

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 1852
TO BE ANSWERED ON: 31.07.2025

CREDIT FACILITIES FOR MSMEs

1852. PROF. SOUGATA RAY:

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

- (a) whether the Government is aware that the greatest challenges constraining the growth of Micro, Small and Medium Enterprises (MSMEs) in the country relate to inadequate capital and credit facilities;
- (b) if so, the details of the steps taken to ensure sufficient flow of capital and credit facilities for MSMEs;
- (c) the steps taken to address poor and inadequate infrastructural facilities in the sector;
- (d) whether the Government has taken any steps to address the issue of inadequate access and marketing linkages and if so, the details thereof; and
- (e) the number of MSMEs registered/functioning in the country, State-wise?

ANSWER

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

(a) and (b): A number of steps have been taken by Government of India to ensure sufficient flow of capital and credit support for MSMEs in the country. Some of them are:

- i. Schemes such as Credit Guarantee Scheme (CGS) for Micro and Small Enterprises (MSEs), having provision of collateral free loan up to a limit of Rs. 10 crore (w.e.f. 01.04.2025) to MSEs with guarantee coverage up to 90% for various category of loan.
- ii. Prime Minister's Employment Generation Programme (PMEGP) provides Margin Money subsidy upto 35% for setting up of new micro enterprises in the non-farm sector with project cost of Rs. 50 lakh and Rs. 20 lakh for Manufacturing and Services enterprises respectively.
- iii. 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.
- iv. PM Vishwakarma (PMV) Scheme, launched on 17.09.2023 to provide end-to-end support to artisans and craftspeople of 18 traditional trades who work with their hands and tools across the country.
- v. Self Reliant India (SRI) Fund has been set up to infuse Rs. 50,000 crore as equity funding in those MSMEs, which have the potential and viability to grow and become large units. Under this Fund, there is a provision of Rs. 10,000 crore from the Government of India and Rs. 40,000 crore through Private Equity/Venture Capital Funds.

(c): Ministry of MSME implements Micro and Small Enterprises Cluster Development Programme (MSE-CDP) to provide infrastructure facilities across the country. The proposals under the scheme are received from the State/UT Governments and financial assistance as Government of India Grant is provided to establish Common Facility Centers (CFCs) in the existing clusters and establish/up-grade infrastructural facilities in new/existing industrial estates/areas/flatted factory complexes.

(d): The Government has taken a number of initiatives to create marketing linkages in the country. Procurement and Marketing Support (PMSS) Scheme extends benefits to MSEs for gaining market access through participation in Trade Fairs/ Exhibitions, Vendor Development Programmes, adoption of Modern Packaging Technique, e-Commerce platforms, etc.

Under International Cooperation Scheme of the Ministry, financial assistance is provided on reimbursement basis to the eligible Central/State Government organizations and Industry Associations to facilitate participation of MSMEs in the international exhibitions/fairs/buyer-seller meets held abroad.

Further, Public Procurement Policy for Micro and Small Enterprises Order, 2012, provides an assured market share to Micro and Small Enterprises (MSEs). The Policy (amended in 2018) mandates 25% annual procurement from MSEs by Central Ministries/Departments/Central Public Sector Enterprises (CPSEs), including 4% from MSEs owned by SC/ST and 3% from MSEs owned by Women.

MSME Global Mart Portal under National Small Industries Corporation is a business to business (B2B) Portal facilitating online marketing support to Indian Micro, Small and Medium Enterprises.

(e): As per Udyam Registration Portal, the number of MSMEs registered in the country, State-wise is given at *Annexure I*.

Annexure referred in part (e) of answer to Lok Sabha Unstarred Question no. 1852 on “Credit Facilities for MSMEs” due for reply on 31.07.2025.

State/UTs-wise total enterprises registered Under UDYAM & UAP Since 01/07/2020 to 15/07/2025					
Sl. No.	State/UTs	Micro	Small	Medium	Total
1	Andaman And Nicobar Islands	19,261	157	3	19,421
2	Andhra Pradesh	33,60,676	16,491	942	33,78,109
3	Arunachal Pradesh	39,037	344	19	39,400
4	Assam	11,83,889	6,523	519	11,90,931
5	Bihar	35,73,259	11,635	560	35,85,454
6	Chandigarh	68,200	1,247	124	69,571
7	Chhattisgarh	11,35,360	8,198	701	11,44,259
8	Delhi	11,91,761	27,734	2,689	12,22,184
9	Goa	1,12,106	1,094	79	1,13,279
10	Gujarat	36,99,208	53,058	4,124	37,56,390
11	Haryana	16,69,870	22,580	1,729	16,94,179
12	Himachal Pradesh	2,91,899	2,507	208	2,94,614
13	Jammu And Kashmir	7,36,820	3,162	203	7,40,185
14	Jharkhand	13,17,404	5,758	349	13,23,511
15	Karnataka	43,32,188	30,775	2,238	43,65,201
16	Kerala	15,76,019	12,627	744	15,89,390
17	Ladakh	18,480	112	2	18,594
18	Lakshadweep	2,208	-	-	2,208
19	Madhya Pradesh	41,33,259	19,307	1,150	41,53,716
20	Maharashtra	85,51,716	72,793	6,694	86,31,203
21	Manipur	1,47,987	412	17	1,48,416
22	Meghalaya	53,908	393	34	54,335
23	Mizoram	44,951	207	6	45,164
24	Nagaland	60,701	170	16	60,887
25	Odisha	20,44,179	9,787	581	20,54,547
26	Puducherry	94,030	654	62	94,746
27	Punjab	18,22,767	16,546	1,205	18,40,518
28	Rajasthan	37,35,958	26,543	1,598	37,64,099
29	Sikkim	28,908	158	13	29,079
30	Tamil Nadu	52,70,701	38,540	2,735	53,11,976
31	Telangana	25,47,334	19,604	1,749	25,68,687
32	The Dadra And Nagar Haveli And Daman And Diu	29,903	901	132	30,936
33	Tripura	2,71,441	679	45	2,72,165
34	Uttar Pradesh	70,62,336	39,018	2,475	71,03,829
35	Uttarakhand	5,39,209	3,945	270	5,43,424
36	West Bengal	45,53,732	23,323	1,706	45,78,761
Total:-		6,53,20,665	4,76,982	35,721	6,58,33,368

Source: Udyam Registration Portal