



कालीन निर्यात संवर्धन परिषद CARPET EXPORT PROMOTION COUNCIL

(Set up by Ministry of Textiles, Govt of India)

Registered Office: Shree Jee Complex, Shop No T3, Sharma Market, Harola, NOIDA, (U.P.)

Working Office: 2nd Floor, Rajiv Gandhi Handicrafts Bhawan, Baba Khark Singh Marg, New Delhi – 110001

Tel.: +91-11-23364716, 23364717, Website: www.cepc.co.in, E-Mail : info@cepc.co.in

Regional Office: Bypass Road, Hariyawan, Bhadohi, Uttar Pradesh - 221401

Regional Office: IICT Campus, Baghi Ali Mardan Khan, Nowshera, Srinagar - 190011 (J & K)

Website of Ministry of Textiles: www.texmin.nic.in

SANJAY KUMAR

Executive Director-cum-Secretary

No. CEPC/SEC/ED-CORRS/2020

Dated: 13th May, 2020

All Members of the Council

Sub.: Highlights of Finance Minister announcement on 13th May, 2020.

Dear Sir,

Members are aware that Finance Minister Nirmala Sitharaman addressed a press conference on 13th May, 2020 to give out details of a Rs 20 lakh crore economic relief package announced by Prime Minister Narendra Modi on Tuesday the 12th May, 2020 to soften the devastating impact of coronavirus pandemic and the lockdown on the Indian economy.

Today, FM announced package of 6 lakh crore for MSME sector. Sitharaman says that the package will spur growth and build a self-reliant India and push local brands to be competitive at the global level, but not make India an isolationist economy. She says that the package to build an '**AATMANIRBHAR BHARAT**' was realised after long deliberations with all sections of the society.

The Rs 20 lakh crore sum. which is equal of 10 per cent of India's Gross Domestic Product (GDP), includes Reserve Bank of India's liquidation worth close to Rs 8.04 lakh crore along with Rs 1.7 lakh crore relief package under Gareeb Kalyan Yojana spelled out by Sitharaman last month. So far, Rs 52,606 crore has been transferred to 41 crore Jan Dhan account holders, Rs 18,000 crore grain transfers; Ujjwala, divyang and old age have also benefited.

Sh. Siddh Nath Singh, Chairman of the council expressed his happiness and conveyed thanks to Hon'ble Primie Minister Sh. Narendra Bhai Modi, Smt. Nirmala Sitharaman and Smt Smriti Zubin Irani for their support to MSME Sector.

Brief of the announcements are as under :

1. Collateral free automatic loans to be provided to MSMEs worth Rs 3 Lakh Crore. These have a 4-year tenor and will be valid up to October 31, 2020.
2. Rs 20,000 crores subordinate debt for stressed MSME. Two lakh MSME's are likely to benefit from it. Government will provide support of 4,000 to CGTMSE.
3. Rs. 50,000.00 Crore Equity in fusion for MSMEs through Fund to Fund scheme.

4. Change in definition of MSMEs – upward revision in limit of investment and turnover.

Existing MSME Classification			
Criteria : Investment in Plant & Machinery or Equipment			
Classification	Micro	Small	Medium
Mfg. Enterprises	Investment<Rs. 25 lac	Investment<Rs. 5 cr.	Investment <Rs. 10 cr.
Services Enterprise	Investment<Rs. 10 lac	Investment< Rs. 2 cr.	Investment<Rs. 5 cr.

Revised MSME Classification			
Composite Criteria : Investment And Annual Turnover			
Classification	Micro	Small	Medium
Manufacturing & Services	Investment< Rs. 1 cr. and Turnover < Rs.5 cr.	Investment< Rs. 10 cr. and Turnover < Rs.50 cr.	Investment< Rs. 20 cr. and Turnover < Rs.100 cr.

5. MSMEs receivable from Govt. and CPSEs to be cleared in 45 days.
6. To ease financial stress as businesses get back to work, government has decided to continue EPF support for business and workers for 3 more months providing a liquidity relief of Rs 2,500 crores.
7. In order to provide more funds at the disposal of the taxpayers, the rates of Tax Deduction at Source (TDS) for non-salaried specified payments made to residents and rates of Tax Collection at Source (TCS) for the specified receipts shall be reduced by 25 per cent of the existing rates.
8. Due date of all income-tax return for the financial year 2019-20 will be extended
9. Period of [Vivad se Vishwas](#) Scheme for making payment without additional amount will be extended to 31st December, 2020.

FM will make further announcement in next four days accordingly we will update you.

This has been issued with approval of Chairman CEPC

Members may take note of the above.

Regards,



Sanjay Kumar
Executive Director