



### **ABSTRACT**

Micro, Small and Medium Enterprises Department – Announcement made by Hon'ble Minister (Micro, Small and Medium Enterprises) for the year 2023-2024 - The existing scheme for supporting Industrial Estates/clusters promoted by MSME industry Associations in the outskirts of urban areas, by reducing the minimum land requirements from 50 acres to 10 acres and by reducing the minimum land requirement from 10 acres to 2 acres in the special case of shifting of existing micro enterprises from urban areas – Revised guidelines - Orders – Issued.

### **Micro, Small and Medium Enterprises (G) Department**

**G.O.(Ms).No.78**

**Dated.20.11.2023**

திருவள்ளூர் ஆண்டு 2054  
சோபகிருது வருடம், கார்த்திகை 4

**Read:**

**015282**

1. G.O (Ms.) No. 44 Micro, Small and Medium Enterprises (C) Department, dated 04.09.2013.
2. From the Managing Director, Tamil Nadu Small Industries Development Corporation letter Rc. No. 5598 / Schemes / 2023, Dated 31.05.2023.

### **ORDER:**

It was ordered in the Government order first read above that the Government will provide 75% grant of the total development cost upto a maximum of Rs.15 crores for getting electricity, water connections and to have other infrastructure facilities like conference halls, common facility centres etc. to the entrepreneurs prepared to shift their existing units outside the town areas and shall provide 50% of grant with maximum grant limited to Rs.10 crores to the entrepreneurs associations coming forward to setup new clusters in the outskirts of towns / cities, subject to the certain conditions, which are as follows:-

- a) The application must be submitted by the industry associations / Special Purpose Vehicles.
- b) The Special Purpose Vehicle should be formed with a minimum of 20 numbers of manufacturing units or service units.
- c) The Special Purpose Vehicle shall be registered as a not-for-profit company.



- d) Land (excluding wet land) should be purchased by the Special Purpose Vehicle with clear title in the name of Special Purpose Vehicle. Land should be preferably of 50 Acres. However in special cases where the land cost is high, less than 50 Acres will also be considered.
- e) In the case of micro sector, the minimum land requirement will be 10 acres.
- f) The infrastructure facilities like roads, drainage, culverts, storm water drain, street lights, electricity, water supply, conference hall, common facility centres like training hall will be covered under this scheme.

2. In the Micro, Small and Medium Enterprises Policy – 2021, the maximum grant assistance to SPVs of industry associations was increased to Rs.20 crore from Rs.15 crore in the case of existing micro units that are being shifted outside urban areas and to Rs.15 crore from Rs.10 crore in the case of new estates created outside the urban areas.

3. In this regard, it was noticed that there were very few takers for the scheme since Micro, Small and Medium Enterprises Associations could not assemble large quantity of land on their own. This difficulty was specially felt when Micro and Small units have to move out of central areas of towns and cities because land cost in Suburban areas is also very high.

4. Therefore during the Budget Session 2023-2024 held on 06.04.2023, the Hon'ble Minister for Micro, Small and Medium Enterprises has made an announcement on the floor of the Assembly as below:-

"தொழில் முனைவோர் அமைப்புகள் மூலம் உருவாக்கப்படும் தனியார் தொழிற்பேட்டைகளை ஊக்குவிப்பதற்காக வழங்கப்படும் 50% அரசு நிதியுதவி / மானியம் பெறுவதற்கான குறைந்தபட்ச நிலத்தேவையானது 50 ஏக்கரில் இருந்து 10 ஏக்கராக மாற்றியமைக்கப்படும். "

"நகர்ப்புற குடியிருப்பு பகுதிகளில் அமைக்கப்பட்டுள்ள தொழிற்சாலைகள் மற்றும் தொழிற்குழுமங்களை அப்பகுதியில் ஏற்படும் நெரிசலை குறைப்பதற்காக நகருக்கு வெளியே மாற்றி அமைக்க முன்வரும் தனியார் தொழிற்குழுமங்கள் மற்றும் தனியார் தொழிற்பேட்டை அமைப்புகளை ஊக்குவிக்க 75% அரசு நிதியுதவி / மானியம் வழங்கும் திட்டத்திற்கான குறைந்தபட்ச நிலப்பரப்புத் தேவையானது பத்து ஏக்கரில் இருந்து இரண்டு ஏக்கராக குறைக்கப்படும். "

5. To implement the above announcement, the Managing Director, Tamil Nadu Small Industries Development Corporation (TANSIDCO) has sent proposal for reducing minimum land requirements for such industrial estates/ clusters promoted, to shift existing industries from cities/towns to outside, and those set up on the outskirts of urban areas, will be reduced.

6. After careful examination of the proposal of the Tamil Nadu Small Industries Development Corporation, the Government modify the



provisions in the G.O.(Ms.) No.44, Micro, Small and Medium Enterprises (C) Department, dated 04.09.2013 to the following effect:

- (i) To avail assistance by Industry associations under the schemes for setting up of new industrial estates/clusters on the outskirts of towns/cities, the minimum land requirement shall be 10 acres and
- (ii) In cases where the Special Purpose Vehicle set up by industry associations consists of only micro enterprises located within towns/cities who want to shift outside, the minimum land requirement shall be two acres to avail assistance under the scheme.

7. This order issues with the concurrence of the Finance Department vide its U.O. Note No.25094/Fin(BPE) Department, Dated.03.07.2023.

**(BY ORDER OF THE GOVERNOR)**

**ARCHANA PATNAIK  
SECRETARY TO GOVERNMENT**

✓ To

The Managing Director,  
Tamil Nadu Small Industries Development Corporation,  
SIDCO Corporate Office Building,  
Thiru.Vi.Ka Industrial Estate, Guindy, Chennai-32

**Copy to:-**

Office of the Hon'ble Chief Minister,  
Secretariat, Chennai-9

The Special Personal Assistant to Hon'ble Minister  
(Finance and Human Resources Management),  
Secretariat, Chennai-9.

The Special Personal Assistant to Hon'ble Minister  
(Micro, Small and Medium Enterprises),  
Secretariat, Chennai-9.

The Private Secretary to Chief Secretary to Government,  
Secretariat, Chennai-9.

The Private Secretary to Secretary to Government,  
Micro, Small and Medium Enterprises Department,  
Secretariat, Chennai-9.

The Finance (BPE/Industries) Department, Secretariat, Chennai-9.

The Micro, Small and Medium Enterprises (B / OP) Department,  
Secretariat, Chennai-9.

The Accountant General (A&E), Chennai-18  
Sf/Sc

**(FORWARDED BY ORDER)**

*[Signature]*  
20/11/2023  
**SECTION OFFICER**  
*[Signature]*  
20/11/2023