GOVERNMENT OF INDIA FINANCE LOK SABHA

UNSTARRED QUESTION NO:927 ANSWERED ON:05.08.2011 DECLINING OF ACCOUNT OF MSMES Sugumar Shri K.

Will the Minister of FINANCE be pleased to state:

- (a) whether the number of accounts maintained by Micro, Small and Medium Enterprises with the Public Sector Banks have declined despite the banks achievement of thirty-five per cent growth in extending credit to them against the target of twenty per cent;
- (b) if so, the details thereof and the reasons therefor; and
- (c) the corrective steps taken/being taken by the Government to improve the lending to MSMEs?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a) & (b): Reserve Bank of India (RBI) has reported that there has been an increasing trend in the number of Micro and Small Enterprises(MSE) accounts during the last two years i.e. as on last reporting Friday of March 2009 & 2010 as per the details given below:

Year Public Sector Banks
No: of A/cs(in lakhs)

March 2009 41.15

March 2010 72.17

RBI has further reported that in 2010-11, number of accounts in Micro, Small and Medium Enterprises (MSME) Sector are 75.07 lakh.

(c): Does not arise.