

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

**UNSTARRED QUESTION NO. 1767.
TO BE ANSWERED ON WEDNESDAY, THE 27TH JULY, 2022.**

STUDY ON MSMEs

1767. SHRI DAYANIDHI MARAN:

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

वाणिज्य एवं उद्योग मंत्री

- (a) whether the ministry has conducted any study or analysis of the current fiscal health and recovery for Micro, Small Medium Enterprises (MSMEs) and if so, the details thereof;
- (b) whether the Ministry has conducted any forensic audit of the impact of the schemes and beneficiaries who availed the stimulus package offered in the wake of the COVID-19 pandemic and if so, the details thereof;
- (c) the details of the steps being taken by the Government to onboard MSMEs on digital platforms;
- (d) the manner in which MSMEs are being supported to gain access to international markets; and
- (e) the steps taken by the Government to remove barriers in credit flow for MSMEs?

ANSWER

वाणिज्य एवं उद्योग मंत्रालय में राज्य मंत्री (श्री सोम प्रकाश)

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

- (a) & (b):** As per information received from Ministry of MSME, the Ministry got a Study done by Small Industries Development Bank of India (SIDBI) to assess the impact of change in MSME classification on the Sector and impact of Covid-19 pandemic. The study, inter alia, revealed that around 65 percent of the MSMEs surveyed, have availed the benefits under Emergency Credit Line Guarantee Scheme (ECLGS) and around 36 percent of the respondents (MSMEs) also availed loans under the Credit Guarantee Fund Trust for Micro and Small Enterprises scheme. Government has taken note of the points highlighted in the said report.

As informed by Department of Financial Services, Ministry of Finance, studies have been conducted to assess the impact of the support to MSMEs through ECLGS. These studies have found that under ECLGS, the loans were fairly easy to obtain, cost effective, helped to fulfill short

term financial needs and eased the cash flow burden. The scheme has been successful in helping MSME sector to navigate through the crisis.

(c) to (e): Ministry of MSME has developed the Udyam portal for the registration of MSMEs. This portal has the provision for onboarding of MSMEs on TReDS platforms and GeM as on date.

Procurement and Marketing Support (PMS) Scheme is under implementation to benefit the MSMEs through promotion of new market access initiatives like organizing / participation in National / International Trade Fairs / Exhibitions / MSME Expo, etc. held across the country.

Besides, Government has announced the Aatma Nirbhar Bharat package for MSMEs in 2020. The package included: (i) Subordinate Debt for stressed MSMEs; (ii) Rs. 3 lakh crore Emergency Credit Line Guarantee Scheme (ECLGS) for business, including MSMEs, which has subsequently been increased to Rs. 5 lakh crore; (iii) Rs. 50,000 crore equity infusion through 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 crore.
