

Q. The Contribution of India's G.D.P by the manu-
facturing sector remains more or less stagnant
due to lack of entrepreneurial growth and
development in MSME sector. Examine (200 words)

The manufacturing sector has emerged as a vibrant and dynamic for the Indian Economy. It contributes significantly in socio-economic development of the country by generating employment opportunities as well as entrepreneurship.

India's MSMEs sectors contributes 31% of its GDP, 45% of exports and almost 124 million people employed in this sector. This sector also known as "engine of growth". But this sector has been facing challenges which are as follows: -

- * acute shortage of finance
- * Non-availability of modern sophisticated technology
- * skilled man power
- * over-regulation by government authorities
- * lone availability on high interest rate by private player i.e financier
- * onerous working paper work;
- * Collaterals short fall