GOVERNMENT OF INDIA MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA UN STARRED QUESTION No. 2952 TO BE ANSWERED ON 08.08.2024

REGISTERED/CLOSED MSMEs

2952. SHRI ASADUDDIN OWAISI:

SHRI SHAFI PARAMBIL:

SMT. JYOTSNA CHARANDAS MAHANT:

SHRI MURARI LAL MEENA:

SHRI HARISH CHANDRA MEENA:

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

- (a) the details of the total number of registrations of Micro, Small and Medium Enterprises (MSMEs) since 2019-2020, year-wise;
- (b) whether the Government is aware that more than 32,000 MSMEs closed operations/shut down during the last five years and the current year and 13290 MSMEs had to close in Financial Year 2023 and if so, the details thereof, year-wise;
- (c) the details of the total number of MSMEs that have shut down since 2019-2020, year-wise;
- (d) the steps being taken to stem the continuous decline of MSMEs Sector; and
- (e) the steps taken by the Government to prevent the closures of MSMEs and ensure their long-term sustainability?

ANSWER

MINISTER OF STATE FOR MICRO, SMALL AND MEDIUM ENTERPRISES (SUSHRI SHOBHA KARANDLAJE)

(a) to (e): Udyam Registration Portal was launched on 01.07.2020 with the new revised criteria for classification of MSMEs. As on 05.08.2024, the total number of MSMEs registered in all India on the Udyam Registration Portal and Udyam Assist Platform is 4.79 Crore while during the same period the total units deregistered due to shutdown is 51,077. Year-wise details are as follows:

Year	Number of MSMEs registered	Number of MSMEs
	Udyam Registration Portal and	deregistered Udyam
	Udyam Assist Platform* in all	Registration Portal due to
	India	shut down in all India
2020-21	28,38,025	175
(01.07.2020 to 31.03.2021)		
2021-22	51,35,627	6,222
2022-23	85,64,767	13,290
2023-24	2,49,12,531	19,828
2024-25 (as on 05.08.2024)	64,86,029	11,562

^{*}Udyam Assist Platform launched on 11.01.2023

The Government of India, 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 Prime Minister's Employment Generation Programme (PMEGP), Credit Guarantee Scheme for Micro and Small Enterprises (CGTMSE), Micro and Small Enterprises-Cluster Development Programme (MSE-CDP), Entrepreneurship Skill Development Programme (ESDP), Procurement and Marketing Support Scheme (PMSS), Raising and Accelerating MSME Performance (RAMP), International Cooperation scheme, Tool Rooms, Technology Centre System Programme (TCSP), National SC/ST Hub (NSSH), MSME Champions, PM Vishwakarma etc.

Further Government has taken a number of initiatives to support the MSME Sector. Some of these are as following:

- i. Collateral free loan up to a limit of Rs. 500 lakh (w.e.f. 01.04.23) to MSEs with guarantee coverage up to 85 % for various categories of loan through Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) under Credit Guarantee Scheme.
- ii. Rs. 50,000 crore equity infusion through Self Reliant India Fund. This scheme has a provision for corpus of Rs. 10,000 crore from Government of India.
- iii. New criteria for classification of MSMEs with higher threshold, based on Investment and Turnover, to widen the ambit of the MSME sector.
- iv. New registration of MSMEs through "Udyam Registration" for Ease of Doing Business.
- v. No global tenders for procurement up to Rs. 200 crore
- vi. Inclusion of retail and whole sale trades as MSMEs w.e.f. 02.07.2021.
- vii. Non-tax benefits extended for 3 years in case of an upward change in status of MSMEs.
- viii. Roll out of Raising and Accelerating MSME Performance (RAMP) programme with an outlay of Rs. 6,000 crore over 5 years.
- ix. Integration of Udyam Portal and National Career Service (NCS) of Ministry of Labour & Employment, as an outcome registered MSMEs are able to search for jobseekers on NCS.
- x. Under Vivad se Vishwas I, relief by way of refund of 95% of the deducted performance security, bid security and liquidated damages was provided to MSMEs. Relief was also provided to MSMEs debarred for default in execution of contracts.
- xi. Launch of Udyam Assist Platform (UAP) to bring the Informal Micro Enterprises (IMEs) under the formal ambit for availing the benefit under Priority Sector Lending (PSL).
- xii. Launch of 'PM Vishwakarma' Scheme on 17.09.2023 to provide benefits to the traditional artisans and craftspeople engaged in 18 trades.
