

GOVERNMENT OF INDIA  
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

**LOK SABHA**  
**UNSTARRED QUESTION NO. 513**  
**TO BE ANSWERED ON 25.07.2024**

**DELAYED PAYMENTS TO MSMEs**

513. SHRI MANISH TEWARI:

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

- (a) the number of Micro, Small and Medium Enterprises (MSMEs) that have shut down operations in the last fiscal year due to financial distress;
- (b) whether it is a fact that delayed payments to MSMEs have been increasing during the last five years and the current year and if so, the reasons thereof and if not, the percentage of delayed payments to MSMEs after award by MSME Council;
- (c) the total amount of credit extended to MSMEs under various Government schemes during the last five years and the current year; and
- (d) the percentage of MSMEs that have successfully transitioned to digital platforms for business operations?

**ANSWER**

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES  
(SHRI JITAN RAM MANJHI)

(a): An enterprise can opt to cancel its registration, if it no longer requires the Udyam certificate. Deregistration on Udyam Portal may be done by an enterprise due to a number of reasons, like change in the company owner, certificate not required anymore, duplicate registration and other such reasons. During the FY 2023-24, 19,828 enterprises have shown the reason for cancellation as shutting down of business. During the same period, the number of registrations were 96,06,615 on Udyam. Accordingly, the percentage of cancellation of enterprises vis a vis the registered enterprises is 0.21%.

(b): As per the information available on the SAMADHAAN Portal, since FY 2019-2020 on till 22.07.2024, the pending amount is Rs. 20,800.99 crore. The details are as follows:

<b>Table 1: Details of pending amount of last five years and the current year on SAMADHAAN Portal</b>	
<b>Year</b>	<b>Pending Amount(Application+ Cases) (Rs. Crore)</b>
2019-2020	1,931.03
2020-2021	3,562.74
2021-2022	3,681.18
2022-2023	3,746.11
2023-2024	5,335.20
01.04.2024-22.07.2024	2,544.73
<b>Total</b>	<b>20,800.99</b>

The time taken to review the applications and decide on the resolution of the dispute varies from case to case and across Micro and Small Enterprise Facilitation Councils.

(c): The details of credit extended by Government to MSMEs are given below:

- Under Credit Guarantee Scheme for Micro and Small Enterprises, guarantee coverage is provided to loans up to a limit of Rs. 500 lakh (w.e.f. 01.04.2023) to Micro and Small Enterprises. The details of credit under the Scheme in the last five years and the current year are as follows:

<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25 (upto 30.06.2024)</b>
<b>Amt.</b>	<b>Amt.</b>	<b>Amt.</b>	<b>Amt.</b>	<b>Amt.</b>	<b>Amt.</b>
45,851	36,899	56,172	1,04,781	2,02,807	48,963

- Under Prime Minister's Employment Generation Programme, credit linked subsidy for setting up new micro-enterprise in non-farm sector is provided. Margin Money subsidy ranging from 15% to 35% of the project cost is provided. The details under PMEGP for the last five year are as follows:

<b>Year</b>	<b>MM Subsidy (Rs. Cr)</b>
FY2019-20	1,950.82
FY2020-21	2,188.80
FY2021-22	2,977.66
FY2022-23	2,722.17
FY2023-24	3,093.88
FY2024-25*	299.25

(d): Government e-Marketplace (GeM) is one of the digital platforms facilitating Public Procurement related transactions of MSME with government and cooperative buyers. As on 31<sup>st</sup> March, 2024, around 35% of 2.48 crore MSMEs registered on Udyam portal, have consented for onboarding on GeM platform. As informed by GeM, on 31<sup>st</sup> March, 2024, 9,00,345 MSMEs were registered as sellers with completed profiles on the GeM portal.

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