GOVERNMENT OF TELANGANA

ABSTRACT

Micro Small and Medium Enterprises - For growth and promotion of Micro and Small Industries, the Government of India has initiated various schemes and programs. The National Small Industries Corporation Limited (NSIC) plays a key role in promoting these industries. This document outlines the steps taken by the Government of India in collaboration with the NSIC to support the growth of MSMEs.

G.O.Rt.No.59

Dated: 15.02.2016

1. From the Senior Branch Manager, National Small Industries Corporation Limited, Hyderabad, dt.13.5.2015
2. From the Deputy General Manager, National Small Industries Corporation Limited, Hyderabad, dt.21.2.2015
3. From the Commissioner of Industries, Hyderabad, Single File
dt.CO/NSIC/2015, dt.:7 -2015

ORDER:

In the reference 1st read above, the Senior Branch Manager, National Small Industries Corporation Limited (NSIC), Hyderabad has stated that the National Small Industries Corporation Limited (A Government of India Enterprise) established in the Country through its various Finance and Commercial activities, having an annual Turnover of around Rs.19,500 crore (approx.) for financial year 2016-17. Section 3-11, dt.16.6.2005 (The Micro Small and Medium Enterprises Development Act 2005) states the National Small Industries Corporation Limited is an approved "Supplier". Also as per Gazette of India published vide No. Part-III Section 3-11, dt.23.3.2012 Order S.O.813(I) the Central Government Ministries, Departments and Public Sector Undertakings shall procure minimum of 20% of their Procurement of goods or services from Micro Small Enterprises (MSE) registered with the National Small Industries Corporation Limited.

2. He has also stated that in exercise of the powers conferred in sec. 11 of the MSME Act, it is mandatory for procurement from MSEs. Every Central Ministry or Department or Public Sector Undertaking shall procure from MSEs from the financial year 2012-13 onwards, with the objective of achieving an overall procurement of 20% of total annual purchase of products produced and services rendered by MSE. Annual goal of procurement should include sub-contracts of MSE and consortia of MSEs. In this endeavor, NSIC has been fulfilling the MSEs' technical and marketing needs.

3. NSIC is registered with various Central and State Governments and has an approved supplier to the Government Departments vide No.P-III-8(6)/93, dt.21.5.1997 and also as per the MSME Act 2006 where NSIC has been treated as approved supplier to the Government Departments. NSIC has been supplying various products to the Central and State Government Departments. NSIC is supplying products manufactured by NSIC and facilitating the MSEs in marketing products to the State/Central Government Departments in view of the NSIC's role in the supply and execution of various projects/services through the approved Micro Small Enterprises. NSIC assures that these products are of good quality and are compliant with all regulations and requirements. He has also requested to consider the requests made to NSIC as an approved supplier. The Government of Telangana on behalf of Micro and Small Enterprises has issued this order to ensure growth and development of Micro and Small Scale Industries.
3) In the reference 2nd read above, the Deputy General Manager, National Small Industries Corporation Limited, while quoting, the above has stated that with reference to Circular No.PP.11 (B)/03 dt. 21.1.2007 National Small Industries Corporation Limited, with reference to aforementioned Circular wherein National Small Industries Corporation Limited has been granted special status with regards to Small Scale Industries and requested the Government to issue necessary orders to all the intending Departments on behalf of Government of Telangana stating:

"NSIC is a Nodal Agency and supplier to Government Departments and is involved in the growth and promotion of MSIs in the State of Telangana. The intending Departments can also procure from NSIC who in turn supply the goods and services on behalf of units located in the State of Telangana."

4) In the reference 3rd read above, Commissioner of Industries has stated that the Government in order to encourage the establishment and growth of local MSIs/SSI units, have been issuing orders and instructions from time to time, to facilitate purchase preference for products manufactured by ASE units, through price preference and MSIs/SSI units (G.O.Ms.No.1020, Industries & Commerce (SSI) Dept. dt.30.11.1976). The Commissioner of Industries has also informed that as per G.O.No.427, Ind & Com. Dept., dt.5.9.1983, the Government has provided price preference upto 10% to Pradesh Parshad/Cooperative the price preference to cottage and small scale industries is 10%.

5) Government after careful examination of the matter has decided to include the National Small Industries Corporation Limited, an Government of India enterprise, into the list of suppliers for supply of the products manufactured by the local MSIs/SSI units on behalf of local MSIs/SSI units. The Government has also decided to include National Small Industries Corporation Limited into the list of suppliers for supply of the products manufactured by the local MSIs/SSI units.

6) The Commissioner of Industries, Telangana, Hyderabad shall take necessary action in the matter.

(SIGNED) SABYASACHI GHOSH
SECRETARY TO GOVERNMENT

GOVERNMENT OF TELANGANA
OFFICE OF THE COMMISSIONER OF TECHNICAL EDUCATION TELANGANA::HYDERABAD
Endt.No.K1/Misc/265/2015
Dt. 03.03.2018

A copy of G.O.Rt.No.59, Industries & Commerce (FP&SME) Dept. dt. 15.02.2016 is communicated to all the Principals of Government Polytechnics/Institutions in the State for further necessary action.

Sd/- NAVIN MITTAL
COMMISSIONER

To:
All the Principals of Government Polytechnics/Institutions.
Copy to RJD(TE), Hyderabad.
Copy to Spare/Stock.

//F.B.O//

SUPERINTENDENT