

**Circular**

Sub: Industries-MSMED Act 2006 - Suggestions and Clarifications – Regarding.

Ref: - 1. Decision in the Plan Review Meeting held on 15/12/2006.

2. Letter No. RM/4836/06 dated 15/11/2006 of GM, DIC, Malappuram.

3. Letter No. 5 (2) 2005-SSI Bd. & Po.(Pt) dated 04/12/2006 of Sri. N. K. Sinha,  
Deputy Director, Office of the Development Commissioner (SSI)

The General Manager, District Industries Centres vide reference 2<sup>nd</sup> to cited sought clarification on certain issues for the smooth implementation of MSMED Act 2006. The need for issue the clarification was stressed by General Managers in the Plan Review Conference held on 15/12/2006. In the meantime government of India also issued certain clarification vide reference 3<sup>rd</sup> cited. So it is felt necessary to issue the following suggestions/ clarifications for the implementation MSMED Act 2006 in addition to the points covered in the letter referred as 3<sup>rd</sup>, copy of which also is enclosed. Clarification on some of other issues is under active consideration of Govt. of India.

1. Please bear in mind that the registration system has been discontinued. The present system is to accept the memorandum and acknowledge receipt of the memorandum.

2. The memorandum in bundles of 100 each to be binded and filed by marking it as Vol. I, Vol. II etc. A register shall also to be opened to note the details for easy access, The register shall essentially contain EM No. and date, name and address, activity, category, (Micro, Small, Medium)/ Industry/Service/others, Total connected load, No. of staff, Employment generated. Investment, annual turn over, profile of the entrepreneur, Incentive received and other details.

Provisions may also to be made in the register for noting future developments (Expansions, modernization, diversification and other addition) and also for noting the incentives received.

3. As the number of medium registrations is expected to be limited. It is directed to continue the SI No. whether it Micro, Small or Medium Enterprises. However, a separate register also to be maintain for Medium Enterprises in addition to normal register for easy access of data on medium enterprises.

4. In the case of inclusion of additional products, machinery, power etc. by existing units they can file part II of the memorandum with the latest details and a fresh EM No. can be allotted. (The existing units can surrender the earlier permanent registration. If any of the units intends of make the any change in the provisional registration they can file part I of the memorandum fresh with latest details.

5. The Government of India direction is to accept the Memoranda through district Industries Centres. So the provision for allotting EM No. , according to Government of India confine to State Code and District Codes only. In our case acceptance at Taluk levels also is involved. We need to find a solution to allot Number in Taluks. It is suggested that the General Manager, District Industries Centre shall allot a bulk number (say from 1 to 50, or 100 to 200 etc.) to each Taluk for allotting EM No. like the system adopted in Motor Vehicles Department. However this allotment Number to be monitored in every meeting and realloot numbers if necessary. The allotment of number system to be regularized during February – March to ensure that the continuity of the number does not broken by the March end.

Sd/-  
DIRECTOR OF INDUSTRIES & COMMERCE