

Credit Linked Capital Subsidy – Ministry of MSME

The Central Government is operating a scheme for MSME / SSI units for Technology Up gradation called as Credit Linked Capital Subsidy Scheme (CLCSS). The Scheme details and our services are briefed below:

About the Scheme:

This revised scheme aims at facilitating technology up gradation by providing **15 per cent** upfront capital subsidy with effect from April 2006 to MSME units, on institutional finance availed of by them for induction of well established and improved technologies in the specified sub-sectors / products approved under the scheme. The revised ceiling on the cost of the machinery for availing the benefit under this scheme is Rs. 100 lakhs. Maximum subsidy amount is Rs 15 lakhs. This scheme is extended for XI five year plan i.e till the year March 2012. For further details log on to www.laghu-udyog.com/schemes/sccredit.htm

Eligibility Criteria:

1. Purchase of machinery after October 2005.
2. SSI Registered unit with investment in Plant & Machinery is less than Rs 5 Crores prior to the purchase of the machinery.
3. Availed Term loan for purchase of the machinery thru Nationalised banks.
4. Your industry and the machinery is in accordance with the scheme table.

Checklist of Documents Required:

- Audited Balance Sheet for the last three years prior to Loan sanction.
- Copy of Project Report submitted to the Bank
- Copy of Loan sanction letter
- Copy of Bank term loan statement of account, showing release dates.
- Copy of the invoice(s) of machinery with the Bill of Entry (Imports)
- Copy of SSI Registration Certificate.
- Stamp Paper-Rs.100/- in the name of the Unit.
- Company letterhead-3 numbers.
- Names of Proprietor/ Partners/ Directors of Company.
- Their age, fathers/spouse name, residential address.
- Date of installation of each machine and date put to commercial use.

Generally subsidy is approved and disbursed in about 8 months time. The Subsidy is remitted directly to the loan account of the beneficiary's bank.

We provide the complete documentation and follow up services for claiming the subsidy.