE ANSWERED ON MONDAY, THE 21ST SEPTEMBER, 2020.**

FINANCIAL CRISIS IN INDUSTRIES

1728. SHRI MALOOK NAGAR:

Will the Minister of **COMMERCE AND INDUSTRY** be pleased to state:

वाणिज्य एवं उद्योग मंत्री

- (a) whether the Government has formulated any policy to tackle the financial crisis being faced by the industries;
- (b) if so, the details thereof;
- (c) whether the Government has conducted any survey in this regard; and
- (d) if so, the details thereof?

ANSWER

वाणिज्य एवं उद्योग मंत्री (श्री पीयूष गोयल)

**THE MINISTER OF COMMERCE & INDUSTRY
(SHRI PIYUSH GOYAL)**

- (a) to (d):** The Government is regularly monitoring the problems being faced by industry due to the unprecedented Corona pandemic and is in constant touch with the different stakeholders.

Atmanirbhar Package for Rs. 20.97 lakh crore was announced by government to address the problems being faced by industry with bold reforms in a number of sectors. The Emergency Credit Line Guarantee Scheme (ECLGS), having provision of Rs 3 lakh crores, is 100% credit guarantee and Collateral Free Automatic Loans for MSMEs. Financial support has been given to the stressed MSMEs with infusion of Rs.20,000 crore equity support through Subordinate Debt. Fund of Funds has been created to infuse equity worth Rs.50,000 crore in the MSME Sector by setting up Rs.10,000 crore Corpus Fund. Government is also ensuring timely payment to the MSMEs by instructing all Government of India and CPSEs to clear all receivables of MSMEs within 45 days. Procurement from domestic companies is being encouraged by disallowing global tender in government procurement tenders upto Rs 200 crores.

By providing moratorium on repayment of EMI on term loans, significant relief are also being accorded to industry. Reserve Bank of India (RBI) has also allowed a one-time restructuring of loans without classifying them as NPAs to address the financial stress caused by the Covid 19 pandemic.
