

5(6)/2/2009-MSME POL

Dated 04.6.2009

Subject:-Categorization of activities under manufacture or service under the MSME Act 2006 -reg.

References were received by this office for clarification on categorization of activities under manufacturing or service. These were examined under the provisions of MSME Act 2006 and it is clarified:

A) Activities considered as manufacturing:

- i) Medical Equipment and Ayurvedic Product
- ii) Composite unit of Bacon Processing and Piggery Farm [Piggery Farm without bacon processing shall not be classified either as manufacturing or as service enterprise because this is a farming activity]
- iii) Tobacco Processing
- iv) Beedi/Cigarette manufacturing and other tobacco products
- v) Extraction of agave Spirit from Agave juice (imported medicinal plant) extraction of Agave
- vi) Manufacture of Bio-fertilizer

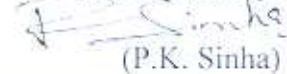
B) Activities considered as Service:

- i) Sanitation Services (Hiring of Septic Tank Cleaner)
- ii) Clinical/Pathological Laboratories and scanning, MRI Tests
- iii) Hospitals
- iv) Agri-clinic and Agri-Business
- v) Restaurants with Bar
- vi) Canteens
- vii) Hotels
- viii) Motel Industry

2. The activity of " Bee-Keeping" is a farming allied activity and therefore, would not be covered in either manufacturing or service activity.

3. This supercedes all earlier clarifications issued in this regard.

Yours faithfully,



(P.K. Sinha)

Dy. Director (MSME Pol.)

To

1. Principal Secretaries/ Secretaries, I/c of matters of MSMEs, All States/UTs,
2. Chairman, NABARD, Mumbai,
3. Chairman & Managing Director, SIDBI, Lucknow,

4. Chairman, Indian Bank Association, Mumbai,
5. Dy. Governor, RBI, Mumbai,
6. Chairman & Managing Directors, Commercial Banks and Financial Institutions including State Financial Corporations as per mailing list,
7. Chairman & Managing Director, NSIC, New Delhi,
8. Commissioner/Director of Industries/ I/c of matters of MSMEs, All States/UTs,
9. Director/Dy. Director, I/c MSME DIs/ Br. MSME DIs, All States/UTs,
10. President, Associations of MSMEs, as per mailing list.
11. President, ICAI, P.B. No. 7100, ICAI Bhavan, IP Estate, New Delhi-110104

Copy to:

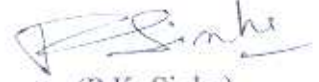
Shri Vishal Suji, B-55, G.T. Karnal Road, Industrial Area, Delhi-110033- for information w.r.t. their letter dated 14.3.2009.



(P.K. Sinha)

✓
NOO

Copy to : Dy. Director, SENET, O/o DC(MSME)—For placing the same on office's website.



(P.K. Sinha)