

GS-II Government policies and Interventions for development in various sectors and issues arising out of Their Design and Implementation.

- 1. We must enable small businesses to grow since these hold the greatest potential for job creation. Explain the statement with the role of MSMEs in Job Creation?**

Why this Question?

- There was cheerful news from India's factories sector in the recently released Annual Survey of Industries for 2017-18. Job creation in the sector has been steady, if not spectacular.
- The number of workers employed grew 4.8% in 2017-18.

Key Demands of Question:

- Explain the India's traditional Industrial policy and explain whether it boosts employment generation?
- Explain the role of MSMEs in job creation backed by the facts and figures.
- Explain the government support needed to unleash the potential of Small Industries.

Directive word:

Explain:

- Here the student should clearly express why something happens, or why something is the way it is. He needs to look at a subject in depth taking note of the detail and if appropriate, consider the implications, and should explain them in Good Simple Language.

Structure of Answer:

Introduction:

- Mention some statistics about the MSME sector in India and its Potential in Employment Generation.

Body:

- Explain India's traditional industrial policy and explain why it is not able to create meaningful jobs.
- Mention of the prevalence of unorganized sector in India.
- Explain in detail about the role of MSMEs in creating potential jobs.
- Briefly discuss the various challenges faced by the MSMEs.
- Discuss the need for policy support for the MSMEs.
- Mention the various initiatives taken by the government like Make in India, Start-up India, Stand-up India, and Skill India to boost entrepreneurship.

Conclusion:

- Conclude with way forward measures and the importance of the small business in employment generation.

