

**GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA**

STARRED QUESTION NO:285

ANSWERED ON:31.08.2012

EMPLOYMENT GENERATION BY MSMES

Bajirao Shri Patil Padamsinha ;Sukur Shri Jadhav Baliram

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

- (a) the details of employment intensity and employment provided by the Micro, Small and Medium Enterprises (MSMEs) sector and its share to the total employment generated in the country during each of the last three years and current year, State-wise;
- (b) whether employment generations/intensity in MSMEs sector is on the decline in the recent past;
- (c) if so, the details thereof and the reasons therefor; and
- (d) the steps taken by the Government to improve employment intensity and generate more employment in MSMEs sector?

Answer

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI VAYALAR RAVI)

(a) to (d): A statement is placed on the Table of the House.

Statement referred to in reply to parts (a) to (d) of Lok Sabha Starred Question No. 285 for answer on 31.08.2012.

(a): The Government monitors functional and operational aspects of the Micro, Small and Medium Enterprises (MSMEs) by conducting All India Census of the sector periodically in the country. The latest census (Fourth Census) was conducted with reference year 2006-07, wherein the data was collected till 2009 and results published in 2011-2012. Before this, the Third Small Scale Industries (SSI) Census conducted was with reference year 2001-02 for which results were published in 2004-2005. The data for overall employment in the country released by National Sample Survey Office (NSSO) is available for the years 2004-05 and 2009-10.

The total employment, as per the Fourth and the latest All India Census, in the MSMEs Sector is 805.24 lakhs, as against employment as per the Third All India Census of 249.33 lakhs. Further, based on overall population in the country as given by Registrar General of India, the employment in MSME sector per thousand population in the country was 24.24 for Third SSI census and 71.19 for the Fourth MSME census. The NSSO data indicates an overall worker population per thousand population in the country to be 420 for the year 2004-05 and 392 for the year 2009-10. This shows that employment intensity in MSME sector has not declined. The State wise details are given in Annexure I.

(b): No, Madam.

(c): Does not arise.

(d): The Government strengthens and develops Micro, Small and Medium Enterprises (MSMEs) in the country through implementation of various schemes / programmes relating to credit, infrastructure development, technology upgradation, marketing, entrepreneurship & skill development etc. The major schemes include Credit Guarantee Scheme, Credit Linked Capital Subsidy Scheme, Cluster Development Programme, National Manufacturing Competitiveness Programme, Prime Minister's Employment Generation Programme, Entrepreneurship & Skill Development Programme and Performance and Credit Rating Scheme, all of which help growth of employment in the Sector.