

# MSME Financing Market in India 2021

<https://marketpublishers.com/r/MCFFA78005C2EN.html>

Date: November 2021

Pages: 91

Price: US\$ 950.00 (Single User License)

ID: MCFFA78005C2EN

## Abstracts

The Micro, Small, and Medium Enterprise (MSME) play a pivotal role in the Indian economy. In FY 2021, the MSME industry offered employment to more than 111 million people and was the second-largest employment-generating sector in India (agriculture is the largest).

The sector contributes ~29% to the country's GDP, which is expected to reach 50% by 2025. The industry's financing needs depend upon the nature, size, customer segments, and stage of development. Financial institutions have limited their lending exposure to the Indian MSME industry due to the high cost of services, the small ticket size of loans, and the limited ability of MSMEs to offer immovable collaterals.

In 2020, the overall credit gap in the MSME industry stood at ~INR 14.53 Trn.

### Debt Demand of the MSME Sector in India:

The overall debt demand by MSMEs amounted to ~ INR 105.50 Trn in 2020. In 2020, the estimated addressable debt demand was INR 44.66 Trn. Approximately 47% of the debt demand is non-addressable because of the presence of sick enterprises, MSMEs with limited operational capacities, and enterprises which voluntarily exclude themselves from formal financial services, as well as other factors.

### Credit Supply to the MSME Sector in India:

In 2020, the overall credit supply, including both the formal and informal sectors, amounted to INR 110.40 Trn. The formal and the informal sectors contribute ~22.72% and ~77.28% to the overall credit supply, respectively.

### Impact of COVID-19:

Small businesses are the most vulnerable to unexpected crises like COVID-19 because of their size, scale of business operations, and limited financial management resources. However, the government has announced several policy measures to minimize losses.

The announcement of a targeted long-term repo operation (TLTRO) of INR 500 Bn, a grant of INR 3 Tn collateral-free automatic loans, INR 200 Bn subordinated debt to stressed MSMEs, and a complete ban on global tenders for procurement of goods and services for up to INR 2 Bn are a few of the crucial policy mandates.

## Contents

### **CHAPTER 1: EXECUTIVE SUMMARY**

### **CHAPTER 2: SOCIO-ECONOMIC INDICATORS**

### **CHAPTER 3: INTRODUCTION**

#### 3.1. Market definition and structure

### **CHAPTER 4: MSME SECTOR IN INDIA**

#### 4.1. MSME sector - Overview

#### 4.2. Number of MSMEs in India

- Rural vs urban split

- Split based on types of enterprises

- Split based on types of enterprises (urban vs rural)

- Activity-wise split

- Industry-wise distribution

- Split based on status of registration

- State-wise distribution of MSMEs

#### 4.3. Estimated employment in the MSME sector - Activity-wise

### **CHAPTER 5: DEBT DEMAND OF THE MSME SECTOR**

#### 5.1. Total debt demand of the MSME sector

#### 5.2. Addressable debt and non-addressable debt demand

#### 5.3. Addressable debt demand by medium, small, and micro enterprises

#### 5.4. Addressable debt demand as a percentage of number of enterprises

#### 5.5. Addressable debt demand (based on geography)

### **CHAPTER 6: CREDIT SUPPLY TO THE MSME SECTOR IN INDIA**

#### 6.1. Supply of credit to the MSME sector

#### 6.2. Share of formal debt lenders across MSME segments

#### 6.3. Informal debt supply to the MSME sector

#### 6.4. Debt supply based on geography

### **CHAPTER 7: CREDIT GAP IN THE MSME SECTOR IN INDIA**

## 7.1. Overall credit gap

# **CHAPTER 8: POTENTIAL INTERVENTIONS IN THE MSME CREDIT ECOSYSTEM**

## 8.1. Potential Interventions in the MSME credit ecosystem

# **CHAPTER 9: IMPACT OF COVID-19**

## 9.1. COVID-19 impact analysis

# **CHAPTER 10: MARKET INFLUENCERS**

## 10.1. Market drivers

## 10.2. Market challengers

# **CHAPTER 11: GOVERNMENT INITIATIVES**

# **CHAPTER 12: MARKET TRENDS**

# **CHAPTER 13: COMPETITIVE LANDSCAPE**

## 13.1. Axis Bank Limited

Company information

Business description

Products/Services

Key people

Financial snapshot

Key ratios

Key financial performance indicators

Key business segments

Key geographical segments

Note: Similar information covered for all other companies

## 13.2. Bajaj Finserv Limited

## 13.3. Central Bank of India

## 13.4. Federal Bank Limited

## 13.5. HDFC Bank Limited

## 13.6. ICICI Limited

## 13.7. Kotak Mahindra Bank Limited

13.8. State Bank of India

13.9. Union Bank of India

13.10. Utkarsh Small Finance Bank

## **CHAPTER 14: RECENT DEVELOPMENTS**

## **CHAPTER 15: APPENDIX**

15.1. Research methodology

15.2. About Netscribes

15.3. Disclaimer

## I would like to order

Product name: MSME Financing Market in India 2021

Product link: <https://marketpublishers.com/r/MCFFA78005C2EN.html>

Price: US\$ 950.00 (Single User License / Electronic Delivery)

If you want to order Corporate License or Hard Copy, please, contact our Customer Service:

[info@marketpublishers.com](mailto:info@marketpublishers.com)

## Payment

To pay by Credit Card (Visa, MasterCard, American Express, PayPal), please, click button on product page <https://marketpublishers.com/r/MCFFA78005C2EN.html>

To pay by Wire Transfer, please, fill in your contact details in the form below:

First name:  
Last name:  
Email:  
Company:  
Address:  
City:  
Zip code:  
Country:  
Tel:  
Fax:  
Your message:

**\*\*All fields are required**

Customer signature \_\_\_\_\_

Please, note that by ordering from marketpublishers.com you are agreeing to our Terms & Conditions at <https://marketpublishers.com/docs/terms.html>

To place an order via fax simply print this form, fill in the information below and fax the completed form to +44 20 7900 3970