

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION No. 2002
TO BE ANSWERED ON 28.07.2022

CONTRIBUTION OF MSME SECTOR IN GDP/EMPLOYMENT

2002. MS. MIMI CHAKRABORTY:
SHRI CHANDESHWAR PRASAD:

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

- (a) the total contribution of the MSME sector to GDP of the country and share in export during the last five years and the current year;
- (b) the details of employment generated and people employed in the MSME sector during the last five years and the current year;
- (c) the details of the important steps taken and achievements made in the aforesaid sector during each of the last three years and the current year;
- (d) the details of employment lost in MSMEs during Covid-19 pandemic from February, 2020 to November, 2021;
- (e) whether there has been massive fall in employment in June, 2022 itself and if so, the details thereof; and
- (f) the steps being taken by the Government to tackle the unemployment rate which rose from 7.1 percent in May to 7.8 percent in June with rural unemployment rising by 1.4 percentage points to 8 percent in MSME sector?

ANSWER

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

(a): As per information received from Ministry of Statistics & Programme Implementation, the share of Gross Value Added (GVA) of MSME in All India GDP was as follows:

Year	Share of MSME in All India GDP (in %)
2016-17	29.25%
2017-18	29.69%
2018-19	30.50%
2019-20	30.50%
2020-21	26.83%

As per information received from Directorate General of Commercial Intelligence and Statistics (DGCIS), the share of Export of specified MSME related products in All India Exports was as follows:

Description	2017-18	2018-19	2019-20	2020-21	2021-22
% share of Export of MSME related products in All India Export	48.56	48.1	49.77	49.35	45.04

(b): As per Udyog Aadhar Portal and Udyam Registration Portal, the number of persons employed in the MSMEs which are registered on these portals (as on 22.07.2022) are as follows:

Udyog Aadhar Portal				
Year	Number of persons employed			
	Micro	Small	Medium	Total
2017-18	52,14,407	28,43,664	5,97,256	86,55,327
2018-19	74,66,841	36,74,437	7,06,321	11,847,599
2019-20	87,35,066	40,09,747	7,92,042	1,35,36,855
2020-21 (Till 30/06/2020)	40,247,14	27,32,849	7,21,990	74,79,553
UDYAM Registration Portal				
Year	Number of persons employed			
	Micro	Small	Medium	Total
2020-21 (from 01/07/2020)	1,71,99,355	67,67,695	38,86,603	2,78,53,653
2021-22	3,10,01,692	35,87,221	10,76,969	3,56,65,882
2022-23 (Till 30/06/2022)	83,60,057	4,49,968	1,32,040	89,42,065

(c): The Ministry of Micro, Small and Medium Enterprises (MSME) implements various schemes and programmes aimed at promotion and development of MSME Sector in the country. These schemes/programmes include MSME Champions Scheme (Erstwhile CLCS-TUS), Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), Prime Minister's Employment Generation Programme (PMEGP), Micro and Small Enterprises - Cluster Development Programme (MSE-CDP) and Emergency Credit Line Guarantee Scheme (ECLGS).

Post Covid-19, Government has taken a number of initiatives under Aatma Nirbhar Bharat Abhiyan to support the MSME Sector in the country especially in Covid-19 pandemic. Some of them are:

- Rs.3 lakh crores Emergency Credit Line Guarantee Scheme (ECLGS) for Businesses, including MSMEs (which has subsequently been increased to Rs. 5 lakh crore, as announced in Budget 2022-23).
- Rs. 50,000 crore equity infusion through Self Reliant India Fund.
- New revised criteria for classification of MSMEs.
- New Registration of MSMEs through 'Udyam Registration' for Ease of Doing Business.
- No global tenders for procurement up to Rs. 200 crores.

Also, retail and whole sale trades are allowed to be registered on Udyam Registration Portal. However, the benefits to Retail and Wholesale trade MSMEs are to be restricted to Priority Sector Lending only. Street vendors can also register as retail traders on Udyam Registration (UR) portal and avail the benefit of Priority Sector Lending.

The number of MSMEs registered on Udyam Registration portal during last three years (as on 22.07.2022) is as follows:

Year	Number of MSMEs
2020-21 (from 01.07.2020)	28,55,308
2021-22	51,56,544
2022-23 (till 30.06.2022)	13,54,579

Ministry of Micro, Small and Medium Enterprise (MSME) launched Credit Guarantee Scheme (CGS) to strengthen credit delivery system and to facilitate the flow of credit to the Micro & Small Enterprise (MSE) sector without the hassles of collateral and third-party guarantee. The details of CGTMSE beneficiaries and guarantee approved during last three years are mentioned below:-

Year	Number of beneficiaries	Guarantee Amount (Rs. In Crore)
2019-20	8,46,650	45,851
2020-21	8,35,592	36,899
2021-22	7,17,020	56,172

The number of beneficiaries and the total amount released in Entrepreneurship and Skill Development Programme (ESDP) are as follows:

Year	Total trainees/ beneficiaries (in numbers)	Total amount released (Rs. In lakhs)
2019-20	2,33,507	4,085
2020-21	27,544	287
2021-22	58,659	199

The Scheme of Fund for Regeneration of Traditional Industries (SFURTI) is a scheme to organize traditional industries and artisans into clusters and provide them with sustainable income generation. The traditional industries covered under the scheme are from textiles, handicraft, agro processing, bamboo, honey, khadi and coir sector etc. 365 Clusters have been approved during the last three years and around Rs. 1,025 crore released benefitting 2,09,741 artisans/beneficiaries.

As per Prime Minister's Employment Generation Programme (PMEGP), the margin money utilised, number of units set up and estimated employment generated were as follows:

Year	Margin Money Utilized (Rs. in Lakh)	Number of Units setup	Estimated employment generated
2019-20	1,95,082.15	66,653	5,33,224
2020-21	2,18,880.15	74,415	5,95,320
2021-22	2,97,765.91	1,03,219	8,25,752
2022-23 (as on 30.06.2022)	55,013.21	18,000	1,44,000

(d) & (e): COVID-19 epidemic has temporarily affected various sectors including Micro, Small and Medium Enterprises in the country. Economic activity contracted due to the strict lockdown measures imposed by the Government. This contraction has also had impact on the MSME sector.

As MSMEs are present in both formal and informal sector; data regarding loss of employment is not maintained by the Government of India in Ministry of Micro, Small and Medium Enterprises (MSME).

(f): The schemes implemented by M/o MSME as detailed in para (c) above are directly or indirectly beneficial to MSMEs for employment generation.