

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 824
TO BE ANSWERED ON: 17.09.2020

MSME LOAN ACCOUNTS

824. DR. T. SUMATHY (a) THAMIZHACHI THANGAPANDIAN:

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

- (a) the number of MSME loan accounts which have slipped into NPAs since April 2020 and till August 31st 2020;
- (b) the number of these accounts which are not registered under GST or has aggregated borrowings of up to Rs 25 crore as of March 1, 2020;
- (c) whether the Government has included only those MSMEs which are registered under the GST with aggregate borrowings up to Rs 25 crore as on March 1, 2020 under the scheme which allows restructuring of loans for small businesses impacted by Covid -19 and if so, the details thereof; and
- (d) the relief the Government has extended to the accounts which are not registered under GST?

ANSWER

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI NITIN GADKARI)

(a) to (d): Department of Financial Services has informed that :

- RBI has permitted a term-loan moratorium and working capital interest deferment w.e.f. 01.03.2020 to 31.8.2020 along with an asset classification standstill for this period and other measures to enhance liquidity. As such there would normally not be any occasion for MSMEs to slip into NPA during this period owing to default in repayment of their dues during this period unless they had chosen not to avail of the moratorium.
- With a view to facilitate meaningful restructuring of MSME accounts that have become stressed, on 1.1.2019, RBI had permitted a one-time restructuring of existing loans to GST-registered MSME as well as MSMEs units that are exempted from GST-registration, with an aggregate exposure of up to Rs. 25 crore classified as 'standard' without a downgrade in the asset classification, subject to certain conditions, with the implementation of the restructuring to be completed before 31.3.2020. On 11.2.2020, RBI extended the scheme till 31.12.2020 for entities that were in default but 'standard' as on 1.1.2020. Further on 6.8.2020, RBI has extended the scheme till 31.3.2021 for entities that were in default but 'standard' as on 1.3.2020, and the window for restructuring has been extended till 31.03.2021.
- Further on 6th August, 2020, RBI has also provided a window under the ["Prudential Framework on Resolution of Stressed Assets dated June 7, 2019"](#) to enable lenders to implement a resolution plan in respect of eligible corporate exposures exceeding Rs. 25 crore, which were not more than 30 days past due as on 01.03.2020 and where the stress is on account of Covid-19 pandemic, to be invoked not later than 31st December, 2020 and implemented within 180 days thereafter.
