



## MICRO, SMALL & MEDIUM ENTERPRISES DEPARTMENT GOVT. OF ODISHA

### HIGHLIGHTS OF MICRO, SMALL & MEDIUM ENTERPRISES DEVELOPMENT POLICY, 2016

#### FINANCIAL SUPPORT FRAMEWORK

##### 1. Capital Investment Subsidy

Sl. No.	Category of Enterprise	Quantum of Assistance
1.	New Micro & Small Enterprises	@ 25% of capital investment made in Plant & Machinery subject to an upper limit of Rs.1 crore only.
2.	New Micro & Small Enterprises owned by SC, ST, Differently abled, Women & Technical (Degree/Diploma) Entrepreneur.	@ 30% of capital investment made in Plant & Machinery subject to an upper limit of Rs.1.25 crore only.
3.	New Micro & Small Enterprises set up in industrially backward districts including KBK districts.	Additional Capital Investment Subsidy @ 5% of investment made in Plant & Machinery with an upper limit prescribed at Sl.1 & 2 above as applicable.
4.	New Micro & Small Enterprises engaged in recycling of E-waste, Hospital waste, Construction & demolition waste.	Additional Capital Investment Subsidy @ 5% of capital investment made in Plant & Machinery subject to an upper limit of Rs.10 lakh over and above the limits specified as above.

Note : For the enterprises set up by SC/ST/Differently Abled/Women/Technical Degree or Diploma holders, their stake in equity participation/shareholding shall be 51% or more individually or jointly.

##### 2. Seed Capital Assistance

The 1st generation Women, SC, ST, Differently abled entrepreneurs setting up new Micro / Small Enterprise in Industrially Backward Districts including KBK districts shall be entitled to a one time grant equivalent to 10% of Term Loan disbursed by the financing bank/institution subject to a maximum of Rs. 15 lakh.

### **3. Project Report subsidy**

New Micro enterprises shall be entitled to a one time grant up to Rs. 50,000/- or 2% of the project cost, whichever is lower for preparation of the detailed feasibility report / detailed project report, which will facilitate the entrepreneur to access finance from Banks / financial institutions. The said amount will be disbursed after sanction and disbursement of the first instalment of term loan by bank / Financial Institution to the Micro Enterprise.

### **4. Reimbursement of Audit Cost for Water Conservation**

To encourage water conservation, a onetime reimbursement of 50% of audit cost by approved agencies limiting to Rs.25,000/- shall be provided to new MSMEs undertaking water conservation measures.

### **5. Assistance for raising Capital through SME Exchange**

New Small & Medium Enterprises shall be entitled for one time grant @20% of expenditure incurred for raising of capital through SME Exchange subject to a maximum amount of Rs.10 lakh after successful raising of equity as per the scheme approved by SME Exchange.

### **6. Trade Mark Assistance**

New MSMEs shall be entitled for reimbursement of 50% of expenditure incurred in obtaining Trade Mark subject to maximum of Rs. 25,000/-

### **7. Reimbursement of Training Expenditure**

Government will reimburse 50% of the cost of skill up-gradation and training of local manpower limited to Rs.3000/- per person for a maximum of 10 persons in Micro and 20 persons in Small and Medium Enterprises. Thrust will be given on skill development of women to enhance their employability and for that purpose an additional training cost of Rs. 1000/- shall be reimbursed per woman. This support shall not be available to those employee trainees who are availing benefit under other skill development programmes of the Government. The skill up-gradation training of local man power shall be supported in consultation with Skill Development & Technical Education Department/Odisha Skill Development Authority.

### **8. Award to MSM Enterprises / Entrepreneurs**

In order to encourage competition and efficiency amongst MSM enterprises, annual State Awards shall be given to best MSM enterprises / entrepreneurs in recognition of their contribution in terms of achieving highest turnover, highest employment, adoption of environment friendly & innovative technology, registration of patent, etc. for each category of Micro, Small and Medium enterprise.