

GOVERNMENT OF INDIA  
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

**LOK SABHA**  
**UNSTARRED QUESTION NO. 1857**  
**TO BE ANSWERED ON 28.07.2022**

**MSME SCHEMES**

1857. SHRI HEMANT TUKARAM GODSE:

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

- (a) the details of schemes under the Ministry which helps common people to set up enterprises using easy credit;
- (b) the details of schemes under the Ministry and the funds allocated and utilized under those schemes during the last three years;
- (c) whether MSME Schemes have helped to increase the number of start-ups in the country and if so, the details thereof;
- (d) the details of different schemes available to launch a start-up/business; and
- (e) the details of employment generated through above schemes during the last three years?

**ANSWER**

MINISTER OF STATE FOR MICRO, SMALL AND MEDIUM ENTERPRISES  
(SHRI BHANU PRATAP SINGH VERMA)

(a) & (b): Ministry of Micro, Small and Medium Enterprises (MSME) is implementing Prime Minister's Employment Generation Programme (PMEGP) and Credit Guarantee Scheme (CGS) for Micro and Small Enterprises which help common people to set up enterprises using easy credit. The detail of PMEGP and CGS are as under:

- (i) Prime Minister's Employment Generation Programme (PMEGP): The Ministry of MSME, is implementing a major credit-linked programmed named Prime Minister's Employment Generation Programme (PMEGP) through Banks since 2008-09 with Khadi and Village Industries Commission (KVIC) as the nodal agency at the national level. The objective of PMEGP is to generate employment in the country by setting up micro-enterprises in the non-farm sector. The maximum cost of projects is Rs.50 lakh in the manufacturing sector and Rs.20 lakh in the services sector. The details of Margin Money allocated, sanctioned by banks and disbursed to beneficiaries during the last three years are as follows:

| Financial year | Margin Money allocated (Rs. lakh) | Margin Money sanctioned by Bank (in lakh) | Margin Money Disbursed (in lakh) |
|----------------|-----------------------------------|---|----------------------------------|
| 2019-20        | 2,39,644.00                       | 1,88,315.12                               | 1,95,082.15                      |
| 2020-21        | 2,28,968.52                       | 2,72,927.33                               | 2,18,880.15                      |
| 2021-22 (P)    | 2,85,000.00                       | 3,19,676.23                               | 2,97,765.91                      |

- (ii) Credit Guarantee Scheme for Micro and Small Enterprises: The Ministry of MSME, Government of India is also implementing Credit Guarantee Scheme for Micro and Small Enterprises through Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), for providing collateral free loan up to a limit of Rs. 200 lakh to MSEs with a guarantee coverage ranging from 50% to 85% for various categories of loans. The details of no. of Guarantees and amount approved under the Credit Guarantee Scheme for the last three year are as under:

| Financial year | No. of Guarantee Approved | Approved Amount (Rs. in Crore) |
|----------------|---------------------------|--------------------------------|
| 2019-20        | 8,46,650                  | 45,851.22                      |
| 2020-21        | 8,35,592                  | 36,899.39                      |
| 2021-22        | 7,17,020                  | 56,171.87                      |

(c) & (d): As informed by Department for Promotion of Industry & Internal Trade (DPIIT), the Government with an intent to build a strong eco-system for nurturing innovation and startups in the country launched Startup India initiative on 16<sup>th</sup> January 2016. The Government, as part of Startup India initiative, is implementing Fund of Funds for Startups (FFS) Scheme and Startup India Seed Fund Scheme (SISFS) to provide financial assistance to startups through Alternative Investment Funds (AIFs) and incubators respectively. The details of the two schemes are as under:

- (i) Fund of Funds for Startups (FFS) Scheme: The Government has established FFS with corpus of Rs. 10,000 crore, to meet the funding needs of startups. DPIIT is the monitoring agency and Small Industries Development Bank of India (SIDBI) is the operating agency for FFS. The total corpus of Rs. 10,000 crore is envisaged to be provided over the 14<sup>th</sup> and 15<sup>th</sup> Finance Commission cycles based on progress of the scheme and availability of funds. As on 30th June 2022, SIDBI has committed Rs. 7,260 crore to 87 AIFs. Further, Rs. 2,803 crore has been distributed to 60 AIFs.
- (ii) Startup India Seed Fund Scheme (SISFS): Easy availability of capital is essential for entrepreneurs at the early stages of growth of an enterprise. The capital required at this stage often presents a make-or-break situation for startups with good business ideas. The Scheme aims to provide financial assistance to startups for proof of concept, prototype development, product trials, market entry and commercialization. Rs. 945 crore has been sanctioned under the SISFS Scheme for period of 4 years starting from 2021-22. Under SISFS, as on 30th June 2022, 97 incubators have been approved for a cumulative funding of Rs. 360.75 crore.
- (e): The detail of employment generated in last three years in country under Prime Minister's Employment Generation Programme (PMEGP) and Startups recognised by DPIIT is as under:

| <b>(i) Prime Minister's Employment Generation Programme (PMEGP)</b> |                     |
|---|---------------------|
| Year  | Employment (No.)    |
| 2019-20   | 5,33,224            |
| 2020-21   | 5,95,320            |
| 2021-22 (P)   | 8,25,752            |
| <b>(ii) Startups recognised by DPIIT</b>                            |                     |
| Calendar Year   | Number of Employees |
| 2019  | 1,38,747            |
| 2020  | 1,63,654            |
| 2021  | 2,01,657            |