



MSME REGISTRATION BENEFITS & PROCESS

- UDYAM REGISTRATION PORTAL

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MSMED ACT, 2006

Micro, Small and Medium Enterprises Development (MSMED) Act, 2006

01

Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 - came into force on 2nd October, 2006

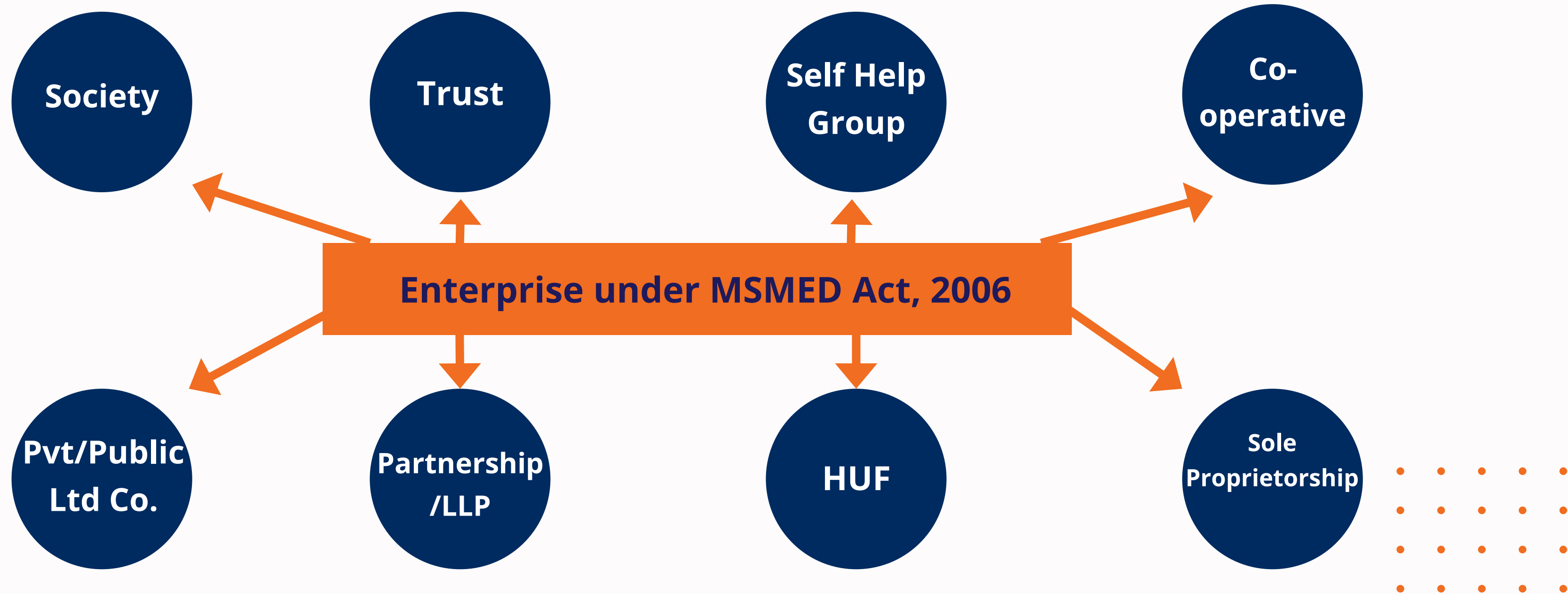
The Act was notified to address policy issues affecting **MSMEs** as well as the coverage and investment ceiling of the sector.

02

03

It provides the first-ever legal framework for recognition of the concept of "Enterprise" which comprises both manufacturing and service entities.

- MSME is an enterprise based on certain thresholds of investment and turnover
- An Enterprise is an industrial undertaking / business concern / any other establishment engaged in manufacturing of goods or rendering of services.



Manufacturing Enterprises and Enterprises rendering Services

Micro Enterprises

*Investment in P&M or Equipment:
< 1 Crore
+
Annual Turnover
< 5 Crore*

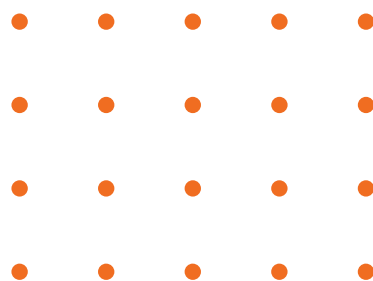
Small Enterprises

*Investment in P&M or Equipment:
> 1 Crore but
≤10 Crore
+
Annual Turnover: < 5 Crore
but ≤ 50 Crore*

Medium Enterprises

*Investment in P&M or Equipment:
> 10 Crore but
< 50 Crore
+
Annual Turnover: < 50 Crore
but < 250 Crore*

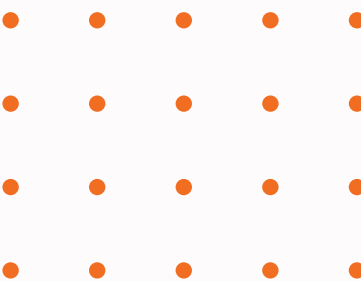
- **Investment = Cost of Plant & Machinery & Equipment less land and building , furniture and fittings, etc. not directly related to the business**
- **Turnover = Revenue from sale of goods & services**
- **Exports – excluded from turnover**



BENEFITS OF MSME REGISTRATION



- 1 Permanent Registration & basic identification number for an enterprise
- 2 Paperless & based on self declaration
- 3 No renewal required
- 4 Any number of activities can be added in one registration
- 5 Availing benefits of Schemes of Ministry of MSMEs
- 6 Reduced rate of interest on loans from Banks
- 7 Registration process is totally free
- 8 Subsidy on patent/trademark registration



INFORMATION REQUIRED FOR APPLICATION

- **Name & aadhaar of the Entrepreneur**
- **Type of the Organisation**
- **PAN, Mobile, Email id, DOI, DOC & address of the entity**

- **Major activity of the unit - Manufacturing/ Services**
- **Major activity under service - Trading/non-trading**

- **Bank details - Name, IFSC & A/c No.**
- **No. of employees**
- **NIC Code**

UPDATION OF INFORMATION ON UDYAM REGISTRATION PORTAL

- **Enterprises should update information like of the ITR & GST Return for the previous FY, on self-declaration basis.**
- **Enterprises will be classified based on the information provided by the enterprises.**

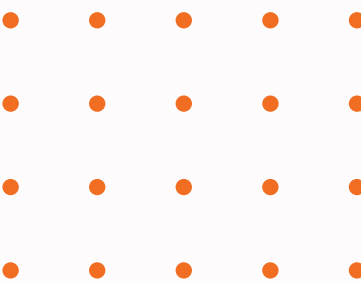
CONTRAVENTION

In case of any intentional misrepresentations or suppression of facts in self-declarations, under section 27 of MSMED Act, 2006, a fine of up to Rs. 1,000 shall be levied for the 1st default and for subsequent default a fine of not less than Rs. 1,000 but not exceeding Rs. 10,000 may be levied



CANCELLATION OF MSME REGISTRATION

- **Enterprises may choose to cancel MSME registration due to closure, change in business structure, or if they no longer meet the eligibility criteria.**
- **No fee for cancelling MSME Registration.**
- **Cancellation process can be completed online through the official Udyam Registration portal.**
- **Upon cancellation, enterprises may lose certain benefits associated with MSME registration, such as financial incentives and priority in government schemes.**
- **Enterprises can reapply for MSME registration if they meet the eligibility criteria in the future.**



Availing other registrations through Udyam Portal

01

GeM – Govt E marketplace

02

TReDS Registration

03

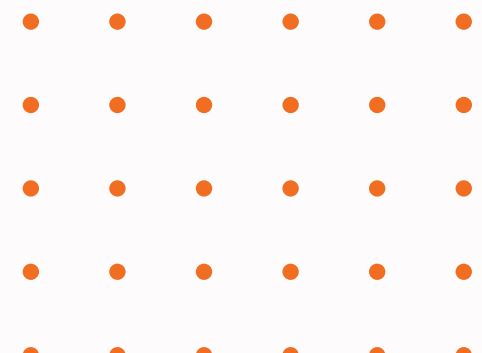
National Career Service (NCS)

04

National Small Industries Corporation (NSIC)

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Free .in domain & business email id



THANK YOU

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