GOVERNMENT OF INDIA MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA UNSTARRED QUESTION No. 547 TO BE ANSWERED ON 04.02,2021

PUBLIC PROCUREMENT POLICY FOR MSEs

547. SHRI JAYANT SINHA:

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

- (a) the objectives of the Public Procurement Policy for Micro and Small Enterprises (MSEs);
- (b) the total annual procurement from such MSEs, sector-wise, category-wise (buyers), and year-wise during the last three years; and
- (c) the total annual procurement from such MSEs in Jharkhand along the same parameters?

ANSWER

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

- (a): The Public Procurement Policy for Micro and Small Enterprises (MSEs) Order, 2012 has been notified by this Ministry, under Section 11 of MSMED Act, 2006, the same being effective from 1st April, 2012, and has become mandatory w.e.f. April 2015. The policy was amended vide Gazette Notification No. S.O. 5670(E), dated 9th November, 2018. The said Policy, as amended, mandates 25% annual procurement from MSEs by Central Ministries/ Departments/ Central Public Sector Enterprises (CPSEs) including 4% from MSEs owned by SC/ST and 3% from MSEs owned by Women entrepreneurs.
- (b): As per information reported by Central Public Sector Enterprises (CPSEs) on MSME SAMBANDH Portal, the details of the annual procurement of goods and services from MSEs, by CPSEs and year-wise during the last three years (as on date 01.02.2021) is given as under:

Financial Year	Buyers	Total Procurement (Rs in Crores)	Procurement from MSEs(including SC/ST owned MSEs) (Rs in Crores)	Procurement from MSEs owned by SC/ST (Rs in Crores)	Procurement from MSEs owned by Women (Rs in Crores)
2017-18	169 CPSEs	114,042.05	26357.46 (23.11%) (No. of MSEs benefited 89631)	544.72 (0.48%) (No. of MSEs benefited 2255)	-
2018-19	165 CPSEs	153,477.05	40,399.54 (26.32%) (No. of MSEs benefited 128124)	824.71 (0.54%) (No. of MSEs benefited 4587)	232.56 (0.15%) (No. of MSEs benefited 1410)
2019-20	136 CPSEs	123,717.50	38,275.11 (30.94%) (No. of MSEs	685.21 (0.55%) (No. of MSEs	390.90 (0.32%) (No. of MSEs
			benefited 156744)	benefited 6313)	benefited 3613)

Information are available CPSE-wise, and not Sector-wise or Category-wise.

(c): As per available information, Sector-wise figures are not maintained. Total annual procurement under the said Policy in Jharkhand State from MSEs is as under:

Financial Year	Buyers	Total Procurement from MSEs in Jharkhand Rs.(In crores)
2017-18	9	148.21
2018-19	9	139.89
2019-20	9	207.22
