

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 510
TO BE ANSWERED ON 22.07.2021

MSME Adversely Affected during Covid

510. SHRI LALLU SINGH:

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

- (a) whether the startups, small and medium industries are adversely affected by the second wave of corona in the country and if so, the details thereof;
- (b) whether many startups as well as small industries have closed down or they are at the verge of closing down;
- (c) if so, the details thereof;
- (d) whether the Government has formulated a scheme for providing assistance to these industries; and
- (e) if so, the details thereof?

ANSWER

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

(a)to(e): The second wave of corona has affected the economy, including start-ups, small and medium industries. For providing assistance to these industries the Government has taken several initiatives. Some of these are as under:

- i. Rs. 20,000 crore Subordinate Debt for MSMEs.
- ii. Rs.3 lakh crores Collateral free Automatic Loans for business, including MSMEs.
- iii. Rs. 50,000 crore equity infusion through MSME Self-Reliant India Fund
- iv. New Revised criteria of classification of MSMEs.
- v. New Registration of MSMEs through 'Udyam Registration' for Ease of Doing Business.
- vi. No global tenders for procurement up to Rs. 200 crores.

An Online Portal "Champions" has been launched on 01.06.2020 by Hon'ble Prime Minister. This covers many aspects of e-governance including redressal of grievances and handholding of MSMEs.

RBI has also announced several measures to Reduce Financial Stress of MSMEs.
