

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 3091
TO BE ANSWERED ON 07.08.2025

CENTRAL SCHEMES TO STRENGTHEN MSME

3091. THIRU DAYANIDHI MARAN:

Will the MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) whether the Union Government has any targeted central schemes or incentives being offered to further strengthen the large MSME ecosystem in Tamil Nadu and if so, the details thereof;
- (b) whether considering that 70% of Tamil Nadu's MSMEs are in the services sector and nearly 55% of the urban workforce in the State is engaged in services, significantly higher than the national average, any specific policy interventions are being planned by the Government to support service-oriented MSMEs in areas such as trade, motor vehicle repair, education, ICT and financial services and if so, the details thereof;
- (c) whether there are any centrally sponsored credit facilitation, digitalisation, market linkage, skilling or technology upgradation initiatives specifically tailored for MSMEs in Tamil Nadu's tier-2 and tier-3 cities, where a large proportion of informal MSMEs are concentrated and if so, the details thereof; and
- (d) whether the Government has conducted any studies or consultations with Tamil Nadu-based MSME associations to understand barriers to growth and if so, the details thereof

ANSWER

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

(a) and (b): The Central Government supplements the efforts of the States/UTs through various schemes, programmes and policy initiatives for promotion and development and strengthening of the micro, small and medium enterprises (MSMEs) engaged in the manufacture or production of goods or providing or rendering of any service or services including in Tamil Nadu. These schemes/ programmes include Prime Minister's Employment Generation Programme, Credit Guarantee Scheme for Micro and Small Enterprises, PM Vishwakarma scheme, Entrepreneurship & Skill Development Programme scheme, Micro and Small Enterprises - Cluster Development Programme, Raising and Accelerating MSME Performance, MSME Champions Scheme, etc.. The Schemes implemented by Ministry of MSME are Central Sector Schemes and funds are not allocated state-wise.

6,62,95,529 MSMEs are registered on Udyam Portal, including Informal Micro Enterprises, with an employment of 28,73,62,479 persons till 31.07.2025. Out of this, 53,44,057 MSMEs are registered in Tamil Nadu employing 2,78,56,442 persons. Out of this 23,62,573 enterprises are service, 16,28,806 are in Trading and 13,52,678 enterprises are in manufacturing sector.

(c): The details of some of the major schemes is as under:

- (i) Credit Guarantee Scheme for Micro and Small Enterprises: The Ministry of Micro, Small and Medium Enterprises and Small Industries Development Bank of India (SIDBI) jointly instituted Credit Guarantee Trust Fund for Micro and Small Enterprises (CGTMSE) in the year 2000, to provide credit guarantee for the loans extended by Member Lending Institutions to Micro and Small Enterprises (MSEs) without collateral security and third-party guarantee. CGTMSE implements the Credit Guarantee Scheme (CGS) for MSEs.

The details of the credit guarantees extended in the last 3 years under CGS in Tamil Nadu, is as given below:

CGS - Guarantees Approved- Tamil Nadu		
Financial Year	No. of Guarantees approved	Amount approved (in ₹ Crore)
2022-23	61,883	7,114
2023-24	1,13,815	15,061
2024-25	1,79,817	21,447
2025-26 (till 31.07.2025)	36,617	8,301

- (ii) Training on digital literacy and e-commerce operations is in-built in the initiatives like MSME Trade Enablement and Marketing (MSME- TEAM), which focuses on onboarding MSMEs onto the ONDC platform and supporting in their e-commerce journey, in various places including Tier II and III cities and rural areas.
- (iii) Procurement & Marketing Support (PMS) Scheme extends benefits for providing market access to Micro & Small Enterprises (MSEs).

No. of beneficiaries under various component of PMS Scheme in Tamil Nadu:

S. No.	Financial Year	No. of Beneficiaries
1.	2022-23	635
2.	2023-24	1810
3.	2024-25	2170
4.	2025-26(As on 01.08.2025)	282

No. of Domestic Trade Fairs organized during the last two years:

S. No.	Name of the City	No. of Domestic Trade Fairs organized	Tier I/II/III
1	Chennai	12	Tier I
2	Coimbatore	5	Tier II
3	Madurai	1	Tier II

- (iv) Under the Entrepreneurship and Skill Development Programme (ESDP), several programmes have been conducted on Entrepreneurship Awareness Programme (EAP), Entrepreneurship cum Skill Development Programme (E-SDP), Management Development Programme (MDP), Advance E-SDP and Advance MDP. The number of programmes and beneficiaries in Tamil Nadu are as follows:

S. No.	Financial Year	No. of Programmes Conducted	No. of Beneficiaries
1.	2022-23	235	9433
2.	2023-24	319	16445
3.	2024-25	363	17929

- (v) The network of Technology Centres / Tool Rooms in the country supports MSMEs in providing access to advance manufacturing technologies, training & skilling and business consultancy services to make them competitive. Under Tool Rooms & Technical Institutions (TRs & TIs) scheme, Central Footwear Training Institute (CFTI), Chennai, Tamil Nadu, is set-up with objective to support the footwear industry by providing footwear technology services, designing & developing moulds and dies for the footwear Industry and offering consultancy services. CFTI also provides skilling to youth to create industry-ready manpower and undertakes re-skilling of the existing industry workforce as per need of Industry.

- (d): Ministry of MSME is regularly engaged with the MSME stakeholders/ associations to understand the concerns of MSMEs including Tamil Nadu. The outcome of the consultations forms the basis of the policy formulation for the MSMEs. The MSME Associations are consulted from time to time for various issues, including the difficulties faced by the MSMEs to understand barriers to growth.
