

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 168
TO BE ANSWERED ON: 30.11.2015

REVIVAL OF SICK MSMEs

168. SHRIMATI JAYSHREEBEN PATEL:
SHRIMATI KIRRON KHER:
SHRI SADASHIV LOKHANDE:
SHRI VISHNU DAYAL RAM:

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

- (a) the total number of Micro, Small and Medium Enterprises (MSMEs) and total number of MSMEs closed down/become sick at present in the country, State/UT-wise;
- (b) whether the Government proposes to formulate any framework for revival and rehabilitation of the closed /sick MSMEs and if so, the details thereof including the funds allocated and monitoring mechanism set up for the purpose;
- (c) whether majority of MSMEs receive payment only after 90 days or more from the large enterprise thereby delaying capital to get their business going;
- (d) if so, the details thereof along with the reasons therefor; and
- (e) the corrective steps taken by the Government in this regard?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF
MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI GIRIRAJ SINGH)

(a): Information on the number of Micro, Small and Medium Enterprises (MSMEs) in the sector is collected by conducting All India Census of the sector periodically. The total number of MSMEs in the registered sector as per Fourth All India Census of MSME, 2006-07 and Entrepreneurs Memorandum Part-II filed during 2006-07 to 2014-15 are 37.75 lakh. The total number of MSMEs in the un-registered sector as per Fourth All India Census of MSME, 2006-07 are 346.12 Lakh. The State/UT-wise details are given in Annexure-I. As per provisional data compiled by the Reserve Bank of India (RBI) the number of sick micro, small and medium enterprises (MSMEs) in March, 2015 was 5,37,286. The State/Union Territory-wise position of sick micro, small and medium enterprises (MSMEs) is given at Annexure-II.

(b): Ministry of MSME has already notified a 'Framework for Revival and Rehabilitation of MSMEs' vide a Gazette Notification dated 29.05.2015 for the purpose of facilitating the promotion and development of MSMEs. Under this framework, any enterprise can seek revival and rehabilitation benefit through a Committee constituted by the banks with representatives from State Governments, experts, regional or zonal head of the bank and the officer in charge of MSMEs credit department of the bank.

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(c) & d): Though delayed payments is a major problem faced by the MSMEs, it is not correct to conclude that majority of MSMEs receive payment only after 90 days or more from large enterprises.

(e): To overcome the problem of delayed payments, Ministry of MSME has established Micro and Small Enterprise Facilitation Councils (MSEFCs). As per provisions of chapter V section 18 of MSMED Act, 2006, every reference made to MSEFC should be decided within a period of 90 days from the date of making such reference. The Government continuously follows up the matter with the State Government /UT Administration for timely disposal of the case.

Annexure-I

**ANNEXURE REFERRED TO IN REPLY TO PART (a) OF THE LOK SABHA
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**State wise Distribution of Number of Enterprises in Micro, Small and
Medium Enterprises (MSME) sector**

Sl. No.	State/UTs	No. of Enterprises (in Lakh)			
		Registered			Unregistered
		As per Fourth All India Census of MSME, 2006-07	As per Entrepreneurs Memorandum Part-II (EM-II) filed (2006-07 to 2014-15)	Total	As per Fourth All India Census of MSME, 2006-07
1	JAMMU & KASHMIR	0.15	0.08	0.23	2.86
2	HIMACHAL PRADESH	0.12	0.06	0.18	2.75
3	PUNJAB	0.48	0.18	0.66	13.97
4	CHANDIGARH	0.01	0.01	0.02	0.48
5	UTTARAKHAND	0.24	0.16	0.40	3.50
6	HARYANA	0.33	0.20	0.53	8.33
7	DELHI	0.04	0.02	0.06	5.48
8	RAJASTHAN	0.55	1.24	1.79	16.09
9	UTTAR PRADESH	1.88	2.89	4.77	42.16
10	BIHAR	0.50	0.27	0.77	14.20
11	SIKKIM	0.00	0.00	0.00	0.16
12	ARUNACHAL PRADESH	0.00	0.00	0.00	0.40
13	NAGALAND	0.01	0.06	0.07	0.37
14	MANIPUR	0.04	0.01	0.05	0.87
15	MIZORAM	0.04	0.02	0.06	0.26
16	TRIPURA	0.01	0.02	0.03	0.97
17	MEGHALAYA	0.03	0.05	0.08	0.85
18	ASSAM	0.20	0.14	0.34	6.42
19	WEST BENGAL	0.43	1.03	1.46	34.21
20	JHARKHAND	0.18	0.16	0.34	6.57
21	ODISHA	0.20	0.17	0.37	15.53
22	CHHATTISGARH	0.23	0.11	0.34	4.97
23	MADHYA PRADESH	1.07	1.45	2.52	18.26
24	GUJARAT	2.30	3.22	5.52	19.48
25	DAMAN & DIU	0.01	0.01	0.02	0.05
26	DADRA & NAGAR HAVELI	0.02	0.01	0.03	0.07
27	MAHARASHTRA	0.87	1.37	2.24	29.76
28	ANDHRA PRADESH	0.46	0.22	0.68	25.50
29	KARNATAKA	1.36	1.66	3.02	18.83
30	GOA	0.03	0.01	0.04	0.83
31	LAKSHADWEEP	0.00	0.00	0.00	0.02
32	KERALA	1.50	1.03	2.53	20.63
33	TAMIL NADU	2.34	5.80	8.14	30.79
34	PUDUCHERRY	0.01	0.01	0.02	0.34
35	A & N ISLANDS	0.01	0.01	0.02	0.13
36	TELANGANA*	-	0.41	0.41	-
	ALL INDIA	15.64	22.11	37.75	346.12

* The State of Telangana was separated from Andhra Pradesh in year 2014, thus the data for same on Fourth All India Census of MSME is included in later.

Annexure-II

ANNEXURE REFERRED TO IN REPLY TO PART (a) OF THE LOK SABHA
UNSTARRED QUESTION NO. 168 FOR ANSWER ON 30.11.2015.State- wise data on Sick Micro, Small and Medium Enterprises (MSMEs) as on March 31,
2015 as reported by Scheduled Commercial Banks

States/UTs	Total Sick MSMEs		
	Micro & Small Enterprises	Medium Enterprises	Total Sick MSMEs
A & N Island	112	0	112
Andhra Pradesh	43022	169	43191
Arunachal Pradesh	351	0	351
Assam	5050	18	5068
Bihar	15659	5	15664
Chandigarh	1804	118	1922
Chhattisgarh	6375	11	6386
Dadra & Nagar Haveli	61	0	61
Daman & Diu	36	0	36
Delhi	6133	205	6338
Goa	2203	5	2208
Gujarat	49006	376	49382
Haryana	15072	137	15209
Himachal Pradesh	2821	53	2874
Jammu & Kashmir	3134	49	3183
Jharkhand	9057	28	9085
Karnataka	38218	59	38277
Kerala	26859	25	26884
Lakshadweep	0	0	0
Madhya Pradesh	18515	41	18556
Maharashtra	49004	289	49293
Manipur	3699	0	3699
Meghalaya	169	0	169
Mizoram	32	0	32
Nagaland	470	0	470
Orissa	19628	19	19647
Puducherry	1623	2	1625
Punjab	14376	213	14589
Rajasthan	25985	12	25997
Sikkim	67	0	67
Tamil Nadu	44815	299	45114
Tripura	5190	0	5190
Uttar Pradesh	83987	76	84063
West Bengal	37652	206	37858
Uttarakhand	4676	10	4686
All India	534861	2425	537286

Source: Reserve Bank of India