

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 744
TO BE ANSWERED ON 24.07.2025

SCHEMES AND PROGRAMMES TO SUPPORT MSMEs

744. SHRI C N ANNADURAI:
SHRI NAVASKANI K:
SHRI SELVAM G:

Will the minister of SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) the details of ongoing schemes and programmes being implemented by the Government specifically to support Micro, Small and Medium Enterprises (MSMEs) in the State of Tamil Nadu;
- (b) the objectives, scope and targeted beneficiaries of these schemes;
- (c) the key initiatives currently underway aimed at promoting the growth and competitiveness of MSMEs and facilitating technological upgradation and innovation;
- (d) the total amount of funds disbursed to MSMEs in the State of Tamil Nadu during the last three years and the current year under subsidised loan schemes; and
- (e) whether any new proposals or schemes are under consideration to further support the MSME sector in the State of Tamil Nadu especially in areas such as cluster development and if so, the details thereof and the timelines for the rollout of such proposals?

ANSWER

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

(a) to (d): The Central Government supplements the efforts of the States/UTs through various schemes, programmes and policy initiatives for promoting the growth and competitiveness of MSMEs and facilitating technological upgradation and innovation of MSMEs in the country including 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.

6,58,33,368 MSMEs are registered on Udyam Portal, including Informal Micro Enterprises, with an employment of 28,51,41,204 persons till 15.07.2025. Out of this, 53,11,976 MSMEs are registered in Tamil Nadu employing 2,76,97,460 persons.

The details of some of the major schemes is as under:

(i) Prime Minister's Employment Generation Programme (PMEGP) is a 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 youths. Margin Money subsidy ranging from 15% to 35% of project cost, for Projects upto Rs. 50 Lakh in manufacturing sector and Rs. 20 lakhs in the service sector, is provided. Under the scheme, Margin Money subsidy for general category beneficiaries is 25% in rural areas 15% in urban areas. For beneficiaries belonging to special categories, including women, Margin money subsidy is 35% in rural areas and 25% in urban areas.

Details of number of units assisted and funds utilized (Margin Money (MM) subsidy disbursed), under PMEGP in Tamil Nadu during the last 3 financial years and the current year i.e from FY2022-23 to FY2025-26 (up to 15.07.2025): is given as under:

Financial Year	No. of Units Assisted	MM Subsidy Disbursed (in Crore)	Estimated Employment Generated
2022-23	6,140	178.92	49,120
2023-24	6,814	198.72	54,512
2024-25	3,949	121.15	31,592
2025-26 (up to 15.07.2025)	2,280	56.77	27,547

(ii) 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 30.06.2025)	28,147	6,592

(iii) 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.	2021-22	31	3002
2.	2022-23	235	9433
3.	2023-24	319	16445
4.	2024-25	363	17929
Total		948	46809

(iv) The PM Vishwakarma (PMV), a Central Sector 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. As per the Scheme guidelines, the State Monitoring Committee (SMC) and District Implementation Committee (DIC) are to be formed by the respective State/UT's for implementation of the Scheme. Government of Tamil Nadu has not constituted the State Monitoring Committee (SMC) and District Implementation Committee (DIC), due to which the registration of beneficiaries is affected in Tamil Nadu. However, as on 18.07.2025 more than 8.53 Lakh applications have been received through Common Service Centres (CSCs) in Tamil Nadu.

(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.

(e): Under Micro and Small Enterprises Cluster Development Programme (MSE-CDP), with the objective to enhance the productivity and competitiveness of Micro and Small Enterprises (MSEs), financial assistance is extended for establishment of Common Facility Centers (CFCs) and creation and up-gradation of industrial estates. Establishment of Flatted Factory Complexes is also supported under the scheme. For CFCs, Government of India Grant is up to 80%, upper limit of Project cost is Rs. 30 crore whereas, for ID projects Government of India Grant is up to 70%, upper limit of Project is Rs. 15 crore. An amount of Rs 62.57 cr has been released for projects under MSE-CDP in state of Tamilnadu during 2022-23 to 2024-25.
