

POWERLOOM DEVELOPMENT & EXPORT PROMOTION COUNCIL

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

Head Office: GC-2, Ground Floor, Gundecha Onclave, Kherani Road, Saki Naka, Andheri (East), Mumbai - 400 072. Maharashtra. Tel Phone: +91(22) - 2850 2050 / 2060 Fax: +91(22) - 2850 4146 | Email: pdexcilmumbai@gmail.com | Website: www.pdexcil.org पावरलूम विकास तथा विचित्र सम्बद्धीं परिषद

PDEXCIL MUM/MSME/103/2022-23/201

Date: - 26.09.2022

To,

All Micro and Small Enterprises (MSE) Exporters,

Sub:-Reimbursement of Registration cum Membership Certificate (RCMC)
Charges /Fees under CBFTE scheme- reg.

Dear All,

This is to inform that Ministry of MSME has revised the International Co-operation Scheme in Aug 2021 and a new Sub-component II: Capacity Building of first time MSE Exporters (CBFTE), has been incorporated. Accordingly PDEXCIL has signed MoU with Ministry of MSME for being an Implementing Agency for operating a component of Capacity Building of first time MSE Exporters (CBFTE) under International Co-operation Scheme w.e.f 20.09.2022 till 31.03.2026.

Capacity Building of first time MSE Exporters (CBFTE) under International Co-operation Scheme: In this scheme Financial assistance provided towards costs incurred by first time MSE exporters on export shipment are given as under:-

- 75% Registration cum Membership Certificate (RCMC) Charges/Fees subject to a maximum of Rs. 20,000/- paid by the first-time exporter will be reimbursed. This initiative will benefit the new MSME startups.
- 2. Maximum Rs. 10,000/- or actual Export Premium Insurance paid to ECGC by the first-time exporter will be reimbursed.
- 3. 75% Testing & quality certification Fees subject to a maximum of Rs. 1,00,000/- or actual paid by the first-time exporter will be reimbursed.

<u>Eligibility Criterion:</u> MSEs fulfilling following criteria shall be eligible for availing benefit under CBFTE:

- a) Micro and Small Enterprises (MSE) with valid UDYAM registration.
- b) To claim the benefits under the scheme, the applicant's Import Export Code (IEC) must not be older than 3 years on the date of export shipment.
- c) Proof of export carried out in the same financial year for which RCMC is claimed.

Those who are interested to avail the benefit of subsidised **Registration cum**Membership Certificate (RCMC) Charges/Fees under the CBFTE scheme, please submit the duly filled and signed in claim form (Annexure-K) along with the above mentioned documents.

For more updates, please visit our website www.pdexcil.org

(MAHESH N. SANIL) EXECUTIVE DIRECTOR

Yours fa

F.No. 4(8)/2021-IC

Government of India
Ministry of Micro, Small & Medium Enterprises
(IC Section)

Udyog Bhawan, New Delhi-110011

Dated: 15 July, 2022

OFFICE MEMORANDUM

Sub: Guidelines of Sub-Component II: Capacity Building of First Time MSE Exporters (CBFTE) of International Component Scheme of Ministry of MSME-reg.

The undersigned is directed to refer to this Ministry's OM dated 19.08.2021 and to state that the Competent Authority i.e. Secretary (MSME) had already approved the SFC Memorandum for continuation of International Cooperation (IC) Scheme for the next financial cycle 2021-22 to 2025-26. In accordance with the approval accorded, the IC Scheme was revised with the following three sub-components:

- i. Market Development Assistance (MDA) (both Physical and Virtual Mode)
- il. Capacity Building of First Time Exporters (CBFTE)
- iii. Framework for International Market Intelligence Dissemination (IMID)
- 2. Accordingly, the guidelines for Sub-Component-1 i.e. MDA was circulated for information and necessary action by all concerned on 19.08.2021 which is available on the Ministry's website www.msme.gov.in.
- 3. It is hereby informed that guidelines for the Capacity Building of First Time Exporters (CBFTE) have now been completed and are being circulated to all concerned for further information and necessary action. The remaining third Sub-Component will be circulated after completion of background work for its operationalization.
- 4. The guidelines for Sub-Component-II -CBFTE will be effective from the date of issue of this O.M.

Encl. Scheme Guidelines for Sub-Component-II -CBFTE

(S. K. Verma)

Deputy Secretary to Govt. of India (IC)

Tel: 23062736

То

- AS&DC/SS&FA/JS (SME)/JS(AFI)/EA/US (Fin.I/II)/Budget Division Ministry of MSME, New Delhi.
- II. Chairman-cum-Managing Director, NSIC, New Delhi.

- III. Chairman-cum-Managing Director, ECGC Ltd., Mumbai
- IV. Chief Executive Officer, KVIC, Mumbai.
- V. Secretary, Coir Board, Cochin, Kerala.
- VI. Director General, NI-MSME, Hyderabad.
- VII. Technical Director (NIC), Office of DC (MSME), Nirman Bhawan, New Delhi with the request to kindly upload the CBFTE Component of revised IC Scheme guidelines on the website of this Ministry under International Cooperation link and also make the requisite changes in the MIS of IC Scheme Portal.
- VIII. Joint Director (OL), Ministry of MSME with the request to kindly provide Hindi version of the CBFTE Component of IC Scheme guidelines.
 - IX. All the Export Promotion Councils.

Copy for information to:

- 1. PS to Minister (MSME)
- 2. PS to MOS (MSME)
- 3. PPS to Secretary (MSME)
- 4. Sr. PPS to JS(SME)
- 4. **PA** to DS(IC)

Annexure

Sub-Component II:
Capacity Building of First
Time MSE Exporters
(CBFTE)

(Detailed Guidelines)

8. ELIGIBILITY CONDITONS

- a. Micro and Small Enterprise with valid Udyam Registration
- b. To claim the benefits under the scheme, the applicant's Importer Exporter Code (IEC) must not be older than 3 years on the date of export shipment.
- c. This sub-component of the scheme is applicable from the date of issuance of scheme guidelines.

9. ASSISTANCE UNDER THE SCHEME

9.1 <u>Procedure to avail benefits under Sub-Component II: Capacity</u> Building of First Time MSE Exporter

The applicant Organisation will submit an online application for financial assistance, along with the relevant documents in the proforma (prescribed on the IC Scheme portal: https://ic.msme.gov.in) giving full details of expenditure. The admissible financial assistance would be worked out in accordance with the criteria/scale mentioned in paragraph 9.2

9.2 Scale of Assistance and Eligible Items of Expenditure

9.2.1 Financial assistance towards costs incurred by first time MSE Exporters on export shipments:

Registration-cum-Membership Certificate (RCMC) charges/fee paid by the first-time exporter to related EPCs Export Insurance Premium paid to	75 percent of the cost paid subject to a maximum of Rs. 20,000/- or actual, whichever is lower subject to quarterly reporting by EPCs as per prescribed format. Maximum financial assistance in a financial
Export Credit Guarantee Corporation Ltd. (ECGC) under the ECGC's Small Exporter's Policy	year of Rs. 10,000/- or actual, whichever is lower subject to quarterly reporting by ECGC Ltd. as per prescribed format.
Fee paid on Testing & Quality Certification acquired by MSEs to Export Products (Note: Ministry of MSME shall share the list of beneficiaries who have availed the financial assistance under this sub component, with MAI Division, Department of Commerce, on quarterly basis)	 75 percent of the testing and quality certification with a ceiling of Rs. 1.00 Lakh or actual, whichever is lower, subject to following conditions: Financial assistance is allowed for a maximum of 3 certificates per financial year with a ceiling of Rs. 1.00 Lakh per MSE unit. Certificate, for which financial assistance is requested, should be attained within the same financial year.

9.2.2 <u>Process of seeking financial assistance under the Scheme:</u>

- RCMC certificate: Ministry of MSME to sign MoU with EPCs. These EPCs will then
 be eligible to apply for financial assistance under the IC scheme. They will be required
 to apply for financial assistance claim on behalf of MSEs along with all prescribed
 documents on the IC Scheme portal.
- ii. Export Insurance Premium: Export Credit Guarantee Corporation (ECGC) Ltd. provides insurance to Exporters. The Ministry of MSME will sign an MoU with ECGC Ltd.and claims for financial assistance for the first-time MSE exporters will be released from the IC Scheme to ECGC upon receipt of application on the updated portal of IC Scheme.
- Testing and Quality Certification: Ministry of MSME to sign MoU with National Small Industries Corporation Ltd. Financial assistance on certifications defined under the scheme will be released to NSIC Ltd. for further dissemination of funds to eligible MSEs.

10. RELEASE OF GRANT

Grants under the Scheme will be released on re-imbursement basis on submission of the re-imbursement claim in the proforma (uploaded on the IC Scheme Portal). Claim must be accompanied with the documents, as prescribed by the Ministry.

11. <u>DOCUMENTS REQUIRED</u>

- i. Documents required for RCMC (Claim Form at Annexure K):
- a. IEC Code not more than 3 years old on the date of export shipment
- b. RCMC fee receipt
- c. Proof of export carried out in the same financial year for which RCMC is claimed
- ii. Documents required for Export Insurance Premium (Claim Form at Annexure L):
- a. IEC code not more than 3 years old on the date of export shipment
- b. Receipt of Insurance Premium
- Proof of export shipment carried out in the same financial year for which insurance is claimed

- iii. Documents required for Testing and Quality Certification (Claim Form at Annexure M):
 - a. IEC code not more than 3 years old on the date of export shipment
 - b. Testing and quality certification
 - c. Proof of export shipment of product for which testing and quality certification is claimed.
 - d. Proof of mandatory requirement of Testing and Quality Certification for such export.
 - e. Self-certification by MSE that he/she has not availed benefits under Market Access Initiative(MAI) Scheme of Department of Commerce, for the same purpose (As at Annexure-N).

Note: The above documents to be duly attested/certified by the applicant organisation.

Claim Forms for Sub-Component II: Capacity Building for First Time MSE Exporter

CLAIM FORM - FOR EPCs (For Component II (a))	
Name of EPC (drop-down list)	
Address	
Phone	
E-mail	
Fax	
Website Address	
Fiscal Quarter (Drop Down list)	
Number of RCMCs Issued to MSEs	
Attach RCMC Fee Receipts	
Attach List of Beneficiary MSEs with Form ANF-2C for each MSE unit	
Total Claim Amount	
Attach Supporting Documents/Bifurcation	

Enterprise Details

Enlert	rise Details
Unit Name	
Date of Incorporation	
UAM Number	
Office Address	
District	
Pin Code	
Telephone Number	
Email ID	
Category (Micro/ Small)	
Name of Promoter (s)	
Gender (Male/ Female/ Other)	
GST Number	
PAN Card No.	
Cost of Investment in Plant & Machinery or	
equipment's (In Rs.)	
Annual turnover in previous three financial	
years	
(In Rs)	

Range of Products manufactured or serviced	
Import - Export Code (IEC) Number	
Undertaking:	
The list of MSE for which claim has been so criteria, as set by the Ministry of MSME in I	
IEC Code less than 3 years old	
 Proof of export carried out in the sar claimed 	ne financial year for which RCMC is
We,, hereby declare that all it to the best of our knowledge.	information has been verified and is true
Date:	Signature of the authorised signatory
	Name:
	Designation: Stamp of the Applicant Organization:

CLAIM FORM - FOR ECGC (F	or Component II (b))
Fiscal Quarter (drop down list)	
Number of Insurance imparted to MSEs	
Attach list of recipient MSEs with details	
Attach Receipts of Insurance Premium	
Total Claim Amount	
Attach Supporting Documents/Bifurcation	1
Undertaking:	
The list of MSE for which claim has been sou criteria, as set by the Ministry of MSME in Inte	ght, has been verified for the following ernational Cooperation Scheme.
IEC Code less than 3 years old	
 Proof of export shipment carried ou insurance is claimed. 	t in the same financial year for which
We,, hereby declare that all into the best of our knowledge.	formation has been verified and is true
Date: Place:	Signature of the authorised signatory Name: Designation:
	Stamp of the Applicant Organization:

CLAIM FORM – To be submitted by National Small Industries Corporation Limited (NSIC) (For Component II (c))		
Name of Applicant MSE		
Address		
Phone		
E-mail		
Fax		
Website Address		
Udyam Registration Number		
Status of the Unit (Proprietorship/Partnership/Private Limited Company		
Importer Exporter Code (IEC) Date of Issuance of IEC		
Name of Testing or Quality Certification		
Issuing Authority		
Proof of export shipment of product for which testing and quality certification is claimed.		
Proof of mandatory requirement of Testing and Quality Certification for such export.		
Claim Amount		
Original Bill/Invoices of the Certification		

Undertaking:

The list of MSE for which claim has been sought, has been verified for the following criteria, as set by the Ministry of MSME in International Cooperation Scheme.

- IEC Code less than 3 years old
- Proof of export shipment of product for which testing and quality certification is claimed.
- Proof of mandatory requirement of Testing and Quality Certification for such export.

We,,	hereby declare that	all information has	been verified	and is	true
to the best of our ki	nowledge.				

Date: Place:	Signature of the authorised signatory
	Name: Designation: Stamp of the Applicant Organization:

On the letter head of the Association/Organization in Original

CERTIFICATE

vide sanction letter No	Aid for the purpose of activities as approved
	Signature of the authorized signatory Name
Stamp of Association/Organization	
,	****