विकास आयुक्त का कार्यालय (सूक्ष्म, लघु और मध्यम उद्यम) सूक्ष्म लघु और मध्यम उद्यम मंत्रालय (भारत सरकार)

निर्माण भवन, सातवीं मंजिल, मौलाना आजाद रोड, नई दिल्ली-110 108



OFFICE OF THE DEVELOPMENT COMMISSIONER
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F. No. 5/2(6)/2022/E-P&G/Policy (E-4020978)

Dated: 04 January, 2023

To,

All Stakeholders/
Industry Associations/
Individual entrepreneurs/
Director/ Commissioner of Industries (State/UT)/
Director/ H.O.O. MSME-DFO.
(As per mailing list)

Subject: Applicability of MSMED Act, 2006 on 'Work Contracts'-regarding.

Madam/Sir,

This office has been receiving representations from Stakeholders like Industry Associations, Central Ministries/Departments/CPSEs and entrepreneurs regarding applicability of MSMED Act, 2006 on 'Work Contracts'.

- 2. In this regard, I am directed to clarify that this Ministry has created an online Udyam Registration Portal for registration of Micro, Small and Medium Enterprises (MSMEs) based on the composite criteria of investment in plant and machinery or equipment and turnover of MSMEs.
- 3. The Udyam Registration Portal is based on "Economic Activities" taken from NIC Code 2008. So far as Udyam Registration is concerned, for every activity in the dropdown menu of the portal, Udyam Registration can be done. There is no activity named "Work Contract" in NIC code 2008. Some activities on the portal are under major activity "manufacturing" while others come under "Services". An enterprise might be performing purely manufacturing activities or Services or a combination of both.
- 4. It is further clarified that if an enterprise has Udyam Registration, it can avail the benefit(s) of schemes/programmes of this Ministry subject to the prevailing Guidelines/ Circular/ Order/ Notification of that particular scheme/programme.

This issues with the approval of the competent authority.

Yours faithfully

(R K Parmar)

Deputy Director (Policy)