

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

UNSTARRED QUESTION NO:2059
ANSWERED ON:23.07.2014
SMALL AND COTTAGE INDUSTRIES
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Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) the total number of small and cottage industries in the country including Bihar and those set up during each of the last three years and the current year, State-wise;
- (b) the percentage share of small and cottage industries in the GDP of the country;
- (c) whether the Government proposes to give special package to cottage industries in the country and if so, the details thereof;
- (d) whether any assessment has been made by the Government with regard to total capacity of cottage industries in income generation and creation of employment opportunities;
- (e) if so, the details thereof, State-wise; and
- (f) the details of the steps taken by the Government to save the cottage and small industries from competition from cheaper imports and provide enhanced technological, marketing and investment support to this sector?

Answer

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI KALRAJ MISHRA)

(a): The details of the Micro, Small and Medium Industries set up in the country as well as Bihar, as per information obtained from State Directorate of Industries on number of Entrepreneurs Memorandum (Part-II) [EM-II] filed under Micro, Small and Medium Enterprises Development Act 2006, during 2010-11 to 2013-14, are as under:

All India

Year	Micro	Small	Medium	All
2010-11	2,07,605	30,374	1,292	2,39,271
2011-12	2,45,342	35,563	2,977	2,83,882
2012-13	2,75,864	42,038	5,473	3,23,375
2013-14	2,94,624	58,507	7,257	3,60,388

Bihar

Year	Micro	Small	Medium	All
2010-11	4,267	33	2	4,302
2011-12	4,050	56	2	4,108
2012-13	3,681	53	3	3,737
2013-14	2,521	126	16	2,663

State-wise details of EM-II filed in the country including Bihar is given in Annexure-I.

(b): As per the revised methodology suggested by Central Statistics Office (CSO), Ministry of Statistics and Programme Implementation (MoSPI), on the basis of the data on Gross Domestic Product (GDP) published by CSO, MoSPI and final results of the latest Census (Fourth Census), conducted (with base reference year 2006-07), wherein the data was collected till 2009 and results published in 2011-12, the estimated contribution of manufacturing sector Micro, Small and Medium Enterprises (MSME) to GDP, during 2012-13, is 7.04%. However, taking into account the contribution of services sector MSME, which is estimated at 30.50% during 2012-13, the share of MSME sector in GDP of the country, during 2012-13, is 37.54%.

(c): Prime Minister's Employment Generation Programme (PMEGP) a major credit-linked subsidy programme is being implemented by this Ministry which is aimed at generating self-employment opportunities through establishment of micro-enterprises in the non-farm sector by helping traditional artisans and unemployed youth. Khadi and Village Industry Commission (KVIC) is the nodal agency to implement the Scheme. General category beneficiaries can avail bank loans and get the benefit of margin money subsidy of 25 % of the project cost in rural areas and 15% in urban areas. For beneficiaries belonging to special categories such as scheduled caste/scheduled tribe/women the margin money subsidy is 35% in rural areas and 25% in urban areas. The maximum cost of projects is Rs 25 lakh in the manufacturing sector and Rs 10 lakh in the service sector. The scheme is available for starting new projects only.

(d)&(e):Under the PMEGP Programme, which generate income and employment, the number of projects assisted, estimated employment generated and other details thereof, the State-wise are as given in Annexure-II.

(f): The Government is implementing of several schemes/programmes, which include National Manufacturing Competitiveness Programme, Credit Guarantee Scheme, Credit Linked Capital Subsidy Scheme, Performance and Credit Rating Scheme, Cluster Development Programme, Prime Minister's Employment Generation programme, etc. for the promotion and development of MSMEs and to enhance their competitiveness and productivity.