GOVERNMENT OF INDIA MICRO, SMALL AND MEDIUM ENTERPRISES LOK SABHA

UNSTARRED QUESTION NO:3005 ANSWERED ON:08.12.2009 EXCLUSIVE PROCUREMENT FROM MSME Pandey Shri Ravindra Kumar

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

- (a) whether the reservation policy for exclusive procurement by Government departments from Micro, Small and Medium Enterprises is being implemented:
- (b) if so, the details indicating the items reserved and value of procurement made during each of the last three years and current year;
- (c) whether complaints regarding non-compliance of reservation policy particularly with reference to paper products by the Government procurement agencies have been received recently;
- (d) if so, the details thereof and the reaction of the Government thereto; and
- (e) the number of MSMEs in the paper sector alongwith the total production and export of such units during the said period?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) FOR MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI DINSHA PATEL)

- (a) & (b): Under the existing policy, 358 items are reserved for exclusive purchase from micro and small enterprises (MSEs) by the Government agencies. The details of 358 items are available on the website www.dcmsme.gov.in . The Directorate General of Supplies and Disposals (DGS&D) is the nodal agency of the Government for Purchase Policy and Procedure. As per data furnished by DGS&D, the value of purchases made against DGS&D contracts by different Government agencies from MSE Sector during 2005-06, 2006-07 and 2007-08 (latest available) is Rs.932 crore, Rs.720 crore and Rs.1027 crore respectively.
- (c) & (d): The complaints on non-compliance of provisions contained in the existing policy received from time to time are taken up with the Government agencies concerned for providing the benefits/facilities available under the policy.
- (e): As per the quick results of Fourth All India Census of Micro, Small & Medium Enterprises (MSMEs) with reference year 2006-07, the number of registered/ Entrepreneur Memorandum (EM) filed MSMEs in the paper sector is estimated to be 12,996. The estimated employment, production and export of such units during 2006-07 is 1.75 lakh persons, Rs.15,422 core and Rs.190 crore respectively.