

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 1900
TO BE ANSWERED ON 31.07.2025

UNDER-UTILISATION OF FUNDS UNDER MSME SECTOR

1900. DR. KALANIDHI VEERASWAMY:

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

- (a) whether it is a fact that the Credit Guarantee Trust Fund for Micro and Small Enterprises (CGTMSE) and several other key MSME schemes have witnessed under-utilisation of allocated funds during the last two financial years;
- (b) if so, the details of the funds allocated, released and actually utilised under CGTMSE and other major MSME schemes during 2022-23 and 2023-24, scheme-wise within Tamil Nadu; and
- (c) the corrective steps being taken by the Ministry to ensure full and timely utilisation of allocated funds and to improve awareness, outreach and ease of access to credit and benefits of the scheme among micro and small entrepreneurs?

ANSWER

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

(a) and (b): The Ministry of Micro, Small and Medium Enterprises (MSME) implements various Central Sector Schemes, including Credit Guarantee Scheme (CGS), wherein no budget allocations are made State/UT-wise. The percentage expenditure with respect to the budget allocated to the Ministry, during F.Y. 2023-24 and F.Y. 2024-25, is 99.46% and 99.87% respectively.

Further, under CGS, since inception in 2000 till 2022, 59.06 lakh guarantees have been extended to MSEs amounting to ₹3.21 lakh crore. In view of various steps taken by the Ministry of MSME to improve the effectiveness of the Scheme, 56.04 lakh guarantees have been extended to MSEs amounting to ₹6.12 lakh crore within a short span of three years from 2022-25, significantly enhancing credit flow to MSEs.

(c): To create awareness about the benefits of the Scheme and ease of access to credit among Micro and Small Entrepreneurs in the country, outreach programmes are conducted by the field offices of Ministry of MSME, in coordination with MSME/ Industry Departments of States/UTs concerned and other stakeholders like CGTMSE, SIDBI, Banks, MSME Associations etc.
