**Abstract**

The micro, small and medium enterprises(MSME) is a highly vibrant and

dynamic sector of the Indian economy. It contributes in the economic and social

development of the country. MSME’s are fostering entrepreneurship and generating largest

employment opportunities with comparatively lower capital cost next to agriculture. This

sector also has a great influence in production and export of our country. There has been a

phenomenal growth of MSMEs in Tamil Nadu. MSMEs produce a wide variety of products

in almost all the sectors. The Prominent amongst them are textile, garments, engineering

products, auto ancillaries, leather products, plastics etc. It is observed that the performance

of MSME in Tamil Nadu is good in terms of registered units, investment and employment.