

**No. 1(1247)/CDD/EFC/MSE-CDP/2021E**  
**Government of India**  
**Office of the Development Commissioner (MSME)**  
**Ministry of Micro, Small & Medium Enterprises**  
**Infrastructure and Common Facilities Division**

**A-Wing, 7th Floor, Nirman Bhawan,**  
**Maulana Azad Road, New Delhi – 110108**  
**Dated: 21.09.2023**

**OFFICE MEMORANDUM**

**Subject: Clarification on scheme guidelines of Micro and Small Enterprises Cluster Development Programme (MSE-CDP)-reg.**

In view of request for incorporating changes in scheme guidelines or for clarifications from State Governments and stakeholders of the scheme, it is clarified that:

- (i) **The land development cost** - The cost of land as mentioned in para 9.f of the scheme guidelines, includes the cost of land development (subject to maximum of 25% of Project Cost).
- (ii) **The cost ratio for building, fabrication and plant & machinery**- There is no restrictive ratio or cost percentage parameters in the scheme guidelines regarding building/fabrication/plant & machinery cost. The total cost of project for a Common Facility Centre (CFC) includes cost of land, including the cost of land development subject to maximum of 25% of Project Cost.
- (iii) **Approach road for the project**- As per the scheme guidelines, there is no provision for any financial support for the approach road for the project.
- (iv) **Farmers as scheme beneficiaries**: As per para 11.b of the scheme guidelines, MSEs/Startups/Green Field MSEs/FPOs can be part of SPV for the project. However, common facilities created in CFCs may also be utilized by farmers.



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Ministry of Micro, Small & Medium Enterprises  
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**Copy to:**

1. Chief Secretary and Principal Secretary, MSME (States / UTs)
2. SS & FA, IF Wing, Ministry of MSME
3. CCA, Udyog Bhawan, New Delhi

4. Joint Secretary (ARI), Ministry of MSME, Udyog Bhawan, New Delhi
5. CEO, KVIC, Mumbai
6. Chairman, NSIC, New Delhi
7. CMD, SIDBI, New Delhi
8. Chairman, Coir Board, Kochi, Kerala
9. All Directors, MSME-DFOs / Director, MSME Testing Centres / All Branch MSME-DFOs
10. All Autonomous Bodies under DC, MSME
11. Director General, NIMSME, Hyderabad
12. Chairman / President, National Level Industry Associations
13. Chairman / President, State Level Industry Associations
14. PS to Hon'ble Minister, MSME
15. PS to Hon'ble Minister of State, MSME
16. PPS to Secretary (MSME)
17. PPS to AS&DC (MSME)



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