

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 3227
TO BE ANSWERED ON 20.03.2025

CREDIT SUPPORT TO MSMEs

3227. SHRI P P CHAUDHARY:
SHRI JASWANTSINH SUMANBHAI BHABHOR:
SHRI BHOJRAJ NAG:
SHRI JASHUBHAI BHILUBHAI RATHVA:
SHRI P C MOHAN:
SMT. SMITA UDAY WAGH:
SHRI DAMODAR AGRAWAL:
SHRI BHARTRUHARI MAHTAB:
SHRI SHRIRANG APPA CHANDU BARNE:
DR. RAJESH MISHRA:
SHRI VIJAY KUMAR DUBEY:
SHRI DHARAMBIR SINGH:
SMT. APARAJITA SARANGI:
SHRI KANWAR SINGH TANWAR:
SHRI PRAVEEN PATEL:
SHRI MANOJ TIWARI:

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

- (a) whether the Government has increased the ceiling of investment and turnover for categorisation of MSMEs in the country, if so, the details thereof;
- (b) the specific mechanisms put in place to ensure that MSMEs can effectively scale up to meet the revised investment and turnover limits;
- (c) the steps taken to ensure that banks and financial institutions actually extend the enhanced credit guarantee cover to eligible MSMEs and startups;
- (d) the safeguards in place to prevent misuse of credit schemes or fraudulent loan applications;
- (e) whether there is any special provision for rural and women-led micro enterprises to access these credit cards easily, if so, the details thereof;
- (f) the number of people benefited under the scheme, State/UT-wise, particularly in Sidhi Parliamentary Constituency; and
- (g) whether the Government has any targeted initiatives or financial support schemes specifically for MSMEs to promote entrepreneurship and industrial growth in the country, if so, the details thereof, State/UT-wise, particularly in the Bhiwani- Mahendragarh Lok Sabha Constituency?

ANSWER

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

(a) and (b): The revision in the definition of Micro, Small and Medium Enterprises (MSMEs) has been announced in Budget 2025. The investment and turnover limits have been revised to 2.5 and 2 times, respectively, for classification of MSMEs. The details are as given below:

: 2 :

Classification	Current Investment in Plant and Machinery (In Rs. Cr.)	Revised Investment in Plant and Machinery (In Rs. Cr.)	Current Turnover (In Rs. Cr.)	Revised Turnover (In Rs. Cr.)
Micro	1	2.5	5	10
Small	10	25	50	100
Medium	50	125	250	500

By increasing the investment and turnover limits for classification, MSMEs can achieve greater efficiencies of scale, technological upgradation and better access to capital, while retaining the status and benefits of existing MSME schemes.

(c) and (d): The Empowered Committee on MSMEs chaired by Reserve Bank of India monitors the loans sanctioned/ disbursed by Member Lending Institutions under the Credit Guarantee Scheme. This is also monitored by the State Level Bankers Committee.

Ministry of MSME vide letter no. No. 1(12)/CLCSS/Misc/Fake Loans /2020-21 dated 18.09.2020 issued advisory to all MSMEs clarifying that all credit schemes of the Ministry are implemented through Banks/Financial Institutions only.

(e): A new scheme to provide term loans up to Rs.2 crore to Women, Scheduled Castes and Scheduled Tribes first-time entrepreneurs has been announced in the Union Budget 2025 for promotion and development of MSME. The Union Budget 2025 has also announced the introduction of customised Credit Card for Micro Enterprises registered on Udyam Portal.

(f) and (g): The Central Government supplements the efforts of the State/UT Governments in supporting MSMEs through its various schemes, programmes and policy initiatives, to promote entrepreneurship and industrial growth, including the ones for financial support. These initiatives inter-alia include schemes such as Prime Minister's Employment Generation Programme for setting up of new micro enterprises in the non-farm sector by providing Margin Money subsidy on the Bank loan, Special Credit Linked Capital Subsidy Scheme with a provision of 25% subsidy to SC/ST MSEs on institutional finance for procurement of Plant & Machinery/Equipment, Credit Guarantee Scheme for collateral free loans for Micro and Small Enterprises (MSEs), collateral free loans upto Rs 20 Lakh for Informal Micro Enterprises, PM Vishwakarma Yojana, Pradhan Mantri Mudra Yojana, etc.

The details of Guarantees approved for MSEs under Credit Guarantee Scheme for the country are given at **Annexure I** and the data for the Sidhi Parliamentary Constituency and Bhiwani-Mahendragarh Lok Sabha Constituency is given at **Annexure II**.

Annexure referred in part (f) and (g) of answer to Lok Sabha Unstarred Question no. 3227 on 'Credit Support to MSMEs' due for reply on 20.03.2025.

Amount Rs. Crore

GUARANTEE APPROVED in Credit Guarantee Scheme for Micro and Small Enterprises			
		Cumulative since Inception Till Feb 28, 2025	
Sl. No	States / UTs	No.	Amt.
1	ANDAMAN & NICOBAR ISLANDS	5,466	555
2	ANDHRA PRADESH	826,239	25,930
3	ARUNACHAL PRADESH	12,482	1,196
4	ASSAM	273,729	18,258
5	BIHAR	535,024	35,215
6	CHANDIGARH	36,042	4,266
7	CHHATTISGARH	160,105	12,965
8	DADRA & NAGAR HAVELI and DAMAN & DIU	5,322	1,198
9	DELHI	207,382	36,372
10	GOA	40,233	3,452
11	GUJARAT	512,370	73,806
12	HARYANA	248,325	32,284
13	HIMACHAL PRADESH	137,576	10,213
14	JAMMU & KASHMIR	308,457	11,194
15	JHARKHAND	276,670	24,358
16	KARNATAKA	801,185	68,641
17	KERALA	498,411	24,207
18	LADAKH	2,115	257
19	LAKSHADWEEP	583	19
20	MADHYA PRADESH	530,746	41,270
21	MAHARASHTRA	876,793	107,417
22	MANIPUR	17,291	921
23	MEGHALAYA	18,067	1,367
24	MIZORAM	10,118	611
25	NAGALAND	17,617	1,115
26	ODISHA	401,422	28,875
27	PUDUCHERRY	17,453	1,050
28	PUNJAB	351,409	31,053
29	RAJASTHAN	468,013	37,928
30	SIKKIM	7,221	497
31	TAMIL NADU	866,672	67,499
32	TELANGANA	276,669	27,228
33	TRIPURA	34,086	1,714
34	UTTAR PRADESH	1,315,021	90,685
35	UTTARAKHAND	139,880	9,728
36	WEST BENGAL	598,879	51,349
TOTAL		10,835,073	884,691

Source: Credit Guarantee Fund Trust for Micro and Small Enterprises

Annexure referred in part (f) and (g) of answer to Lok Sabha Unstarred Question no. 3227 on 'Credit Support to MSMEs' due for reply on 20.03.2025.

Amount Rs. Crore

Guarantee Approved– SIDHI Parliamentary Constituency in Credit Guarantee Scheme for Micro and Small Enterprises			
		Cumulative since Inception as on Feb 28, 2025	
Sr. No.	DISTRICT	No.	Amount
1	SHAHDOL	5,174	290
2	SIDHI	5,937	312
3	SINGRAULI	3,963	329
Total		15,074	931

Source: Credit Guarantee Fund Trust for Micro and Small Enterprises

Amount Rs. Crore

Guarantee Approved - Bhiwani- Mahendragarh Lok Sabha Constituency in Credit Guarantee Scheme for Micro and Small Enterprises			
		Cumulative since Inception as on Feb 28, 2025	
Sr. No.	DISTRICT	No.	Amt.
1	BHIWANI	8529	894
2	MAHENDRAGARH	6788	411
Total		15,317	1,305

Source: Credit Guarantee Fund Trust for Micro and Small Enterprises