# GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY DEPARTMENT OF INDUSTRIAL POLICY & PROMOTION

#### **LOK SABHA**

UNSTARRED QUESTION NO. 1157. TO BE ANSWERED ON MONDAY, THE 25<sup>TH</sup> JULY, 2016.

#### BENEFITS TO SMALL ENTERPRISES UNDER START-UP INDIA SCHEME

#### 1157. SHRI ARKA KESHARI DEO:

Will the Minister of **COMMERCE AND INDUSTRY** be pleased to state:

### वाणिज्य एवं उद्योग मंत्री

- (a) whether the Department of Industrial Policy & Promotion is in consultation with the Department of expenditure and MSME Ministry for finding out a solution for benefits announced in the start-up Action Plan which can be extended to medium industry as well;
- (b) if so, the details thereof along with the time period and turnover of these medium industries; and
- (c) the details of companies and entrepreneurs which have shown interest or have already launched the start-up in micro & small enterprises?

#### **ANSWER**

## वाणिज्य एवं उद्योग राज्यमंत्री (स्वतंत्र प्रभार)(श्रीमती निर्मला सीतारमण) THE MINISTER OF STATE (INDEPENDENT CHARGE) OF THE MINISTRY OF COMMERCE & INDUSTRY (SHRIMATI NIRMALA SITHARAMAN)

- (a) & (b):Yes, Madam. The Startup India Action Plan as announced on 16<sup>th</sup> January, 2016 envisages to exempt Startups (in the manufacturing sector) from the conditions of "prior experience and turnover" without any relaxation in quality standards or technical parameters. In this regard, the policy circular no. 1(2)(1)/2016-MA was released on 10<sup>th</sup> March, 2016 by the Ministry of Micro, Small & Medium Enterprises which provides for "In exercise of Para 16 of Public Procurement Policy for Micro and Small Enterprises Order 2012, it is clarified that all Central Ministries/Departments/ Central Public Sector Undertakings may relax condition of prior turnover and prior experience with respect to Micro and Small Enterprises in all public procurements subject to meeting of quality and technical specifications". Till date no decision has been made by the Government for extension of such benefit to Medium Enterprises.
- (c): The details of companies and entrepreneurs which have been recognized as Startups is provided at http://startupindia.gov.in/uploads/pdf/Entities\_recognised\_as\_startup.pdf.

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