GOVERNMENT OF INDIA MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA UNSTARRED QUESTION NO. 1791 TO BE ANSWERED ON 29.07.2021

Vendor Development Programmes

1791. DR. SANJAY JAISWAL:

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

- (a) whether the Government proposes to introduce scheme for developing industrial corridor or cluster only for the Micro, Small and Medium Enterprises (MSMEs) and if so, the details thereof;
- (b) the policies and schemes available for the entrepreneurs to develop clusters under PPP model;
- (c) the details of Vendor Development Programmes (VDPs) conducted by the Government at National and State level along with the outcome thereof during each of the last three years;
- (d) the details of the initiative taken under VDPs by the leading PSUs in the country; and
- (e) the steps taken by the Government to provide business opportunities to MSMEs to expand their market base?

ANSWER

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI NARAYAN RANE)

- (a): For development of clusters, Ministry of MSME is implementing Micro and Small Enterprises Cluster Development Programme (MSE-CDP). The objective of the scheme is to enhance the productivity and competitiveness of Micro and Small Enterprises (MSEs) by extending financial assistance for establishment of Common Facility Centers (CFCs) in the existing clusters. The scheme also extend support to project of State Government to create / upgrade Infrastructural facilities in new / existing industrial areas. MSE-CDP is a demand driven scheme wherein financial assistance is provided as Government of India's grant.
- (b): There is no scheme to develop clusters under PPP model.

(c) & (d): The details of National Level and State Level Vendor Development Programmes (VDPs) conducted during 2018-19 to 2020-21 under Procurement and Marketing Support (PMS) scheme of this Ministry, Special VDPs conducted under NSIC for SC/ST entrepreneurs and State VDPs conducted by CPSEs as per the MSME Sambandh Portal are as under:

S.	Year	VDPs	conducted	Special	VDPs	State V	'DPs
No.		under PMS		conducted	under	conducted	by
		National	State	NSIC for	SC/ST	CPSEs	
		Level	Level	entrepreneurs			
1.	2018-19	04	30	76		2578	
2.	2019-20	03	53	70		2728	
3.	2020-21		05	91		2933	

As a result, procurement from Micro and Small Enterprises has increased from 26.32% in FY 2018-19 to 28.12% in FY 2020-21 benefitting 1,28,150 and 1,74,546 MSEs respectively.

(e): Ministry of MSME provides business opportunities to Micro and Small Enterprises to expand their market base through Procurement and Marketing Support Scheme, Coir Vikas Yojana (CVY), Scheme for International Corporation, Public Procurement Policy for Micro and Small Enterprises (MSEs) and MSME Global Mart Portal by The National Small Industries Corporation Ltd. Under Government e-Market Place (GeM), a special window is for MSE Sellers and Service providers. As on 26.07.2021, MSEs registered on GeM portal are 7,08,962 nos.
