## GOVERNMENT OF INDIA MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

### LOK SABHA STARRED QUESTION No. \*294 TO BE ANSWERED ON 20.03.2025

### CONTRIBUTION OF MSMEs IN GDP AND EXPORT

\*294. SHRI LUMBA RAM CHAUDHARY: SMT. KAMLESH JANGDE:

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

- (a) the share of Micro, Small, and Medium Enterprises (MSME) products in the total Gross Domestic Product (GDP) of the country along with the growth recorded therein during the last ten years as compared to the period from 2004 to 2010;
- (b) the quantum of MSME products being exported at present, State-wise, particularly from Chhattisgarh;
- (c) whether the Union Government has formulated any policy to enhance exports of the said products in the future and if so, the details thereof; and
- (d) whether any scheme is being considered to increase the participation of women in MSMEs in the country and if so, the details thereof, State-wise?

#### **ANSWER**

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

(a) to (d): A Statement is laid on the Table of the House.

# STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (d) OF LOK SABHA STARRED QUESTION NO. 294 TO BE ANSWERED ON 20.03.2025.

(a): As per the latest information received from the National Accounts Division (NAD), National Statistical Office (NSO), Ministry of Statistics & Programme Implementation (MoSPI), NSO does not compile Gross Value Added (GVA)/ Gross value of output (GVO) for the MSME sector based on the current definition of the MSME sector. However, an approximation has been made based on the assumption that most of the unorganized sector enterprises fall under the MSME sector. Appropriate ratios, as per the old definition of MSME, have been applied to the organized GVA/GVO to estimate the GVA/GVO of the MSME sector for current series of GDP with base year FY 2011-12. The share of MSME GVA in all India GDP during 2014-15 to 2023-24 is as follows:

Year	Share of MSME GVA in All India GDP (in %)
2014-15	29.72
2015-16	29.48
2016-17	29.25
2017-18	29.69
2018-19	30.50
2019-20	30.48
2020-21	27.27
2021-22	29.64
2022-23	30.25
2023-24	29.60

As informed by NAD, MoSPI, information for 2004-10 is not available.

- (b): As per the information culled out from the Data Dissemination Portal of Directorate General of Commercial Intelligence and Statistics (DGCIS), the value of export of MSME specified products during the year 2023-24 was million US\$ 199,718.29. State-Wise data for Export by MSME is not maintained.
- (c): To augment the export from MSME sector, Ministry of MSME is implementing the International Cooperation (IC) Scheme under which financial assistance is provided on reimbursement basis to the eligible Central / State Government organizations and Industry Associations to facilitate /participation of MSMEs in international exhibitions, fairs and buyer-seller meets held abroad and for organizing international conference, seminar and workshops in India with the aim of technology upgradation, modernization, joint venture etc. Further, under the Capacity Building of First Time Exporters (CBFTE) component of IC Scheme, reimbursement is provided to new micro & small enterprises (MSE) exporters for costs incurred on Registration-cum-Membership Certification (RCMC) with EPCs, Export Insurance Premium and testing & quality certification for exports. These interventions under IC Scheme assist the exporters in MSME sector to increase their access to international markets. Ministry of MSME has established 65 Export Facilitation Centres (EFCs) across the country with an aim to provide requisite mentoring and handholding support to MSEs.

Further, key initiatives to boost Indian exports include the provision of export incentives, organization of trade promotional events, streamlining trade processes through digital platforms, and the negotiation of Free Trade Agreements (FTAs) to expand market access. Export performance is continuously monitored, with corrective actions implemented through Commodity Boards and Authorities, Export Promotion Councils, commercial wings of Indian Missions and other relevant bodies. Moreover, the Foreign Trade Policy is designed to integrate India more effectively into the global market, improve trade competitiveness, and establish the country as a reliable and trusted trade partner.

- (d): The Government has taken a number of initiatives to increase the participation of women in MSMEs in the country, such as:
  - i. Special drives for registration of women-owned MSMEs.
  - ii. To benefit women entrepreneurs, the Public Procurement Policy was amended in 2018 mandating Central Ministries/Departments/Undertaking to procure at least 3% of their annual procurement from women entrepreneurs.
  - iii. To support Women Entrepreneurs under Credit Guarantee Scheme for Micro and Small Enterprises, 10% concession is given in annual Guarantee fees; and 10% additional Guarantee coverage is given up to 90%.
  - iv. To encourage entrepreneurship among women, Ministry of MSME implements 'Skill Upgradation and Mahila Coir Yojana' under Coir Vikas Yojana, which is an exclusive training programme aimed at skill development of women artisans engaged in the Coir sector.
  - v. The Ministry of MSME implements Prime Minister Employment Generation Programme, which is a major credit-linked subsidy programme aimed at generating self-employment opportunities through establishment of micro-enterprises in the non-farm sector by helping traditional artisans and rural/urban unemployed youth. Under the scheme, the subsidy rate for general category beneficiaries is 15% in urban areas and 25% in rural areas. For special category beneficiaries, including SC/ST/OBC/Minorities, Women, Ex-servicemen, Physically Handicapped, and those in NER, Hill, and Border areas, the subsidy is 25% in urban areas and 35% in rural areas.
  - vi. Participation of women entrepreneurs in trade fairs under Procurement and Marketing Support Scheme is subsidized 100% vis-a-vis 80% for other entrepreneurs.
  - vii. The Ministry of MSME launched the 'Yashasvini Campaign' on 27.06.2024. The objective of the Campaign is to empower women entrepreneurs across India through various schemes on formalization, access to credit capacity building and mentorship through awareness generation about these schemes.

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