

RAJASTHAN FINANCIAL CORPORATION
(Credit Appraisal Section-1)

Udyog Bhawan
Tilak Marg
Jaipur-302005

Ref. RFC/LA-13(2)/194

Dated: 05.09.2017

CIRCULAR
(CAS No. 22...)

**Reg: Documents to be relied upon for ascertaining the investment
in plant & machinery for MSME classification**

The SIDBI vide its Circular dated 08.08.2017 (copy enclosed as Annexure 'A') has circulated the instructions/guidelines issued by the RBI vide its letter/circular dated 13.07.2017 (copy enclosed as Annexure 'B') regarding documents to be relied upon for ascertaining the investment in plant & machinery for MSME classification.

All concerned are advised to take a note of it and act accordingly.


(Anoop Khinchi)
Managing Director

Encl: as above

Copy to:-

1. All BOs/SOs/FC
2. Standard Circulation at HO
3. Manager(Management Services) for hoisting on Website

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An
6/9

MDMS 2
14/8/17
248

भारतीय लघु उद्योग विकास बैंक
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA

Annexure 279
17/8/17 1049

संदर्भ सं: L00157843 / एसएफसी/नीतियाँ
Ref. No. L00157843/SFCs/Policies

अगस्त 08, 2017
August 08, 2017.

CMDs / MDs of all SFCs.

परिपत्र एफआई संख्या.01 / 2017-18
Circular FI No.01/2017-18

महोदया / प्रिय महोदय
Madam / Dear Sir,

DCM (SFCs)
for necessary action
17/8/17

एमएसएमई वर्गीकरण के लिए संयंत्र और मशीनरी में निवेश को
सुनिश्चित करने हेतु विश्वसनीय दस्तावेज़
Documents to be relied upon for ascertaining
the investment in plant & machinery for MSME classification

P. discuss
ARK
17/8/17

भारतीय रिज़र्व बैंक ने अपने परिपत्र संदर्भ सं. आरबीआई/2017-18/21
एफआईडीडी.एमएसएमआई & एनएफएस.बीसी.स.10/06.02.31/2017-18 दिनांक जुलाई 13, 2017 में
एमएसएमई वर्गीकरण के लिए संयंत्र और मशीनरी में निवेश को सुनिश्चित करने हेतु विश्वसनीय
दस्तावेजों के संबंध में अनुदेश जारी किया है। उक्त पत्र की प्रति इसके साथ सुलभ संदर्भ हेतु संलग्न है।
यह पत्र आरबीआई के वेबसाइट पर भी उपलब्ध है।

P. discuss
ARK
17/8/17

Reserve Bank of India vide its Circular with Ref. No. RBI/2017-18/21
FIDD.MSME & NFS.BC.No.10/06.02.31/2017-18 dated July 13, 2017 has issued
instructions on documents to be relied upon for ascertaining the investment in plant
& machinery for MSME classification. A copy of the letter is enclosed herewith for
ready reference. The same is also available at the website of RBI.

अतः, आपसे अनुरोध है कि इस संबंध में आरबीआई द्वारा जारी अनुदेशों/दिशानिर्देशों का कड़ाई से
अनुसरण/कार्यान्वयन/पालन करें। संबंधित दिशानिर्देश निदेशक मंडल की अगली बैठक में सूचना एवं आवश्यक
कार्रवाई के लिए प्रस्तुत किए जाएँ।

You are, therefore, requested to strictly follow / implement / adhere to the
instructions/ guidelines issued by RBI in this regard. The guidelines in the matter may
be placed at the next meeting of the Board of Directors for information and necessary
action.

भवदीया / Yours faithfully,

[एस.एस. बक्शी/ S.S Bakshee]
महाप्रबंधक / General Manager

संलग्नक - यथोक्त
Encl: As above

बैंक हिन्दी में पत्राचार का स्वागत करता है।



भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA
www.rbi.org.in

RBI/2017-18/21

FIDD.MSME & NFS.BC.No.10/06.02.31/2017-18

July 13, 2017

All Scheduled Commercial Banks
(Excluding Regional Rural Banks)

Dear Sir / Madam,

Investment in plant and machinery for the purpose of classification as Micro, Small and Medium Enterprises – documents to be relied upon

Please refer to our Master Direction FIDD.MSME&NFS.3/06.02.31/2016-17 dated July 21, 2016 on 'Lending to Micro, Small & Medium Enterprises (MSME) Sector' together with notification No. S.O. 1722(E) dated October 5, 2006 issued by Ministry of MSME, GoI, New Delhi. In terms of para 2 of the said notification, while calculating the investment in plant and machinery, the original price thereof, shall be taken into account, irrespective of whether the plant and machinery are new or second hand.

2. In this regard, Ministry of MSME, GoI, vide their Office Memorandum (OM) F. No. 12(4)/2017-SME dated March 8, 2017, have clarified that for ascertaining the investment in plant and machinery for classification of an enterprises as Micro, Small and Medium, the following documents could be relied upon:

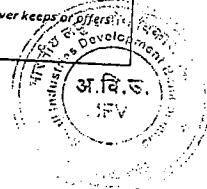
- (i) A copy of the invoice of the purchase of plant and machinery; or
- (ii) Gross block for investment in plant and machinery as shown in the audited accounts; or
- (iii) A certificate issued by a Chartered Accountant regarding purchase price of plant and machinery.

वित्तीय समावेशन और विकास विभाग, केंद्रीय कार्यालय, 10वीं मंजिल, केंद्रीय कार्यालय भवन, पो. बा.सं. 10014, मुंबई 400 001
टेलीफोन / Tel No: 91-22-22661000 फ़ैक्स/Fax No: 91-22-22621011/22610948/22610943 ई-मेल/ Email ID: cgmincfidd@rbi.org.in
Financial Inclusion & Development Department, Central Office, 10th Floor, C.O. Building, Post Box No.10014, Mumbai
400 001

हिंदी आसान है, इसका प्रयोग बढ़ाइये

*चेतावनी - : रिज़र्व बैंक द्वारा मेल, आक, एसएमएस या फोन कॉल के जरिए किसी की भी व्यक्तिगत जानकारी जैसे बैंक के खाते का न्यॉम, पासवर्ड आदि नहीं मांगी जाती है। यह धन रखने या देने का प्रस्ताव भी नहीं करता है। ऐसे प्रस्तावों का किसी भी तरीके से जवाब मत दीजिए।

Caution: RBI never sends mails, SMSs or makes calls asking for personal information like bank account details, passwords, etc. It never keeps or offers its funds to anyone. Please do not respond in any manner to such offers.



105)



3. Further, the Ministry has clarified that for the investment in plant and machinery for the purpose of classification of an enterprise as Micro, Small or Medium, the purchase value of the plant and machinery is to be reckoned and not the book value (purchase value minus depreciation).

4. In terms of OM F. No. 12(4) / 2017 – SME dated May 31, 2017, issued by the Ministry, the effective date for the above provision would be from the date MSMED Act, 2006 came into force and not prospectively. Further, the above provisions would be applicable to section 7 (1) (a) and section 7 (1) (b) of the MSMED Act, 2006 i.e. enterprises engaged in manufacturing of goods and rendering of services as well.

Yours faithfully

(Uma Shankar)
Chief General Manager-In- Charge

