

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION No. 3161
TO BE ANSWERED ON 11.07.2019

STARTUP INDIA PROGRAMME FOR MSME SECTOR

† 3161. SHRI NIHAL CHAND:

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) whether the Government has taken initiative for providing the benefits of Startup India programme to the Micro, Small and Medium Enterprises (MSMEs);
- (b) if so, the details thereof;
- (c) whether the Government proposes to strengthen the mutual relations between the big and the small enterprises so that both the sectors give pace to the global economy; and
- (d) if so, the details thereof?

ANSWER

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI NITIN GADKARI)

(a)&(b): Government has launched the Startup India Initiative with the objective of building strong eco-system for nurturing innovation and startups in the country. The incentives available to Startups under Startup India initiative are given below:

- i) Self-Certification under 6 Labour Laws & 3 Environmental Laws.
- ii) Relaxation in Public Procurement Norms.
- iii) Faster exit under the Bankruptcy Code.
- iv) Rebates on Patent & Trademark filing fees, support from facilitators and to expedite examination of Patent application.
- v) Income Tax exemption.
- vi) Exemption from Income Tax on investments received above fair market value.
- vii) Funding support under the Fund of Funds for Startups.
- viii) Guidance and facilitation support from Startup India Hub.

(c)&(d): Government has notified Public Procurement Policy for Micro and Small Enterprises (MSEs) Order, 2012 under MSMED Act, 2006. The policy mandates 25% annual procurement from MSEs by Central Ministries /Departments/Public Sector Enterprises (CPSEs). Out of 25% target of annual procurement from MSEs, 4% is earmarked for procurement from MSEs owned by SC/ST entrepreneurs and 3% from MSEs owned by Women Entrepreneurs. In order to monitor effective implementation of this Policy, Ministry of MSME has launched a Portal, namely, MSME “SAMBANDH”
