



# Analysis of Udyam Registration Data

**Office of Development Commissioner (MSME)  
Ministry of Micro, Small and Medium Enterprises**

<https://udyamregistration.gov.in>

**Bulletin-I**

**31<sup>st</sup> October, 2020**



## 1. Background

The Ministry of Micro, Small and Medium Enterprises has issued a notification dated 26<sup>th</sup> June 2020 regarding revision of definition of MSMEs and process of registration. Apart from the old criteria of categorization of MSMEs on the basis of investment in Plant and Machinery/Equipment, an additional criterion of turnover has been included. This revision is expected to pave way for strengthening and growth of the MSMEs. Particularly, the provision of excluding the exports from counting of turnover will encourage the MSMEs to export more and more without fearing to forgo the benefits of MSME enterprises. Secondly, the difference between manufacturing and services sector has been removed and now both are at same level of treatment.

Now an enterprise is being classified as a micro, small or medium enterprises on the basis of the following criteria, namely: --

- a) **Micro enterprise:** where the investment in plant and machinery or equipment does not exceed one crore rupees and turnover does not exceed five crore rupees;
- b) **Small enterprise:** where the investment in plant and machinery or equipment does not exceed ten crore rupees and turnover does not exceed fifty crore rupees; and
- c) **Medium enterprise:** where the investment in plant and machinery or equipment does not exceed fifty crore rupees and turnover does not exceed two hundred and fifty crore rupees.

To facilitate the procedure of MSME registration in accordance with the revised MSME definition, Ministry of MSME launched a new portal –Udyam Registration Portal (<https://udyamregistration.gov.in>) on 1<sup>st</sup> July 2020.

Udyam Registration Portal is a unified portal with registration process free of cost, paperless and digital. The portal is aimed at reducing transaction time and costs for entrepreneurs and to promote Ease of Doing Business. Ministry of MSME has also signed MoU with CBDT for data exchange.

In order to understand MSME landscape based on information available in the database system for 10 lakh MSMEs during registration on the portal since 1<sup>st</sup> July 2020, an analysis has been conducted by Office of Development Commissioner, Ministry of MSME. The objective of the analysis is to create better understanding of MSMEs among different stakeholders.



## 2. Distribution of Micro, Small and Medium Enterprises

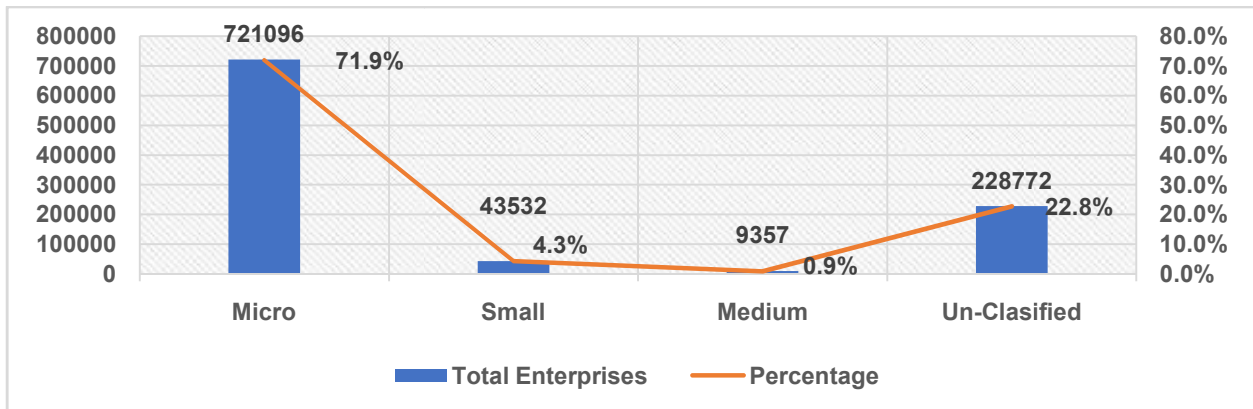


Figure 1 – Distribution of Micro, Small, and Medium Enterprises in the country

Figure 1 showcases distribution of Micro, Small, and Medium enterprises in the country. There are a total of 10,02,757 registrations till end of October 2020. It may be seen that the most of registered enterprises are Micro enterprises with a total of 7,21,096, which is 71.9% of total registrations. Small enterprises with a total registration of 43,532 enterprises, share 4.3% of all registrations. Medium category registrations are only 9,357 (0.9%). 2,28,772 (22.8%) registrations are being verified and further classified. But as per the category details received for 7,73,985 enterprises; shares of Micro, Small and Medium enterprises are 93.17%, 5.62% and 1.21% respectively.

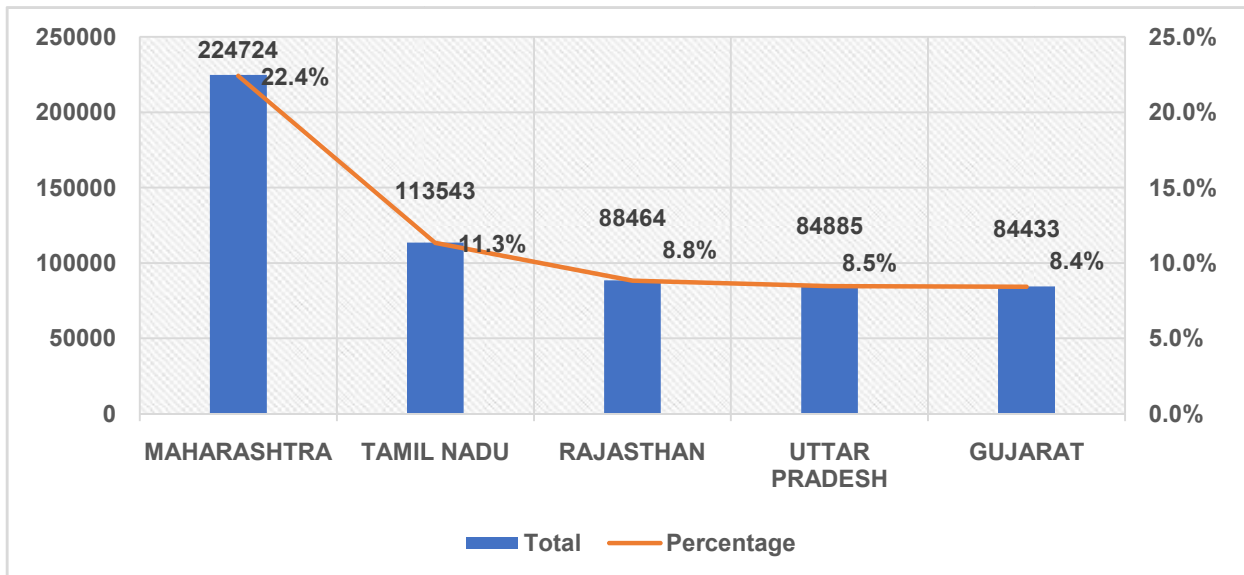


Figure 2 -Top 5 states with the highest number of registrations



Figure 2 represents highest distribution of enterprises in the top five states. It can be seen from the graphs that Maharashtra has the highest number of enterprises with 22.4% of registered enterprises followed by Tamil Nadu (11.3%), Rajasthan (8.8%), Uttar Pradesh (8.5%), and Gujarat (8.4%)

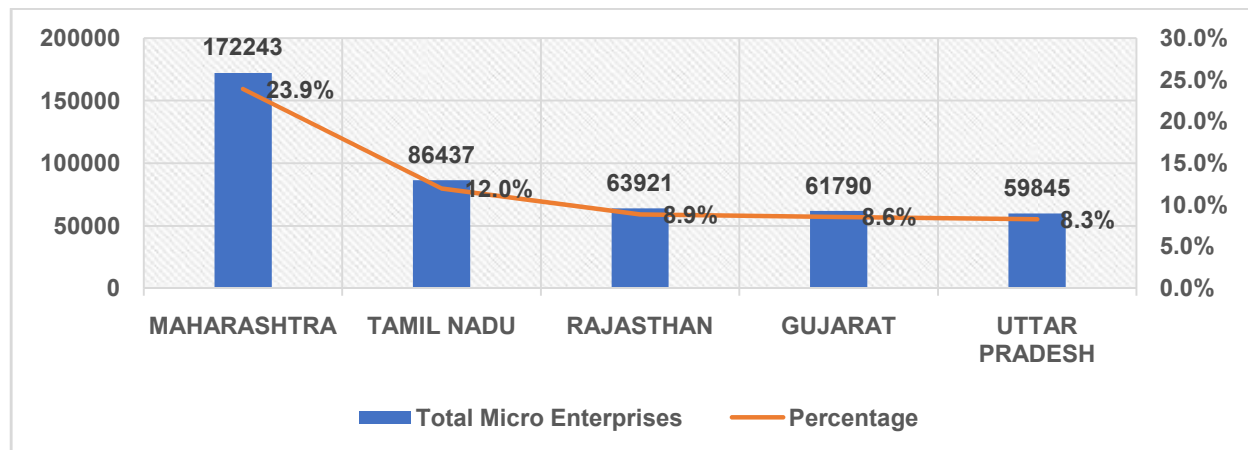


Figure 3– Top 5 States/UT with the highest number of Micro enterprises

The above graph shows the top 5 States/UTs with the highest number of Micro enterprises. It can be observed that Maharashtra has the highest number of micro enterprises with 23.9% of all Micro enterprises. The rest of the States are Tamil Nadu (12%), Rajasthan (8.9%), Gujarat (8.6%) and Uttar Pradesh (8.3%).

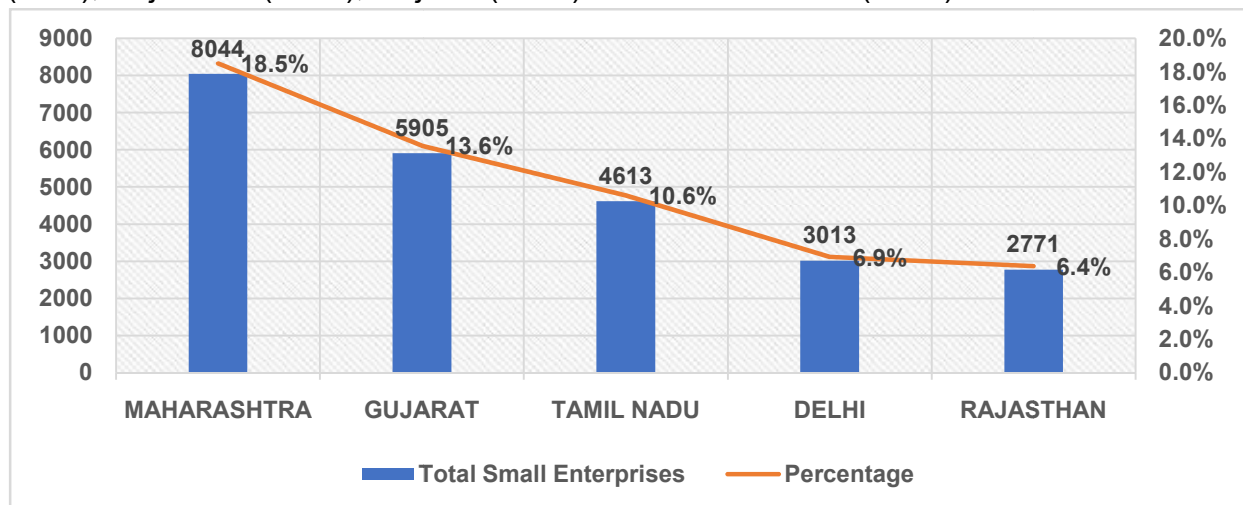


Figure 4– Top 5 States/UT with the highest number of Small enterprises

The above graph showcases the distribution of Small enterprises in the top 5 states/UTs with maximum number of Small enterprises registration. The States in order are



Maharashtra (18.5%), Gujarat (13.6%), Tamil Nadu (10.6%), Delhi (6.9%) and Rajasthan (6.4%).

### State wise MSME Udyam Registrations in North Eastern Region

The above graph indicates state wise Udyam Registrations of MSMEs in North Eastern Region. According to data, 90% MSMEs who registered in Udyam Registration belong to three states i.e. Assam, Manipur and Tripura of North Eastern Region.

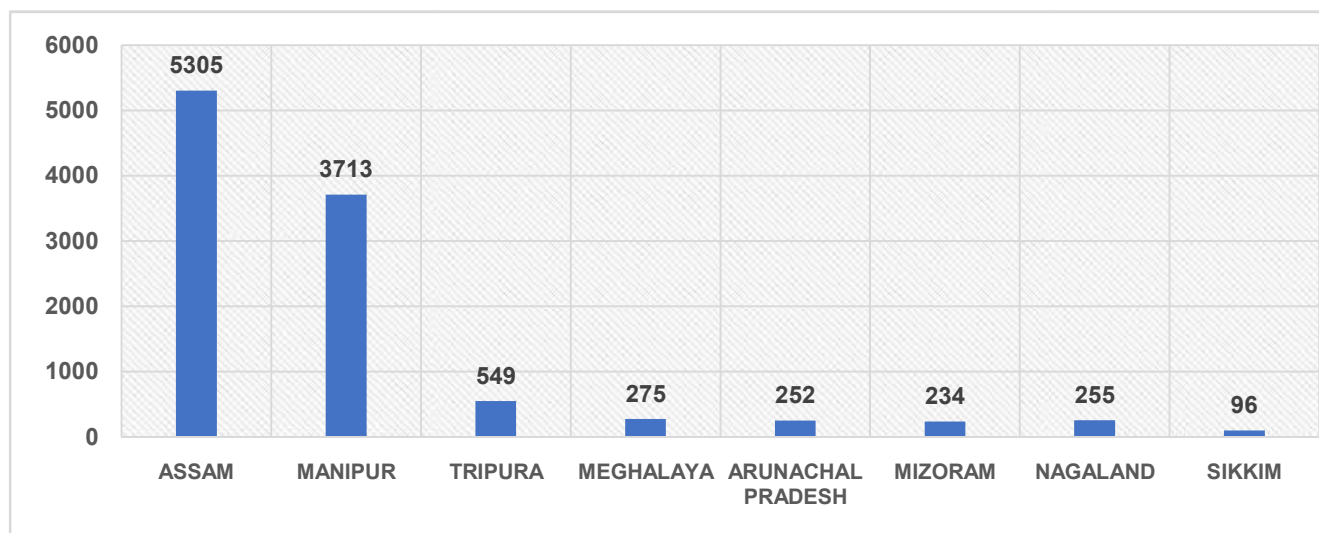


Figure 5 – State wise Udyam Registrations of MSMEs in North Eastern Region

### 3. District wise distribution of Micro, Small, and Medium Enterprises

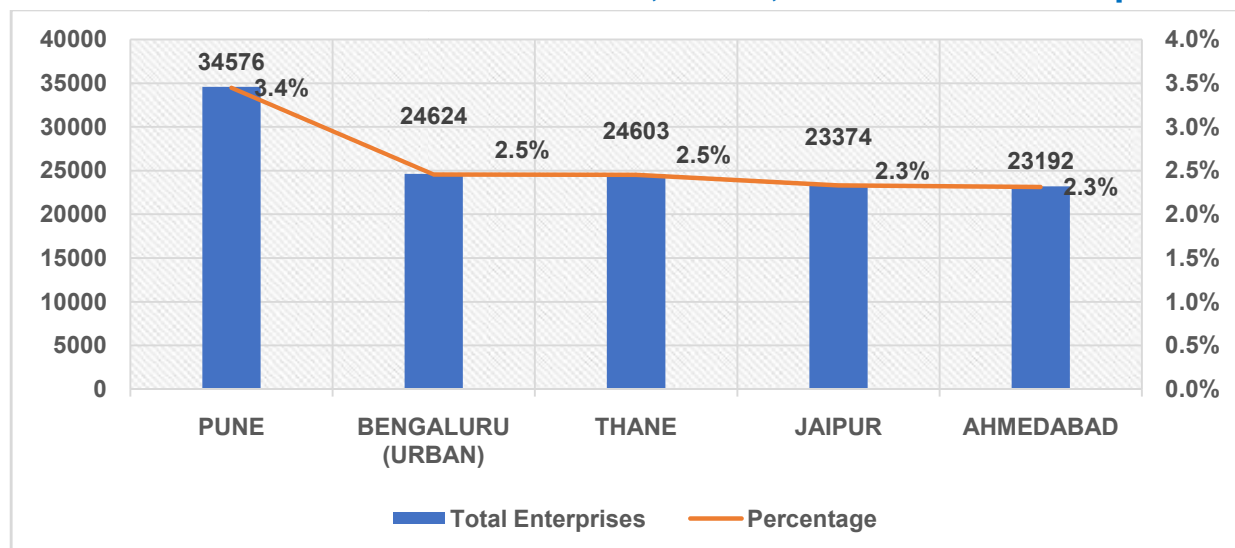


Figure 6 -Top 5 districts with the highest number of registrations



Figure 6 showcases top 5 district wise distribution of total number of registrations. As it can be seen the among the top 5 districts two districts are part of Maharashtra, one from Karnataka, one from Rajasthan, and one from Gujarat.

### Udyam Registrations in Aspirational Districts

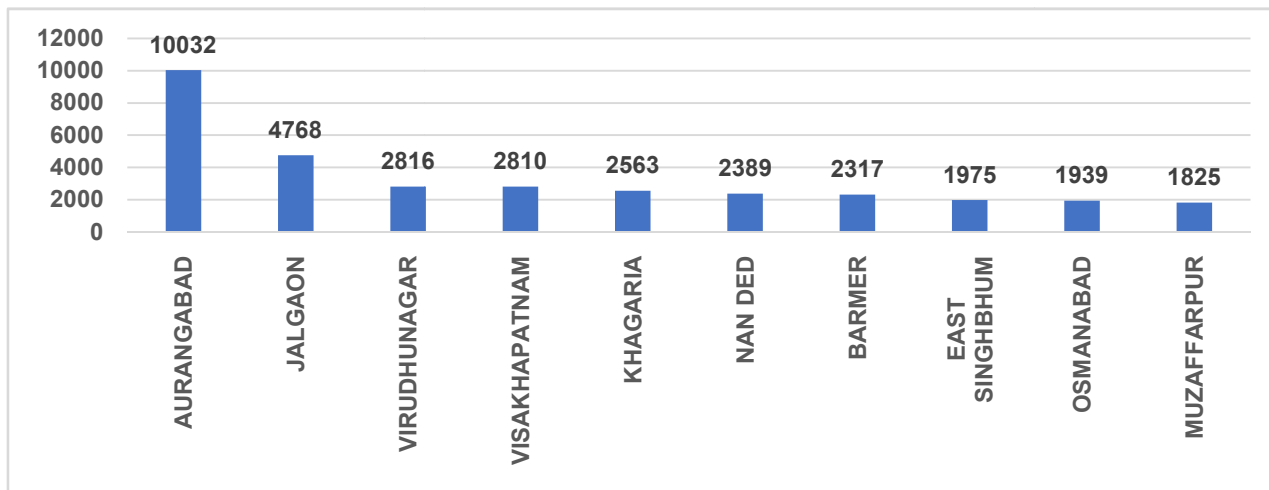


Figure 7 – Top 10 Aspirational Districts in terms of Udyam Registration

There are total 115 aspirational districts. The above graph facilitates better understanding of aspirational districts with higher number of MSME registrations. Aurangabad district has highest number of MSME registrations.

### 4. Gender wise distribution of enterprises

The graph below highlights the percentage distribution of MSMEs by nature of ownership. Males owned enterprises constitute 79.5% (7,97,629) of enterprises followed by female owned enterprises at 17.2% (1,72,585) of firms. The rest are constituted by other and unidentified firms.

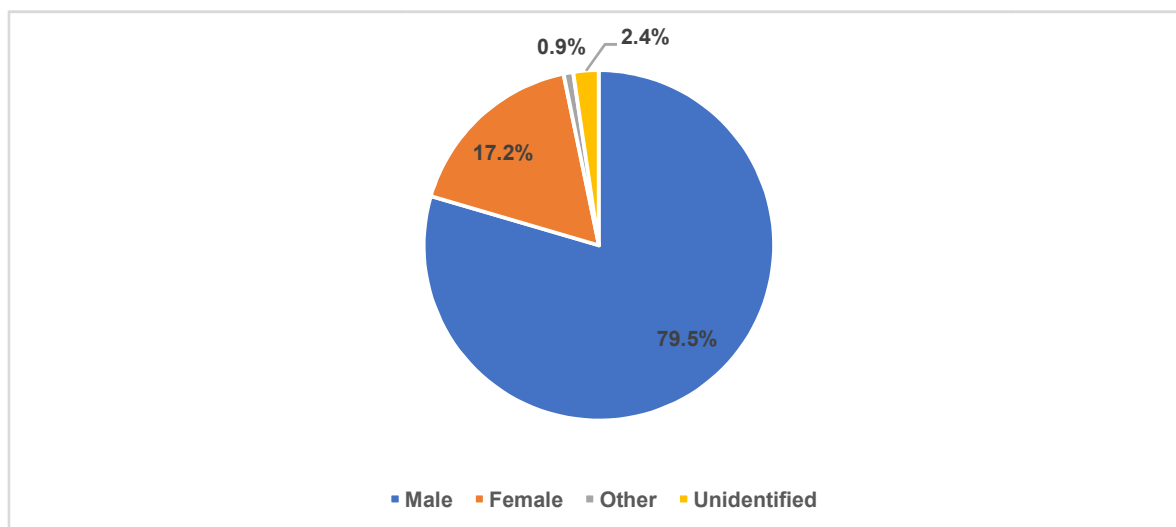


Figure 8– Percentage distribution of Enterprises by gender wise ownership of enterprises



## 5. Social Category wise distribution of Enterprises

Figure 9 (below) shows percentage distribution of enterprises by social category. General owned enterprises constitute 59.1% of enterprises. OBCs own 29.8% of enterprises, followed by SCs with 7% ownership and STs with 2.4% ownership.

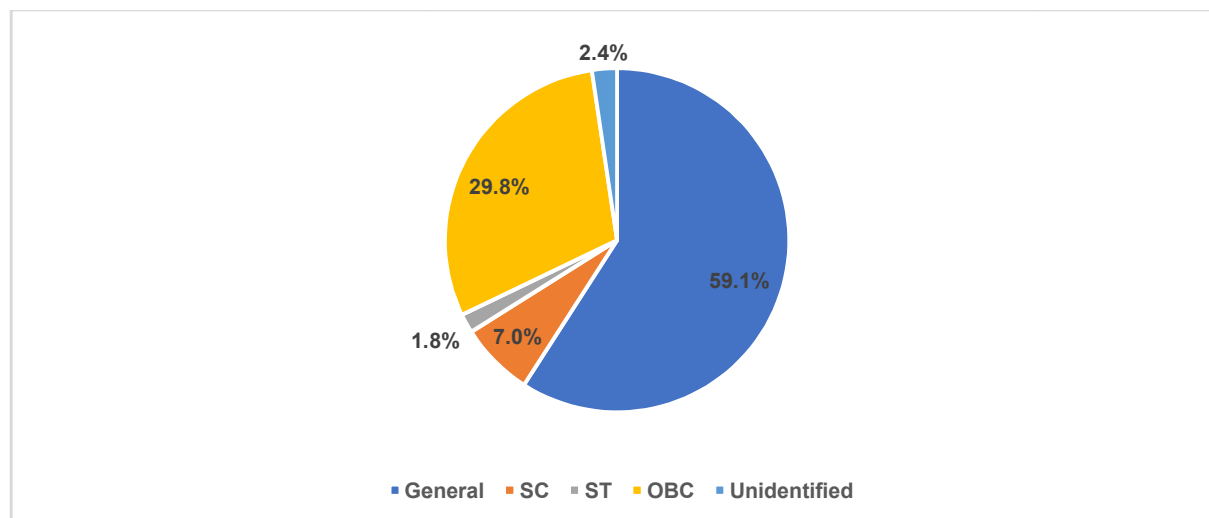


Figure 9 – Percentage distribution of Enterprises by social category wise ownership

## 6. Enterprises owned by people belonging to Physically Disabled (Divyangjan) Category

A total of 11,188 enterprise registrations in the Udyam portal are firms owned by people belonging to Physically Disabled Category. The below graph highlights the distribution of MSMEs among them.

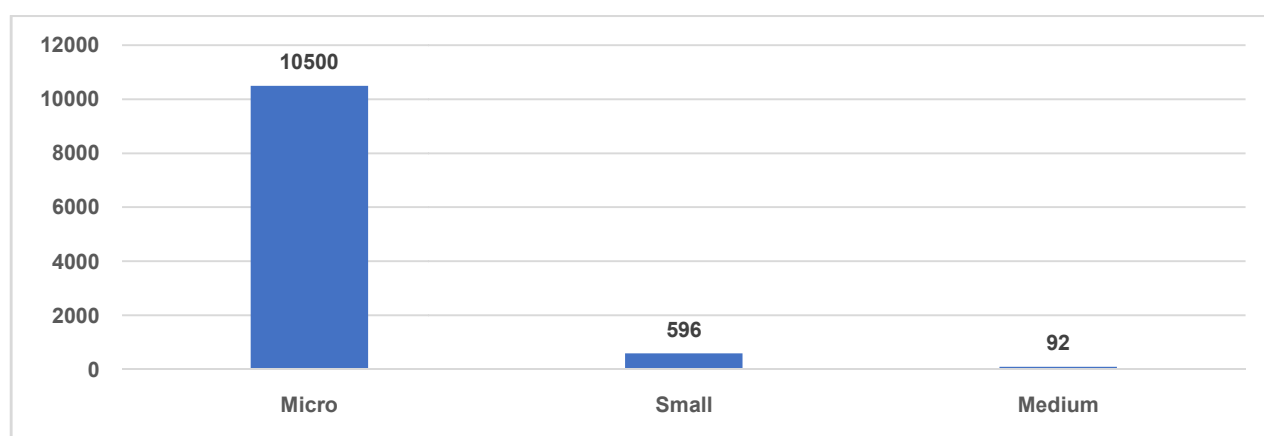


Figure 10– Enterprises owned by people belonging to Physically Disabled Category



## 7. Enterprises by Organization Type

Figure 11 showcases the distribution of enterprises by the nature of ownership. It can be observed that the most preferred form of ownership is Proprietorship.

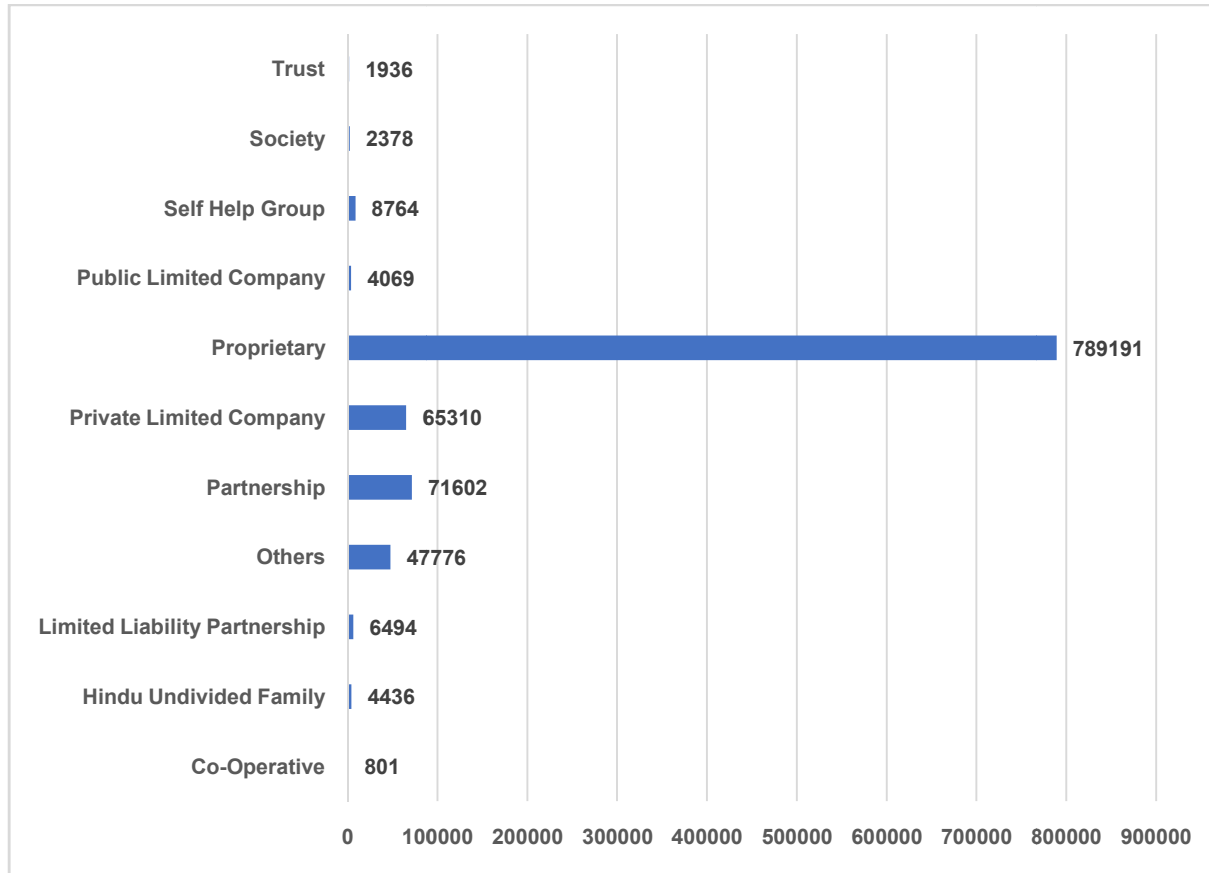


Figure 11 –Type of Enterprises by Organization Type

## 8. Total Person Employed by Registered Enterprises

During analysis, it is observed that **total 1,01,03,152 employment** have been provided by Udyam registered MSMEs. The graph below highlights the type of people employed by registered enterprises. Enterprises have employed more male employees than female employees.





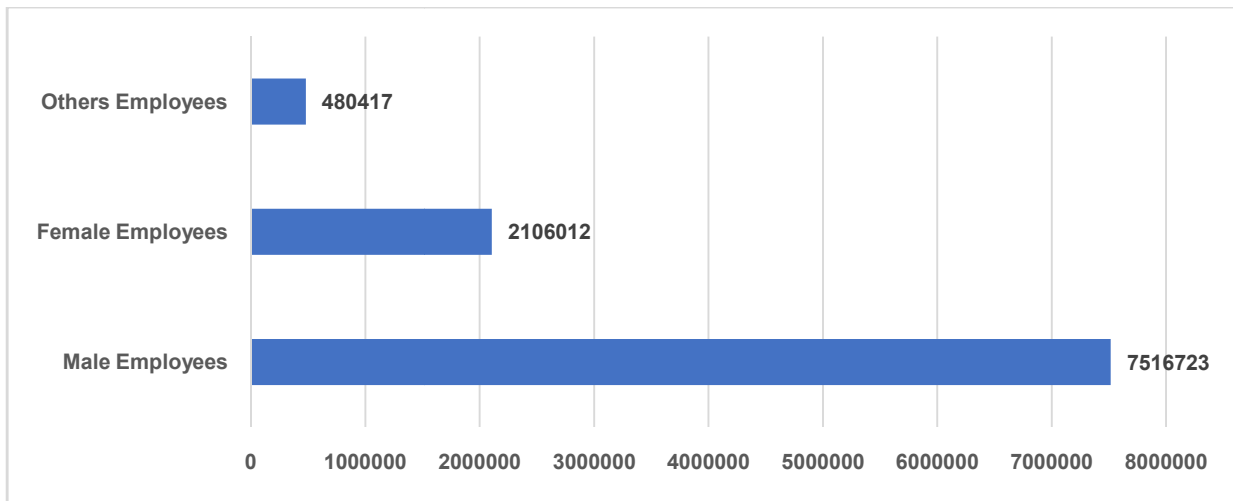


Figure 12 –Total people employed by registered enterprises

## 9. Distribution of Enterprises by nature of business

Most number of firms registered on the Udyam portal are Service based enterprises with 6,30,820 (62.9%) firms as compared to Manufacturing with 3,71,937 (37.1%) registrations.

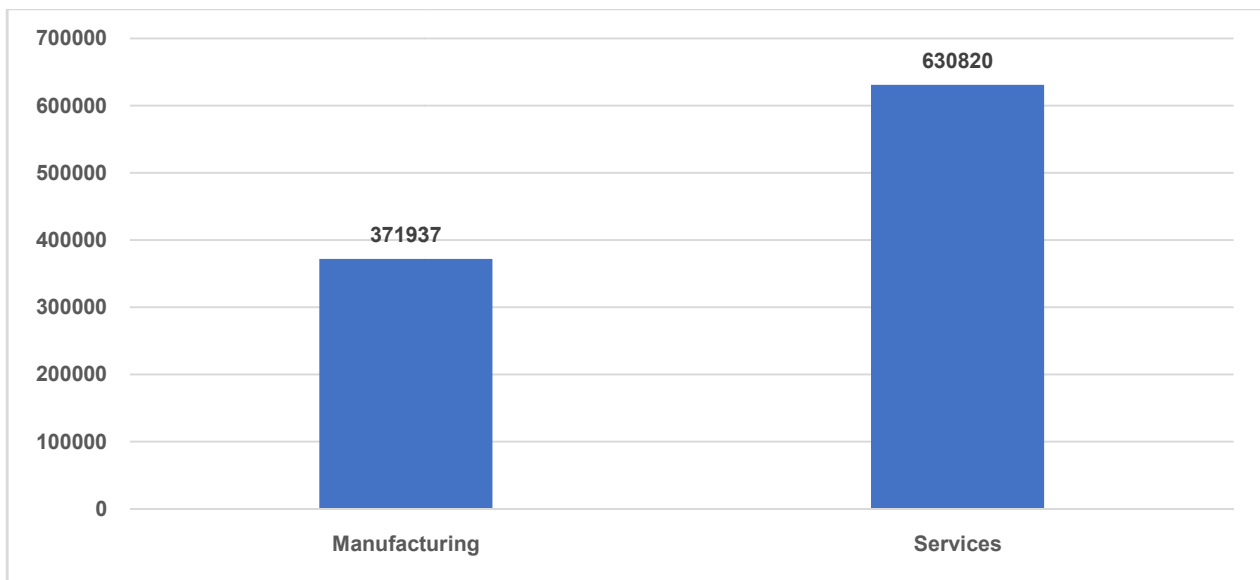


Figure 13 –Type of Enterprises by nature of business



## 10. NIC (National Industrial Classification) Code wise distribution of Manufacturing Enterprises

The following graph showcased the NIC 2 digit wise top 10 MSME Manufacturing Enterprises. It can be observed that most number of MSMEs are involved in manufacturing of food products. The other major areas of manufacturing are textiles, construction, machinery, chemicals etc.

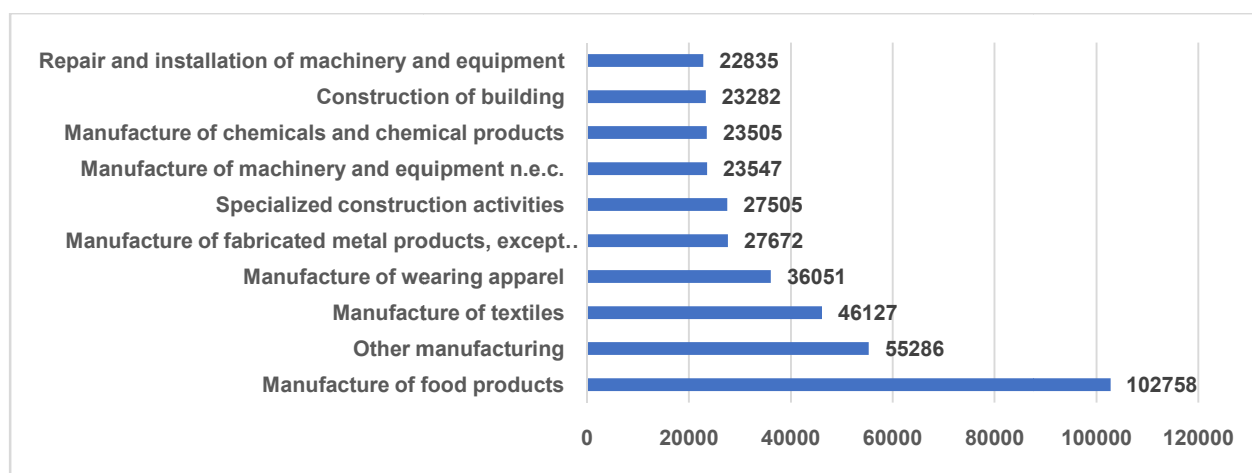


Figure 14 – NIC code wise distribution of Manufacturing Enterprises

## 11. NIC (National Industrial Classification) Code wise distribution of Service Enterprises

Among the service enterprises the highest numbers of enterprises are involved in F&B sector. It can be noted that transportation services, IT services, and other technical services feature prominently among the trades that MSMEs are most involved in.

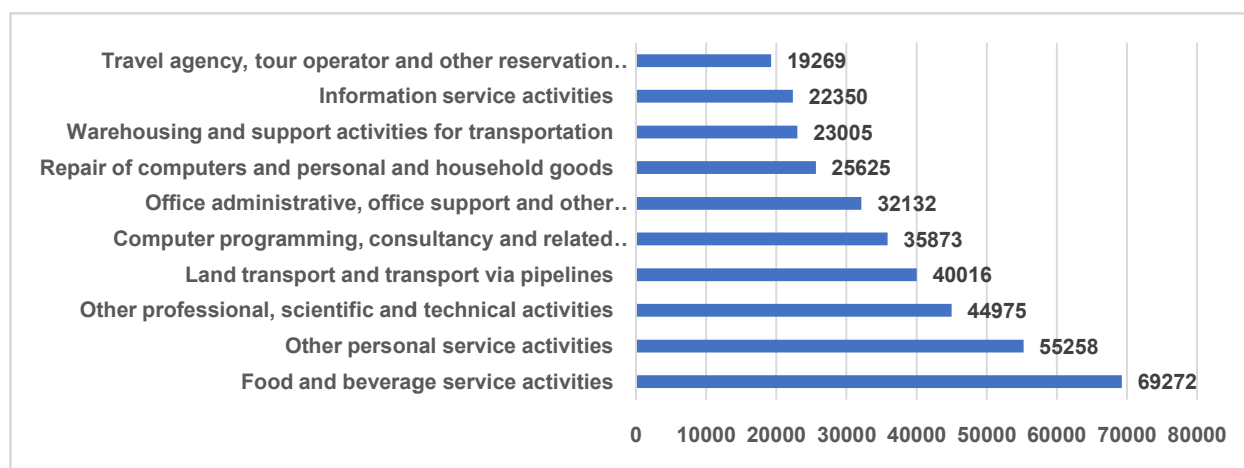


Figure 15 – NIC code wise distribution of Service Enterprises



## 12. Registered enterprises with PAN

The following graphs indicate the registrations of MSMEs that have registered with/without PAN. Registration without PAN is permitted upto 31.03.2021 as a transitional arrangement.

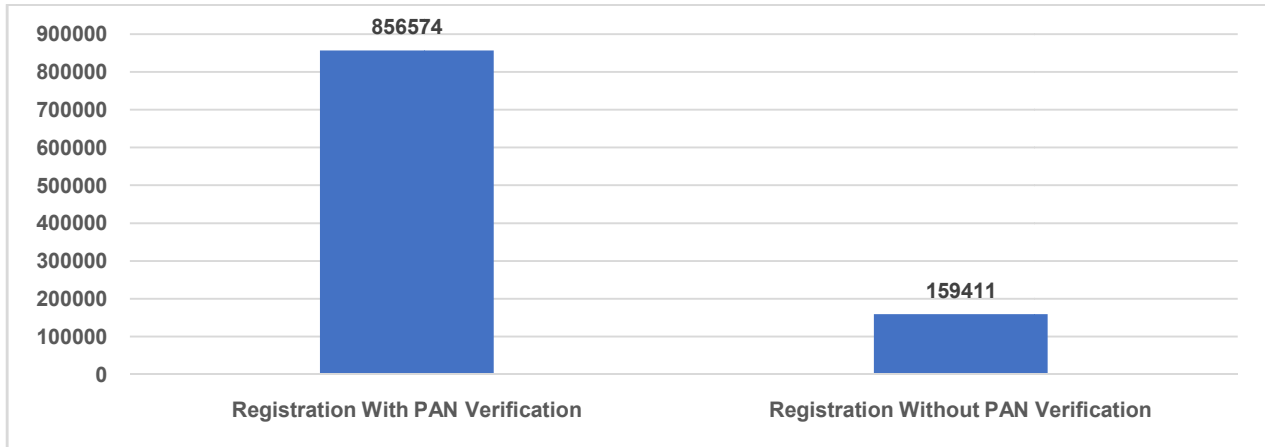


Figure 16 – MSMEs registered with/without PAN

## 13. Investment wise Trends for Micro Enterprises

The following graph depicts investment wise segregation of Micro enterprises.

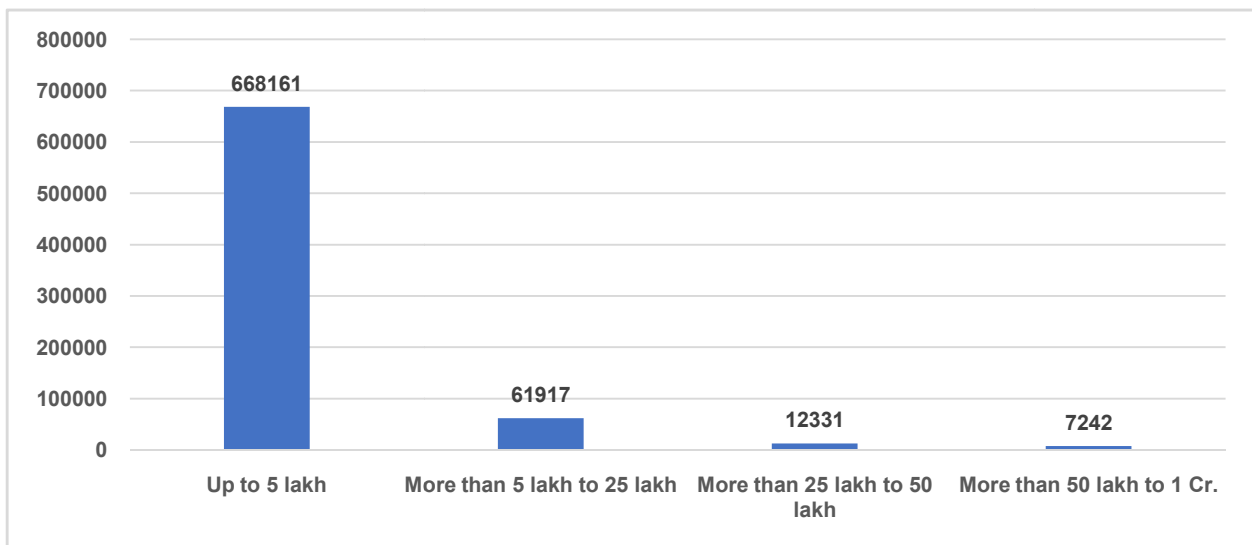


Figure 17– Investment wise trends for Micro Enterprises



## 14. Turnover wise Trends for Micro Enterprises

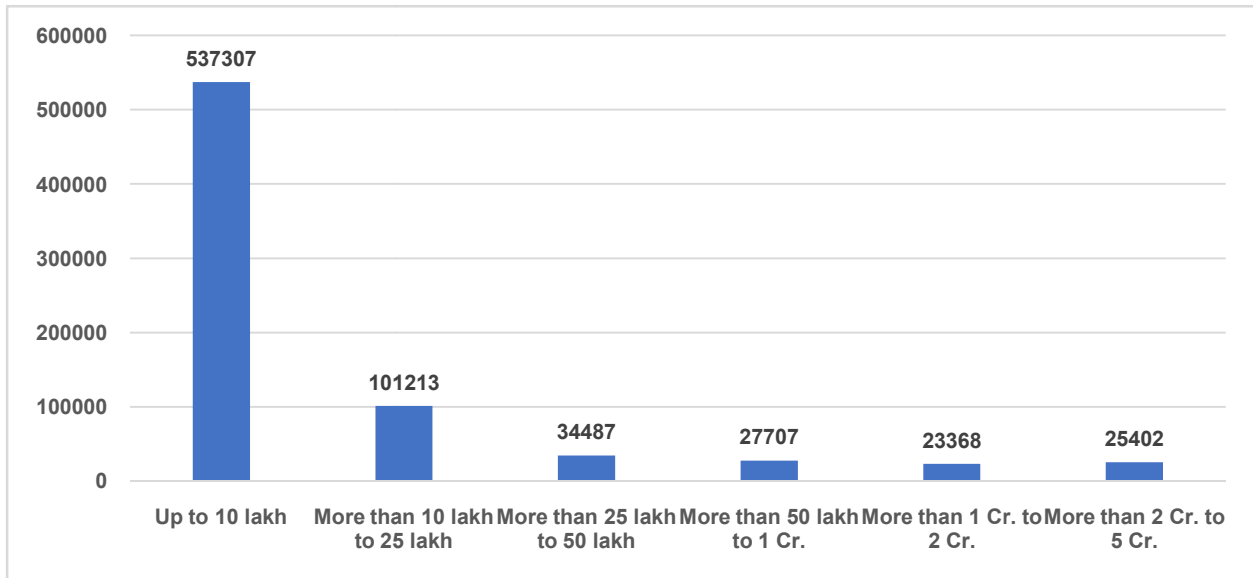


Figure 18 – Turnover wise trends for Micro Enterprises

The above graph depicts turnover wise segregation of Micro enterprises. According to data, more than 5,00,000 micro units have turnover up to Rs. 10 lakh, whereas more than 25,000 micro units have turnover between Rs. 2 Cr. to 5 Cr.

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