



Uttar Pradesh Among Top Three States for MSMEs

Why in News?

According to a report by realty consulting firm CBRE South Asia and real estate developers association CREDAI, **Uttar Pradesh** has emerged **among the top three states** as a **significant contributor to the [Micro, Small & Medium Enterprises \(MSME\) sector](#)**, with a **9% share in total registered MSMEs** in the country.

- Sector-wise, the report highlighted that the **construction sector, contributing approximately 8% to the GDP**, is a strategic opportunity for Indian MSMEs.

Key Points

- According to the official data from the **Ministry of Micro, Small and Medium Enterprises, 2.21 crore MSMEs are registered** (excluding registrations via the [Udyam Assist Portal](#)) under the ministry.
 - Several cities in Uttar Pradesh have emerged as **MSME clusters**, with **Agra, Kanpur, Varanasi, Lucknow, Meerut and Ghaziabad** leading in enrolling for the Udyam scheme.
- Out of which **38.09 lakh with a 17.2% share were from Maharashtra** followed by **22.32 lakh with a 10% share from Tamil Nadu** and **20.95 lakh with a 9.4% share from Uttar Pradesh**.
 - **Rajasthan with 16 lakh and Gujarat with 15.96 lakh MSMEs** were the other top destinations for registered units in the country.
- Collaborative efforts between the government, industry stakeholders, and financial institutions **can help create a robust support system, ensuring that the MSMEs receive the necessary resources** and guidance to navigate the evolving economic landscape.

Udyam Portal

- It is an online system for **registering MSMEs, launched by the Union MSME ministry on 1st July, 2020**.
- It is **linked to the databases of the [Central Board of Direct Taxes \(CBDT\)](#) and [Goods and Services Tax Network \(GSTN\)](#)**.
 - **GSTN is a unique and intricate IT enterprise** that establishes a channel of communication and interaction between taxpayers, the central and various state governments, and other stakeholders.
- It is **fully online**, does not require any documentation, and is a step towards [Ease of Doing Business for MSMEs](#).