GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION NO. 118
TO BE ANSWERED ON: 01.12.2025

FINANCIAL SUPPORT AND CREDIT FACILITATION

118. SHRI MAYANKKUMAR NAYAK:
SHRI NARAYANA KORAGAPPA:
DR. MEDHA VISHRAM KULKARNI:
SHRI AMAR PAL MAURYA:
SHRI MOKARIYA RAMBHAI:
DR. BHAGWAT KARAD:

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

(a) the details of recent reforms implemented and financial schemes introduced to strengthen access to credit and equity for Micro, Small and Medium Enterprises (MSMEs), including Atmanirbhar Bharat-Fund, Self-Reliant India Fund and Credit Guarantee Scheme;
(b) the volume of additional credit facilitated through these mechanisms and the number of enterprises benefitted;
(c) the steps taken to enhance guarantee coverage and promote collateral-free financing for micro and small enterprises;
(d) whether Government has developed monitoring systems to assess the effectiveness of these financial interventions in enhancing MSME productivity and competitiveness; and
(e) if so, the details thereof?

ANSWER

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

(a) to (c): To strengthen access to credit and equity for Micro, Small and Medium Enterprises (MSMEs), a number of measures, including reforms and financial scheme have been launched by the Government of India. Some of the measures are:

i. The Emergency Credit Line Guarantee Scheme (ECLGS) was launched in May, 2020 as part of Aatmanirbhar Bharat Abhiyaan to support eligible MSMEs and business enterprises in meeting their operational liabilities in view of disruption caused by COVID-19 pandemic. The Scheme was operational till 31.03.2023. As reported by Department of Financial Services (DFS), under ECLGS, since inception till 31.03.2023, total 1.13 crore guarantees amounting to Rs. 2.42 lakh crore have been extended to MSMEs. As per a research report dated 23.01.2023 of the State Bank of India on ECLGS, almost 14.6 lakh MSME accounts, of which about 98.3% of the accounts were in the Micro and Small Enterprises categories, were saved. In absolute terms, MSME loan accounts worth Rs. 2.2 lakh crore improved since inception of ECLGS for entire banking industry. Around 12% of the outstanding MSME credit was saved from slipping into non-performing asset (NPA) classification due to ECLGS.

ii. Credit Guarantee Scheme (CGS) for Micro and Small Enterprises (MSEs): Ministry of MSME implements CGS for MSEs through Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) to provide credit guarantee for loans upto Rs. 10 crore (w.e.f 01.04.2025) extended by Member Lending Institutions to new as well as existing MSEs without collateral security and third-party guarantee. To expand the scope of the Scheme and to ensure greater access to credit for MSEs, CGS was revamped effective from 01.04.2023, following a corpus infusion of Rs. 9,000 crore into CGTMSE. As part of the revamp, the ceiling of guarantee coverage was enhanced from Rs. 2 crore to Rs.5 crore and the Standard Rate of the Annual Guarantee Fee (AGF) was reduced by 50%, to as low as 0.37% per annum.

Further, the Ministry of MSME, Government of India, has recently enhanced the ceiling of guarantee coverage from Rs.5 crore to Rs.10 crore and has rationalised the AGF for guarantees above Rs.1 crore, effective from 01.04.2025. Since inception in 2000, to till 31.10.2025, 1.28 crore credit guarantees were approved involving an amount Rs. 11.52 lakh crore.

iii. Self Reliant India (SRI) Fund has been set up to infuse Rs. 50,000 crore as equity funding in MSMEs. 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. Since inception in 2021 till 31.10.2025, 671 MSMEs have been assisted by way of investing more than Rs. 14,927 Crore.

iv. Prime Minister's Employment Generation Programme 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. Details of the last three financial years i.e FY 2022-23 to FY 2024-25 are given below:

FY	No. of Units Assisted	Margin Money (MM) Subsidy disbursed (Rs. In crore)
2022-23	85,167	2,722.17
2023-24	89,118	3,093.87
2024-25	59,708	2,202.00

v. PM Vishwakarma Scheme was launched on 17.09.2023 to provide end-to-end holistic support to artisans and craftspeople of 18 traditional trades who work with their hands and tools. The Scheme includes provision of loans upto Rs. 3 lakh with interest subvention of max upto 8%.

(d) and (e): The Ministry of MSME through regular Review Meetings and stakeholder consultations, track the implementation and performance of MSME schemes and reforms have been done based on the feedback. Recently, MSME Dashboard integrated through API with all the major Schemes of the Ministry has been launched in this direction.

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GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA
UNSTARRED QUESTION NO. 120
TO BE ANSWER ON 01.12.2025

GROWTH OF MSME CLUSTERS IN THE STATE OF MAHARASHTRA

120. DR. MEDHA VISHRAM KULKARNI:

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

(a) whether new Micro, Small and Medium Enterprises (MSME) clusters have been approved in Pune, Nashik, Aurangabad and Kolhapur;
(b) the number of enterprises benefitted through credit-linked capital subsidy schemes;
(c) the steps taken to promote women entrepreneurs; and
(d) the measures adopted to digitalise MSME operations?

ANSWER

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

(a): Total 17 numbers of Common Facility Centers (CFCs) projects under Micro and Small Enterprises Cluster Development Programme (MSE-CDP) have been approved in Pune, Nashik, Aurangabad and Kolhapur since the inception of the scheme as annexed.

(b): **The Credit linked Capital Subsidy (CLCS) Scheme** was launched in the year 2000 and was in operation till 31.03.2020. A total of 87,989 units were benefited with total capital subsidy released thereof of Rs. 5685.87 crore. Applications under the scheme was invited through digital mode.

Prime Minister's Employment Generation Programme (PMEGP) is a credit-linked subsidy scheme to promote micro-enterprises in rural and urban areas. It provides government subsidy on bank loans for setting up new ventures in the non-farm sector. The scheme is administered by the Ministry of Micro, Small and Medium Enterprises (MSME) and implemented by the Khadi and Village Industries Commission (KVIC).

Detail of number of micro enterprises assisted under Prime Minister’s Employment Generation Programme (PMEGP) across India and in Maharashtra State during FY 2024-25 is as under:

All India			**Maharashtra**		
No. of Projects	**Margin Money Subsidy disbursed (₹ in crore)**	**Estimated Employment**	**No. of Projects**	**Margin Money Subsidy disbursed (₹ in crore)**	**Estimated Employment**
59708	2200.00	656788	1857	10501.83	20427

(c): The Government has taken a number of initiatives to increase the participation of women entrepreneurs as given below:

i. Special drives for registration of women-owned MSMEs.

ii. To benefit women entrepreneurs, the Public Procurement Policy was amended in 2018 mandating Central Ministries/Departments/Undertaking to procure at least 3% of their annual procurement from women entrepreneurs.

iii. To support Women Entrepreneurs under Credit Guarantee Scheme for Micro and Small Enterprises (MSEs), 10% concession is given in annual Guarantee fees; 90% Guarantee coverage is given to women-owned MSEs, as against the 75% for other entrepreneurs.

iv. The Ministry of MSME implements Prime Minister Employment Generation Programme, which is a major 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 youth. Under the Scheme, the subsidy rate for general category beneficiaries is 15% in urban areas and 25% in rural areas. For special category beneficiaries, including SC/ST/OBC/Minorities, Women, Ex-servicemen, Physically Handicapped, and those in NER, Hill, and Border areas, the subsidy is 25% in urban areas and 35% in rural areas.

v. Participation of women entrepreneurs in trade fairs under Procurement and Marketing Support Scheme is subsidized 100% vis-a-vis 80% for other entrepreneurs.

vi. To encourage entrepreneurship among women, Ministry of MSME implements "Skill Upgradation and Mahila Coir Yojana' under Coir Vikas Yojana, which is an exclusive training programme aimed at skill development of women artisans engaged in the Coir sector.

vii. The Ministry of MSME launched the 'Yashasvini Campaign on 27.06.2024. The objective of the Campaign is to empower women entrepreneurs across India through various schemes on formalization, access to credit capacity building and mentorship through awareness generation about these schemes.

viii. 100% subsidy for Women owned MSMEs on cost of ZED certification.

ix. Organized Idea Hackathon 3.0 particularly for Women under Incubation component of MSME Innovative Scheme.

x. Additional 5% GOI contribution towards the Implementation cost for Women owned MSMEs under MSME Competitive (LEAN) Scheme.

(d): Some of the initiatives of Ministry of MSME for digitalization, financing and sustainability are udyam registration , MSME SAMBANDH, Micro and Small Enterprises- Green Investment and Financing for Transformation Scheme (MSE-GIFT Scheme), Micro and Small Enterprises Scheme for Promotion and Investment in Circular Economy (MSE-SPICE Scheme), MSME Sustainable ZED Certification Scheme, Prime Minister Employment Generation Programme (PMEGP), MSME SAMADHAAN, Micro and Small Enterprises – Cluster Development Programme (MSE-CDP) etc. The National Single Window System (NSWS) is a digital platform which guides in identifying and applying for approvals according to business requirements.

The Ministry of MSME has developed an online Dispute Resolution (ODR) Portal to help Micro and Small Enterprises (MSEs) to resolve delayed payment disputes quickly and cost-effectively.

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Annexure

Annexure referred to in reply to part (a) of the Rajya Sabha Unstarred Question No.120 for answer on 01.12.2025.

S. No.	Name of the Cluster	Name of District
1.	Printing Cluster, Chikalthana, Aurangabad	Aurangabad
2.	Rubber Cluster, Pune	Pune
3.	Auto Component Cluster, Waluj	Aurangabad
4.	Hi-Tech Engineering Cluster	Kolhapur
5.	Food Processing (Fruit) Cluster, Sillod	Aurangabad
6.	Engineering Cluster, Bhosari	Pune
7.	Furniture Cluster, Aurangabad	Aurangabad
8.	Printing and Packaging Cluster, Hadpsar	Pune
9.	Advance Metallic Coating Cluster, Pune	Pune
10.	Textile Fashion Printing Cluster, Kagal	Kolhapur
11.	Digital Image & Print Pack Cluster, Shikrapur	Pune
12.	Cotton Fabric Cluster, Hatkanangle, Kolhapur	Kolhapur
13.	Garment Cluster, Ichalkaranji,	Kolhapur
14.	Engineering and Auto Component Cluster, Yadrav, Kolhapur	Kolhapur
15.	Textile Cluster, Malegaon	Nasik
16.	General Engg. Cluster, Bhosari	Pune
17.	Precision Metatech Tools Cluster, Bhosari	Pune