## No.A-54/1/2014-CDN Government of India Ministry of Micro, Small and Medium Enterprises

Udyog Bhavan, New Delhi 110 107 Dated: 19<sup>th</sup> August, 2015

## OFFICE MEMORANDUM

Subject: Minutes of the meeting of Advisory Committee (MSMED Act 2006)

held under the chairmanship of Secretary(MSME) on 5.8.2015 in

Udyog Bhawan, New Delhi.

The undersigned is directed to circulate the minutes of the above meeting held on 5.8.2015 for information and necessary action at your end.

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(Sanjeev Kumar) Deputy Director Tel: 23063142

- 1. Shri A.K.Pujari, Secretary (MSME)
- Shri Amarendra Sinha, Special Secretary & Development Commissioner, O/o DC(MSME)
- 3. Shri S.N. Tripathi, Additional Secretary, Ministry of MSME
- 4. Shri B.H.Anil Kumar, Joint Secretary, Ministry of MSME
- 5. Shri Jagmohan Singh Raju, Principal Secretary, MSME, Government of Tamil Nadu
- 6. Shri Satish Kumar, Special Secretary, MSME, Government of Uttar Pradesh
- 7. Shri Giridhar G. Pal, Director, Department of Revenue
- 8. Shri M.V.Ahmed, Addl. Director of Industries & Commerce, Government of Assam
- 9. Shri Babu Khan, Senior Director, Confederation of Industry Chamber (CII)
- 10. Dr. Ajay Narang, National Secretary, Laghu Udyog Bharti, New Delhi
- 11. Shri Mani Maran, President, Madurai District Tiny and Small Scale Industries Association, Madurai
- 12. Joint Director(SME), Ministry of MSME

Minutes of the meeting of the Advisory Committee (MSMED Act 2006) held under the Chairmanship of Secretary (MSME) on 5.8.2015 at 5.00 pm in the Conference Room -49, Udyog Bhavan, New Delhi.

The fifth meeting of the Advisory Committee, set up under Section 7(2) of the MSMED Act, 2006, was held under the Chairmanship of Secretary (MSME) on 5.8.2015 at 5.00 pm in the Conference Room No. 49, Udyog Bhavan, New Delhi. The list of the participants is at **Annexure**. The following agenda was taken up for discussion in the meeting:

- i. Confirmation of Minutes of the last Advisory Committee Meeting held on 19.09.2008.- Confirmed
- ii. Action Taken Report The Committee took note of the action taken on the discussion taken in the last meeting of the Advisory Committee
- iii. Udyog Aadhaar for Ease of Registration
- 2. Secretary (MSME) welcomed the participants and asked Additional Secretary (SME) to initiate the discussions with a presentation on the agenda. AS (SME) briefed the Committee about the minutes of the last meeting of the Committee held on 19.9.2008 which was confirmed by the Committee. The Committee was informed of the action taken on the recommendations of the last Advisory Committee meeting which mainly pertained to on-line filing of EM and the recommendation of the National Commission on Enterprises in Unorganised Sector (NCEUS). No further action on the latter was required since the recommendations were not further considered by Government. The action taken report was accordingly noted by the Committee.
- 3. AS (SME) made a detailed presentation on the agenda item **Udyog Aadhaar.** He pointed out that entrepreneurs have been facing difficulties in filing EM-I & EM-II due to lengthy and cumbersome procedure, detailed proforma of EM (Part I & II) asking for details which do not serve any useful purpose, lack of proper ecosystem in the DIC setup at District level, etc. In line with PM's address 'Mank Ki Baat' and the recommendation of the Kamath Committee on Financial Architecture, the Ministry has

formulated a draft one-page 'Udyog Aadhaar Registration Form'. AS (SME) explained and elaborated the various features of draft Udyog Aadhaar Registration Form. He also informed that in the meeting of the National Board for MSMEs held on 10.7.2015, most of the members of the Board had supported the initiative of the Ministry to have a one-page Udyog Aadhaar registration form. It was also suggested for development of mobile app to facilitate the process of registration. He placed the draft one-page 'Udyog Aadhaar Registration Form' before the Committee member for providing comments /suggestions if any.

- 4. Shri Amarendra Sinha, Special Secretary & Development Commissioner, MSME, supported the viewpoints of AS (SME) and expressed that simplification of the registration is of paramount importance. He further said that our objective of the registration is to maintain information database, diagnostic test, analyze and predict futuristic trends. He suggested that integration of EM I & II with e-biz portal would enable the applicants to take advantage of a common platform to fill a common form for PAN, TAN, EPFO services etc. He suggested some additional information required in Aadhaar Validation Form regarding incorporation of separate optical Bar-code and maintenance of confidentiality of Bank Account Number and IFSC Code of the applicant.
- 5. All the participants supported the initiative of the Ministry for formulating one page 'Udyog Aadhaar Registration Form' as a part of ease of registration process with some minor modifications. They agreed to induct simplified one page 'Udyog Aadhaar Registration Form' by replacing EM I and EM II.
- 6. Shri M.V Ahmed, Addl. Director of Industries & Commerce, Government of Assam pointed out that majority of population in Assam has not been covered under Aadhaar. So, any alternative like EPIC or PAN may be considered in place of Aadhaar.
- 7. Dr. Ajay Narang, National Secretary, Laghu Udyog Bharti, New Delhi pointed out that legacy data of registration should be transferred or linked with one-page 'Udyog Aadhaar Registration Form'.

- 8. Shri Giridhar G. Pal, Director, Department of Revenue, also suggested that one column regarding ownership details (like individual, proprietorship, partnership) should be incorporated in the 'Udyog Aadhaar Validation Form'.
- 9. Shri Babu Khan, Senior Director, Confederation of Indian Industry (CII) also suggested to incorporate separate columns of NIC 2,4 and 5 Digit Code.
- 10. Shri Mani Maran, President, Madurai District Tiny and Small Scale Industries Association, Madurai sought clarification as to whether there would be provision for addition of new units in the proposed Form. It was clarified that new units can be added and there is provision for editing/updating in the proposed Form.
- 11. After detailed deliberations as above, the Committee agreed to recommend the proposed simplified one page 'Udyog Aadhaar' Form with some minor modifications as follows:
  - i. It was mentioned to incorporate one column regarding type of organization (like individual, proprietorship, partnership etc) and one column for type of enterprise.
  - ii. It was decided to incorporate previous EM1 /EM2/SSI Number in the Form and details of Social Category.
- 12. The Committee recommended that with the above modifications in the Form, the Ministry may also engage various stakeholders like, Industry Associations, State Governments, Central Ministries/Departments concerned, etc. to seek comments /suggestions on the proposed 'Udyog Aadhaar Registration Form' within a fortnight and finalized.
- 13. The meeting is ended with a Vote of Thanks to the Chair

## Annexure

- i. Shri A.K Pujari, Secretary (MSME) ----- Chair
- ii. Shri Amarendra Sinha , Special Secretary & Development Commissioner, Office of DC (MSME)
- iii. Shri S.N Tripathi, Additional Secretary, Ministry of MSME
- iv. Shri B.H Anil Kumar, Joint Secretary, Ministry of MSME
- v. Shri Jagmohan Singh Raju, Principal Secretary, MSME, Government of Tamil Nadu
- vi. Shri Satish Kumar, Special Secretary, MSME, Government of Uttar Pradesh
- vii. Shri Giridhar G. Pal, Director, Department of Revenue
- viii. Shri M.V Ahmed, Addl. Director of Industries & Commerce, Government of Assam.
- ix. Shri Babu Khan, Senior Director, Confederation of industry Chamber (CII)
- x. Dr. Ajay Narang, National Secretary, Laghu Udyog Bharti, New Delhi
- xi. Shri Mani Maran, President, Madurai District Tiny and Small Scale Industries Association, Madurai.
- xii. Shri Arun Kumar Chaube, Deputy Secretary, Ministry of MSME
- xiii. Shri Sanjeev Kumar, Deputy Director, Ministry of MSME