

GOVERNMENT OF INDIA  
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

**LOK SABHA**  
**UNSTARRED QUESTION NO. 2808**  
**TO BE ANSWERED ON 12.12.2024**

**MICRO AND SMALL ENTERPRISES-CLUSTER DEVELOPMENT PROGRAMME**

2808. SHRI C N ANNADURAI:  
SHRI VISHNU DAYAL RAM:  
SHRI SELVAM G:  
SHRI SUDHEER GUPTA:  
SHRI NAVASKANI K:  
SHRI DHAIRYASHEEL SAMBHAJIRAO MANE:

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

- (a) details of clusters supported and approved under the Micro and Small Enterprises-Cluster Development Programme (MSE-CDP) during last three years, State/UT-wise;
- (b) the total budget allocation and fund disbursed for the programme along with the criteria for providing financial assistance to clusters under the MSE-CDP;
- (c) whether all eligible clusters have received the approved funds in a timely manner and if so, number of clusters that faced delays in fund disbursement and reasons for such delay and corrective measures taken thereon;
- (d) whether Government has identified new clusters for development under the MSE-CDP in the current financial year;
- (e) if so, the current status and the details of these clusters including their location and focus industries along with the timeline for their development and the number of completed clusters, State-wise;
- (f) whether the Government provides financial or technical assistance to existing clusters for modernization & capacity building under MSE-CDP;
- (g) if so, amount disbursed for these purposes during the last three years;
- (h) the estimated number of employment opportunities generated through clusters supported under MSE-CDP; and
- (i) the specific measures being taken to expedite the development of pending clusters?

**ANSWER**

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

(a), (b), (f) and (g): Micro and Small Enterprises Cluster Development Programme (MSE-CDP) is implemented for establishment of Common Facility Centers (CFCs) and establishment/up-gradation of Infrastructure Development (ID) projects in industrial estates/areas/flatted factory complexes with an objective to enhance the productivity and competitiveness of Micro and Small Enterprises (MSEs) for their holistic development addressing the common issues of the existing clusters.

The detail of projects supported for development of existing clusters State/UT-wise is **annexed** and the total budget allocation and fund disbursed under the MSE-CDP scheme during last three years (2021-22 to 2023-24) is given below:

Year	Budget Allocation	Budget Utilized
	(Rs. in crore)	
2021-22	156.50	135.59
2022-23	120.00	119.54
2023-24	180.00	178.96

As per the criteria laid in the guidelines of the scheme, GoI grants are released for implementation of projects in three installments after final approval, depending upon the implementation plan, progress made, requirements of funds, the utilization of GoI grants released, etc.

(c) & (i): The MSE-CDP scheme is a demand driven scheme wherein, the proposals to establish Common Facility Centers (CFCs) and Infrastructure Development (ID) Projects are received as per common needs of existing clusters from States/UTs Governments. Further, the requirement of GoI grants for ongoing projects is received from the State Governments on the basis of physical progress of the approved projects under the scheme. In addition, COVID pandemic has also adversely impacted the physical progress of the ongoing projects and utilisation of allotted funds during the period.

Ministry has simplified the scheme guidelines and mandated online submission of proposals on MSE-CDP Portal. The stages for final approval of the proposal by the National Project Appraisal Committee, has also been reduced to expedite the process of approval of project proposals. Further, the field offices of the Ministry located in the states also actively coordinate with respective State Governments for formulation and implementation of projects.

(d) & (e): State/UTs Governments identify the new clusters in the respective States/UTs.

(h): As per the evaluation study of the scheme conducted by National Productivity Council in 2021, the reported increase in employment is up to 15%.

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**Annexure**

**Annexure referred to in reply of part (a) of Lok Sabha Unstarred Question No. 2808 for answer on 12.12.2024.**

**List of projects under MSE-CDP approved to support existing clusters during last 3 years (i.e. FY 2021-22 to 2023-24)**

States/UTs	Projects Approved		
	CFC	ID	TOTAL
Andhra Pradesh	03	18	21
Assam	01	-	01
Bihar	-	04	04
Gujrat	05	-	05
Haryana	02	-	02
Himachal Pradesh	-	03	03
Karnataka	01	-	01
Kerala	01	04	05
Madhya Pradesh	-	01	01
Maharashtra	24	-	24
Nagaland	03	-	03
Odisha	02	02	04
Punjab	01	-	01
Rajasthan	01	01	02
Tamilnadu	07	08	15
Telangana	01	13	14
Uttarakhand	02	-	02
Uttar Pradesh	02	10	12