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F.No.3(3)9/2010-NBMSME
Government of India
Ministry of Micro, Small and Medium Enterprises,
Office of the Development Commissioner (MSME)
(NBMSME Division)

7th Floor, “A-Wing”
Nirman Bhawan, New Delhi – 110108
Dated: 01st November, 2011

Subject: Minutes of the Ninth Meeting of the National Board for Micro,
Small and Medium Enterprises (NBMSME) held on
30th September, 2011 at Vigyan Bhawan, New Delhi.

A copy of the minutes of the Ninth Meeting of the National Board for Micro, Small and Medium Enterprises (NBMSME) held on 30th September, 2011 at Vigyan Bhawan, New Delhi, is enclosed. The Minutes may also be accessed at our website www.dcmsme.gov.in

It is requested that discrepancy, if any, in the minutes may please be intimated within a fortnight.

Encl: as above.

(Samarendra Sahu)
Additional Development Commissioner
Tel.: 011-23061847
Fax: 011-23061017
E-mail: ssahu@nic.in

To
1. PS to Hon’ble Minister (MSME) / Vice-Chairman / all Members, NBMSME / PSO to Secretary (MSME), PS to DC (MSME) and Special Invitees for NBMSME as per list.
2. AS&FA (MSME) / JS (MSME) / JS (ARI) / EA (RKM) / Director (AD / JJ),
   Udyog Bhawan, New Delhi
3. ADC&EA (SC) / ADC (MPS) / DDG (GS) / IA / JDC (AB) / Director (Adminn.) / AIA (DB), O/o the DC (MSME), New Delhi.

Copy to:
SENED Division, O/o the DC (MSME),
Minutes of 9th Meeting of National Board for Micro, Small and Medium Enterprises (NBMSME) held on 30.9.11 at Vigyan Bhawan, New Delhi.

9th Meeting of NBMSME was held under Chairmanship of Hon'ble Minister, MSME on 30.9.11 at Vigyan Bhawan, New Delhi. List of participants is appended.

2. Shri Amarendra Sinha, Joint Secretary, MSME welcomed Chairman, Members and distinguished invitees of the Board. Thereafter, he made a presentation on National Manufacturing Competitiveness Programme (NMCP).

3. Shri Virbhadra Singh, Hon'ble, Minister, MSME during his opening remarks greeted distinguished guests and welcomed their valuable suggestions for overall development of the sector. He emphasized role of State Government and other stakeholders in successful implementation of various schemes of Ministry of MSME. Further, he explained several new initiatives of Mo MSME with special focus on importance of different components of NMCP for building competitiveness and meeting challenges of globalization for MSMEs.

4. Shri Oscar Fernandes, Hon’ble Member of Parliament lauded efforts of Mo MSME for strengthening the sector. He also stressed upon role of adequate and cost effective credit for development of the sector, especially Micro & Small Enterprises. Banks need to adhere to RBI guidelines on credit and speed up project approvals of MSMEs.

5. Shri Hansraj G. Ahir, Hon'ble Member of Parliament pointed out problems associated with credit and raw materials, especially price
fluctuations in coal. He pleaded for continuation of reservation of items for MSE sector. Also, micro enterprises require more attention.

6. Shri Manicka Tagore, Hon’ble Member of Parliament opined that frequency of Board Meetings should be increased. He expressed concern over fluctuating prices of raw materials such as steel and copper and wanted to have price stability for a reasonable time.

7. Dr. Manas Ranjan Bhunia, Hon’ble Minister for Micro, Small Enterprises & Textiles, Govt. of West Bengal drew attention to delay in getting clearances for Clusters and also time taken to switch over from soft intervention to hard intervention. Fund allocation for Cluster Development Programme should be enhanced. Further, he insisted that DICs should get central funding for better infrastructure and modernization. Also, KVIC should be more proactive for development of Khadi & Village Enterprises.

8. Shri G.P. Dalmia, Jharkhand Small & Tiny Industries Association stated that delayed payment act needs amendment and pleaded for uniform rate of interest across States.

9. Shri B L Baheti, Indian Federation of Tiny Enterprises stressed upon need for increased attention to tiny enterprises. He wanted bifurcation of office of Development Commissioner into two, viz. DC (Tiny & Micro) and DC (SME).

10. Ms. Uma Reddy congratulated initiatives of Ministry towards a new procurement policy and online filing of EM. Further, she called for better involvement of MSME Associations in providing vocational training. She
also wanted inclusion of import of second hand machinery under CLCSS. She requested for representation for Karnataka in National Board.

11. Shri Badish K Jindal, Federation of Punjab Small Industries Association appealed for strengthening of anti dumping rules to counter massive influx of Chinese goods. Further, he wanted procurement of Generators to be covered under CLCSS since power shortage is a major in States like Punjab. Banks need to provide online information regarding loan applications and their status.

12. Shri Tej Bant Singh Reen, Association of Small scale Industries, J & K insisted that micro sector needs to be segregated from small and medium enterprises and be provided with special incentives since they are generating maximum employment. Also, in order to address credit requirements of micro sector, SIDBI should provide direct finance from Rs.10 lakhs onwards. Army and Security Forces stationed in J & K should procure certain percentage of goods produced by industries in J & K itself.

13. Shri K.R. Thangaraj, Tamilnadu Small and Tiny Industries Association said that MSMEs are severely affected by fluctuating price of raw materials and rate of interest. Government of India should extend interest subsidy to MSMEs as given by Government of Tamil Nadu to enterprises which avail of loan from State Financial Corporation.

14. Shri Dinkar Joshi, Bhartiya Mazdoor Sangh, requested Ministry to introduce schemes for Naxal affected areas.

15. Ms Shashi Singh, Consortium of Women Entrepreneurs of India stated that most of schemes of Ministry are registration linked, which
needs to be done away with. She also cited importance of gender budgeting.

16. Dr. P.L. Dhar, Professor, Indian Institute of Technology observed that web based application for NMCP proposal is a good innovation. Since majority of 26 million enterprises are in micro sector, he requested to pay special attention to this sector.

17. Shri B.N Goldar, Professor, Institute of Economic growth said that cloud computing is a good initiative. However, the requirement of manpower and skill to adopt this scheme on a large scale needs to be kept in mind.

18. Shri Nishikant Misra, Orissa Small Scale Industries Association pointed out problems associated with financing. There should be plant level advisory committee meetings on a quarterly basis. MSME Sector is not getting enough support from large industries. He also requested to publicize all schemes and to develop a mechanism to monitor implementation of targeted schemes.

19. Shri Dipak Sarkar, Federation of Association of Small Industries of India stressed on importance of wide publicity for components of NMCP and need for involvement of national level MSME association in conducting awareness programmes. Also, he was of the view that a thousand crore rupees corpus should be kept aside for reviving the sick units.

20. Shri Subrata Ranjan Roy, Tripura Industrial Entrepreneurs said that state of Tripura needs more attention and support from KVIC, Coir Board, NSIC and financial institutions.
21. Shri V.K. Agarwal, Federation of Indian Micro, Small and Medium Enterprises stated that proposal for Cluster Development Programme under PPP mode through creation of SPVs requires more discussion among Stakeholders.

22. Shri P. Srinivasan, Association of Small Industries of Union Territory of Puducherry suggested need for involvement of State and District level agencies for better implementation of NMCP to get maximum result. Further, he pointed out importance of energy efficiency & energy audit and need for a dedicated agency in every State for this purpose.

23. Shri Prakash N. Raikar, Karnataka Small Scale Industries Association expressed their willingness to work closely with Ministry. He wanted MSME Association to be considered as SPVs for the implementation of Cluster Development Programmes. Government should infuse funds into SIDBI to make financing by SIDBI cheaper than commercial banks. Also, guidelines for pollution control should be uniform across States.

24. Shri P S Agwan, Chamber of Small Scale Industries Association drew attention to increasing interest rate. He demanded interest rate subvention to all MSMEs, which is presently available to exporting units alone.

25. Shri Chandrakant Salunkhe, Small and Medium Business Development Chamber of India said that service sector requires more focus. Further, he wanted Ministry to set up a permanent Exhibition Centre, in MSME-DI, Mumbai, for which Govt. of Maharashtra is willing to invest up to 90%.
26. Shri Nalin Kohli, Association for Small & Medium Knowledge Industries stressed upon need for SME Sector to acquire companies outside India so that technology would flow with such acquisition. Also, proposed SME Exchange should be restricted to SMEs alone. He added that whenever there is large Government Procurement in sectors like Health, Homeland Security etc., orders should flow to MSEs.

27. Dr. A.K. Chanda, Addl. Chief Secretary, Govt of West Bengal cited importance of service sector and need for more attention towards micro enterprises. Also, there should be a forum and mechanism for revival of potentially viable sick enterprises.

28. Shri Uday Kumar Verma, Secretary, MSME thanked participants for their overwhelming participation and suggestions. He said that issues of the sector could be categorized into governance, credit, technology, infrastructure, marketing & skill development and these issues could be addressed in a better manner with the increased involvement of stakeholders. He requested support of State Governments for moving towards online EM filing. He wanted SIDBI to reduce their inordinate delay in evaluating proposals. Also, he urged MSMEs to take full advantage of the proposed Procurement Policy.

Meeting ended with Vote of Thanks to all.

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Annexure

List of participants in 9th meeting of NBMSME held on 30.9.11 at Vigyan Bhawan, New Delhi

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<tr>
<th>Sl. No.</th>
<th>Name of participants</th>
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<tr>
<td>1.</td>
<td>Shri Virbhadra Singh, Hon’ble Minister, MSME</td>
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<tr>
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<td>Dr. Manas Ranjan Bhunia, Hon’ble Minister In-charge, Deptt. of Micro, Small Scale Enterprises &amp; Textile, Government of West Bengal</td>
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<td>Shri Oscar Frnandes, Hon‘ble Member of Parliament</td>
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<td>6.</td>
<td>Shri Uday Kumar Varma, Secretary, Ministry of Micro, Small and Medium Enterprises,</td>
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<td>7.</td>
<td>Shri Amarendra Sinha, Joint Secretary and Development Commissioner, MSME</td>
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<td>8.</td>
<td>Shri V. S. Vijayaraghavan, Chairman, Coir Board</td>
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<td>9.</td>
<td>Shri Sushil Muhnot, Chairman cum Managing Director, Small Industries Development Bank of India,</td>
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<td>10.</td>
<td>Shri C D Srinivasan, CGM, Reserve Bank Of India</td>
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<td>11.</td>
<td>Ms. Shashi Singh, President, Consortium of Women Entrepreneurs of India (CWEI),</td>
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<td>12.</td>
<td>Shri K.R. Thangaraj, President, Tamilnadu Small and Tiny Industries Association (TANSTIA),</td>
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<tr>
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<td>Shri V. K. Agarwal, President, Federation of Indian Micro, Small and Medium Enterprises (FISME),</td>
</tr>
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<td>14.</td>
<td>Shri Chandrakant Salunkhe, President, Small and Medium Business Development Chamber of India,</td>
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15. Shri S. Tej Bant Singh Reen, President, Association of Small Scale Industries

16. Shri Nishkant Mishra, President, Orissa Small Scale Industries Association,

17. Shri P. Srinivasan, President, Association of Small Industries of the Union Territory of Pondicherry.

18. Shri Badish K. Jindal, President, Federation of Punjab Small Industries Association,

19. Shri Pankaj Gupta, President, Industries Association of Uttarakhand,

20. Shri Dipak Sarkar, President, Federation of Association of Small Industries of India (FASII),

21. Shri Subrata Ranjan Roy, President, Tripura Industrial Entrepreneurs,

22. Shri Pankaj Chimanbhai Patel, Ahmedabad

23. Ms. Rama Vedshree, Vice President, National Association of Software and Service Companies,

24. Shri P.S.Agawan, Chamber of Small Industries Association

25. Shri B.L.Baheti, Secretary General, Indian Federation of Tiny Enterprises (IFTE)

26. Prof. B. N. Goldar, Institute of Economic Growth, New Delhi

27. Shri Dinkar Joshi, Member (National Executive), Bhartiya Mazdoor Sangh

28. Shri. J.S. Mishra, Chief Executive Officer, Khadi & Village Industries Commission (KVIC),

29. Shri H. P. Kumar, Chairman Cum Managing Director, National Small Industries Corporation
30. Shri G. P. Dalmia, President, Jharkhand Small & Tiny Industries Association

31. Dr. P.L. Dhar, Expert Member, KVIC and Professor, Mechanical Engineering Department, Indian Institute of Technology, New Delhi

32. Shri Mohan Suresh, Ex-President, (FISME)

33. Shri Nalin Kohli, President, Association for Small & Medium Knowledge Industries (ASMKI),

34. Ms. Uma Reddy, Managing Director, HITECH MAGNETICS & ELECTRONICS PVT. LTD.,

35. Shri Prakash N. Raikar, President, KASSIA, Bangalore


37. Shri Dinesh Singh, Joint Secretary, Ministry of MSME,

38. Shri Vinod Chandra Semwal, Industry Commissioner, Government of Madhya Pradesh

39. Shri Alkesh Kumar Sharma, Managing Director, KSIDC, Government of Kerala

40. Shri Mohan Jeet Singh, Development Commissioner, Union Territory Daman & Diu

41. Shri Anand Pratap Singh, Private Secretary to Hon’ble Minister, MSME

42. Shri R.K. Manchanda, Economic Adviser, Ministry of MSME,

43. Shrii Samarendra Sahu, Additional Development Commissioner, O/o DC, MSME

44. Shri G. Sajeevan, Deputy Director General, O/o DC, MSME

45. Shri M.P Singh, Additional Development Commissioner, O/o DC, MSME
46. Shri Chandan Saha, Joint Adviser, Planning Commission
47. Shri Niranjan Naik, Industrial Adviser, O/o DC, MSME
48. Shri Abhay Bakre, Joint Development Commissioner, O/o DC, MSME
49. Shri Arun Kumar Jha, Director General National Institute for Entrepreneurship Small Business Development,
50. Dr. Mala Iyengar, Director, Department of Commerce, Ministry of Commerce and Industry
51. Shri Rajesh Kumar Bhoot, Director (TPL), Department of Revenue, Ministry of Finance
52. Shri Vikas Singh, Director, Ministry of Labour & Employment
53. Shri Vanraj A. Chavda, Director (SSG), O/o DC, MSME
54. Shri D. Bandyopadhyay, Additional Industrial Adviser, O/o DC, MSME
55. Shri Sanjeev Saxena, Joint Director Industries, Government of Rajasthan
56. Dr. Izzatullah, Director, O/o DC, MSME
57. Shri R. K. Rai, Director, O/o DC, MSME
58. Shri S. K. Basu, Director, O/o DC, MSME
59. Shri Anil Kumar, Director, O/o DC, MSME
60. Shri Harish Anand, Director, O/o DC, MSME
61. Shri S. Vijay Kumar, Director, MSME-Development Institute, Indore
62. Shri J. S. Shukla, Zonal Head, Coir Board
63. Shri P.K.Sinha, Deputy Director, O/o DC, MSME
64. Shri A. K. Gangopadhyay, Deputy Director, O/o DC, MSME
65. Shri Jaipal Singh, Deputy Director, O/o DC, MSME
66. Shri N.K. Verma, Deputy Director, O/o DC, MSME
67. Shri L.K. Choudhary, Deputy Director, O/o DC, MSME, AGCR Building,
68. Shri R.K. Choudhary, Deputy Director, O/o DC, MSME
69. Dr. Niyati Joshi, Deputy Director, O/o DC, MSME, AGCR Building
70. Shri Jayarasav D.S.M., Honorary Secretary, TANSTIA
71. Shri Binodananda Banerjee, Standing Committee Member (FASII)
72. Shri R.K. Sharma, PPS to ADC, O/o DC, MSME
73. Mohd. Ali Rahman, Asstt. Director, O/o DC, MSME
74. Shri Rahees M., Asstt. Director, O/o DC, MSME
75. Shri Sahood Alam, Asstt. Director, O/o DC, MSME
76. Shri D.K. Aggarwal, Asstt. Director, O/o DC, MSME
77. Ms. Jayanti Kala, Asstt. Director, O/o DC, MSME
78. Shri Santosh Das, Asstt. Director, O/o DC, MSME
79. Shri B. B. Sahoo, Asstt. Director, O/o DC, MSME
80. Ms. S. Shakthi Rani, Asstt. Director, O/o DC, MSME
81. Shri O.P. Singh, Asstt. Director, O/o DC, MSME
82. Shri V. V. Khare, Asstt. Director, O/o DC, MSME
83. Shri Bijender Kumar, Asstt. Director, O/o DC, MSME
84. Shri Harpreet Singh, Asstt. Director, O/o DC, MSME
85. Shri Satinder Singh, Asstt. Director, O/o DC, MSME
86. Shri Kuldeep Singh, Asstt. Director, O/o DC, MSME
87. Shri Rishi Pal Singh, Asstt. Director (SD), O/o DC, MSME)
| 88. | Shri D. S. Kandari, Asstt. Director, O/o DC, MSME |
| 89. | Shri V. P. Kureel, Asstt. Director, O/o DC, MSME |
| 90. | Shri Mukesh Sharma, Asstt. Director, O/o DC, MSME |
| 91. | Shri Rampal Singh, Asstt. Director (Policy), O/o DC, MSME |
| 92. | Ms. Sanjukta Dey Pal, Asstt. Director, O/o DC, MSME |
| 93. | Shri Gaurav Saini, Asstt. Director, O/o DC, MSME |
| 94. | Shri Pramod Bharti, Asstt. Director, O/o DC, MSME |
| 95. | Shri Harpal Deswal, Account Officer, O/o DC, MSME |
| 96. | Shri Diwakar Sharma, Asstt. Manager, Coir Board, |
| 97. | Shri S.K. Mallah, Sr. Accountant, O/o DC, MSME |
| 98. | Shri L.S. Bhardwaj, Cashier, O/o DC, MSME |
| 99. | Shri Kuldeep Kumar, Inv., O/o DC, MSME |
| 100. | Shri K. G. Mendiratta, PA, O/o DC, MSME |
| 101. | Shri Kirti Singh Rawat, PA, O/o DC, MSME |
| 102. | Miss. Beenu Singh, PA, O/o DC, MSME |
| 103. | Shri S.R. Sivakumar, PA, O/o DC, MSME |
| 104. | Shri B. Hanumantha Rao, PA, O/o DC, MSME |
| 105. | Shri V.K. Dewan, DEO, O/o DC, MSME |

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