

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

**UNSTARRED QUESTION NO. 289.
TO BE ANSWERED ON WEDNESDAY, THE 3RD FEBRUARY, 2021.**

EMPLOYMENT THROUGH STARTUP COMPANIES

289. SHRI DHARAMBIR SINGH:

Will the Minister of **COMMERCE AND INDUSTRY** be pleased to state:
वाणिज्य एवं उद्योग मंत्री

- (a) the number of people who got employment from start-up companies during the last three years State wise including Haryana along with their contribution in the Gross Domestic Product (GDP);
- (b) the total number of startups affected during COVID-19 pandemic including the closed and uninterrupted startups;
- (c) whether the private investment in startups has stopped or declined during the COVID-19 pandemic and if so, the details thereof and the reasons therefor; and
- (d) the steps taken by the Government to encourage private investment in the startups during the COVID-19 pandemic?

ANSWER

वाणिज्य एवं उद्योग मंत्रालय में राज्यमंत्री (श्री सोम प्रकाश)

**THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY
(SHRI SOM PARKASH)**

- (a) Sir, as on 30th December 2020, the state wise number of people employed in Startup Company during the last 3 years, including Haryana, are as below:

States	Calendar Year		
	2018	2019	2020
Maharashtra	19218	27980	34008
Karnataka	13314	24884	28840
Delhi	13730	16251	19511
Uttar Pradesh	7990	10522	16624
Haryana	5632	12985	12622
Telangana	5366	10697	9654
Gujarat	5487	10539	9577
Tamil Nadu	4532	8274	8619
Kerala	2614	5245	5727
Rajasthan	3283	4177	5358
Madhya Pradesh	2480	4583	3628
West Bengal	2398	4504	3694
Andhra Pradesh	1730	1969	3058
Odisha	1923	2401	2357
Bihar	1192	1244	2370
Punjab	799	1368	1789
Chhattisgarh	1120	1408	1134

Jharkhand	619	602	1456
Assam	829	733	877
Uttarakhand	629	834	759
Jammu and Kashmir	339	483	484
Tripura	259	46	765
Chandigarh	240	399	428
Goa	301	360	384
Himachal Pradesh	148	331	283
Puducherry	226	106	73
Manipur	46	47	125
Andaman and Nicobar Islands	11	67	32
Dadra and Nagar Haveli and Daman and Diu	2	29	31
Mizoram	47	3	2
Nagaland	9	10	32
Meghalaya	5	27	2
Arunachal Pradesh	10	12	0
Sikkim	0	6	2
Lakshadweep	0	0	7
Ladakh	0	0	3
Total	96,528	1,53,126	174,315

The above data is self-certified information which is given by Startups during filling of Startup recognition form. So far the department has no data with respect to their contribution in the Gross Domestic Production.

(b)&(c) No such data is centrally compiled by this Department.

(d) The Government has approved the following schemes to boost private investments in Startups:

i) Fund of Funds for Startups (FFS)- "The Fund of Funds for Startups (FFS) was approved by the Cabinet and established in June 2016 with a corpus of Rs 10,000 crore, with contribution spread over the 14th and 15th Finance Commission cycle based on progress of implementation, to provide much-needed boost to the Indian startup ecosystem and enable access to domestic capital. The objectives of Fund of Funds include accelerating innovation driven entrepreneurship and business creation, mobilizing larger equity-like resources for startups. The Fund of Funds does not directly invest in startups, instead provides capital to SEBI-registered Alternate Investment Funds (AIFs), known as daughter funds, who in turn invest money in growing Indian startups through equity and equity-linked instruments. SIDBI has been given the mandate of managing this Fund through selection of suitable daughter funds and overseeing the disbursement of committed capital.

ii) Startup India Seed Fund Scheme (SISFS) - The Startup India Seed Fund Scheme (SISFS) has been approved by the Government in January, 2021 with a corpus of Rs. 945 Crore for next 4 years starting from 2021-22. The scheme aims to provide financial assistance to startups for proof of concept, prototype development, product trials, market entry and commercialization. This would enable these startups to graduate to a level where they will be able to raise investments from angel investors or venture capitalists, or seek loans from commercial banks or financial institutions. The Seed Fund will be disbursed to eligible startups through eligible incubators across India.