



Stimulus Package MSME

(13.05.2020)

Definition of MSME changed

- Investment Limit which defines a SME is changed
- Turnover criteria is also introduced
- Difference between manufacturing and service SME is removed
- Micro Units- Investment limit increased to 1Cr & turnover upto 5Cr
- For Small Enterprise the limit increased to 10 Cr & turnover 50Cr
- For Medium Enterprise the limit increased to 20 Cr & turnover 100Cr

Rs. 3 Lacs Crs Collateral Free top-up loan

- MSME having limits upto 25cr and t/o upto 100cr will be covered
- Upto 20% of outstanding loan (as on 29.02.2020)
- This loan will be for 4 yrs with a Moratorium of 12 Months
- Can be availed upto 31st Oct, 2020

20,000Cr Subordinate Debt for stressed MSME under CGTMSE

- Money given to promoters as loan to be used for Equity infusion in business.
- Max. loan of Rs.75 Lacs per unit

Fund of Fund for Equity support of Rs 50,000cr to standard MSME Units

- Will help viable SME units to expand their capacities

30,000 Cr Special Liquidity window for NBFC, MFI & HFC .

- Govt will buy debt papers of these institutions even if investment grade.

45,000 Cr Liquidity to NBFC under partial Guarantee Scheme

- First 20% Loss will be born by Govt of India.
- Even unrated papers can get money under this scheme.

Tenders upto 200 Cr for Govt procurement will not be Global Tenders

Central Govt outstanding payable to MSME to be cleared within 45 Days

EPF Payment now Extended for 3 Months.

- Earlier paid by Govt for Mar, April and May
- 12%+12% will be paid by Govt of India.

EPF Contribution reduced from 12% to 10 %.

Tax Related Step-

- **Non Salaried TDS and TCS rates will be reduced by 25% (from existing Level rates)**
 - This will be effective from 14th May and till 31-03-2021.
- **All Pending Refunds will be issued immediately to all upto 5 Lakhs.**
- **For AY 2020-21 the ITR filing Dates extended to 30th Nov 2020, And Tax Audit Date extended to 31st October 2020.**



THANK YOU

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