



ABSTRACT

Micro, Small and Medium Enterprises - MSMI Policy, 2008 - Announcement made by the Hon'ble Chief Minister - Release of Capital Subsidy directly to the bank account of the self financed enterprises in single instalment - Order issued.

MICRO, SMALL AND MEDIUM ENTERPRISES [D(2)] DEPARTMENT

G.O.(Ms) No.34

Dated: 01.06.2021

திருவள்ளூர் ஆண்டு 2052

பிலவ வருடம், வைகாசி -18

Read:

1. G.O.(Ms.).No.14 Micro, Small and Medium Enterprises (B) Department dated 07-05-2008.
2. G.O.(Ms).No.18 Micro, Small and Medium Enterprises (D2) Department dated 16-04-2013.
3. G.O.(Ms).Nos. 371 and 391, Revenue and Disaster Management (DM-IV) Department, dated 08.05.2021 and 29.05.2021
4. Press Release No.036, dated 11.05.2021 published by the Director, DIPR, Secretariat, Chennai-9.
5. From the Industries Commissioner and Director of Industries and Commerce, letter.Rc.No.15108/LC-3/2021, dated 12.05.2021.

ORDER:

In the Government Order first read above, Government have issued orders introducing various incentives and concessions viz. capital subsidy to eligible micro, small and medium manufacturing enterprises in the State, based on the Micro, Small and Medium Industries Policy 2008. Capital subsidy is given to the following enterprises:-

- (i) Micro manufacturing enterprises established anywhere in the State.

- (ii) Micro, small and medium manufacturing enterprises established in industrially backward areas and agro based enterprises set up in 385 blocks in the State.
- (iii) Thrust sector enterprises set up anywhere in the State.

2. In the Government Order second read above, Government have delegated powers to the Industries Commissioner and Director of Industries and Commerce to draw and disburse the funds within the budgetary provision in respect of Capital Subsidy, by following Quarterly Control Appropriation.

3. In the Government Orders third read above, complete lockdown is being enforced throughout the State with effect from 4.00 A.M. of 10.05.2021 to 4.00 A.M. of 07.06.2021 due to unavoidable circumstances in order to control the spread of COVID-19.

4. Considering the importance of MSMEs which provide large number of employment, next to agriculture, the Hon'ble Chief Minister has announced various relief to the MSMEs, in order to support and provide with financial and non-financial packages that may give some relief to them, due to complete lockdown. The Hon'ble Chief Minister has made the following Announcement (No.13) among others on 11.05.2021:-

“தொழில்துறை மூலம் வழங்கப்படும் மூலதனமானியம் (Capital Subsidy) மூன்று தவணைகளாக வழங்குவதற்குப் பதிலாக, மாநில தொழில் வளர்ச்சியைக் கருத்தில்கொண்டு, ஒரே தவணையாக, தொழில் வளத்தை கருதி வழங்க முடிவு செய்யப்படுகிறது”.

5. In view of the above, in line with the Hon'ble Chief Minister's Announcement, the Industries Commissioner and Director of Industries and Commerce has sent a proposal requesting the Government to issue necessary orders replacing the para 5.8 in Annexure-II of G.O.(Ms.).No.14, Micro, Small and Medium Enterprises (B) Department, dated 07-05-2008 with the following para:-

5.8. Release of subsidy

All subsidies (except LTPT subsidy, Subsidy on VAT, & reimbursement of Stamp duty) to TIIC/Bank assisted enterprises would be released only through the TIIC/Bank, which extend Term Loan to the enterprise. In respect of self financed enterprises, the subsidy will be directly disbursed to the bank account of the enterprises as single instalment.

6. The Government after careful examination decided to accept the above proposal and accordingly issue the following Amendment to G.O. (Ms.) No.14, Micro, Small and Medium Enterprises (B) Department dated 07-05-2008:-

Amendment

For para 5.8 in Annexure-II of G.O. (Ms.) No.14, Micro, Small and Medium Enterprises (B) Department dated 07-05-2008, the following para shall be substituted:-

5.8. Release of subsidy

All subsidies (except LTPT subsidy, Subsidy on VAT, & reimbursement of Stamp duty) to TIIC/Bank assisted enterprises would be released only through the TIIC/Bank, which extend Term Loan to the enterprise. In respect of self financed enterprises, the subsidy will be directly disbursed to the bank account of the enterprises as single instalment, with the following conditions:-

- i) this concession is subject to the condition that only those Units which will commence production upto 31.12.2021 shall be eligible.**
- ii) Subsidy will be disbursed directly to the Bank Account of the enterprises in a single instalment, on commencement of commercial production as certified by the District Industries Centre.**

7. This order issues with the concurrence of Finance Department vide No.22/Additional Chief Secretary (Finance)/2021, dated 19.05.2021.

(BY ORDER OF THE GOVERNOR)

**V.ARUN ROY
SECRETARY TO GOVERNMENT**

To
The Industries Commissioner and
Director of Industries and Commerce,
SIDCO Corporate Office Building,
Thiru Vi.ka. Industrial Estate, Guindy, Chennai-32.

The Additional Chief Secretary to Government,
Finance Department, Secretariat, Chennai-9.

Copy to:

The Office of the Hon'ble Chief Minister, Chennai-9.

The Special Personnel Assistant to Hon'ble Minister (Rural Industries),
Secretariat, Chennai-9

The Senior Private Secretary to Secretary to Government,
Micro, Small and Medium Enterprises Department,
Secretariat, Chennai-9.

The Personnel Assistant to Deputy Secretary to Government,
Micro, Small and Medium Enterprises Department,
Secretariat, Chennai-9.

The Finance (Industries) Department, Secretariat, Chennai-9.

The Micro, Small and Medium Enterprises (B/OP) Department,
Secretariat, Chennai-9.

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// FORWARDED BY ORDER //

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SECTION OFFICER

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