

UDYOGAADHAAR

Dental Clinics are included under MSME Category

MSMEs is an acronym for Micro, Small and Medium Enterprises. In a developing country like India MSMEs form the backbone of the economy.



Content:

1. What are Micro, Small and Medium Enterprises?
2. MSMEs are classified into two categories
3. Benefits of MSME Registration
4. Registration Portal: <https://udyogaadhaar.gov.in/>
5. Registration Process:
6. Documents Required for MSME Registration:
7. MSME schemes launched by the Government
8. Frequently Asked Questions
9. No – Objection letter format:

Purpose:

The Hon. Finance Minister, Shrimati Nirmala Sitharaman, introduced a series of measures towards uplifting the economy. in a way to mirror what the prime minister coined as “Atmanirbhar Bharat” – a way to empower the country with infusion of liquidity and creation of a self sufficient & self reliant India.

This could not have been possible without the inclusion of the MSME sector in the set of reforms introduced as, MSMEs in total contribute to 45% of India’s Industrial Employment 50% of India’s Total Exports and 95% of all industrial units of the country and more than 6000 types of products.



Definition of MSMEs:

1. WHAT ARE MICRO, SMALL AND MEDIUM ENTERPRISES?

MSMEs are an acronym for Micro, Small and Medium Enterprises. In a developing country like India MSMEs form the backbone of the economy.

National Industrial Classification 2008 (NIC-2008) Code 86202 is used for dental practice activities. National Industrial Classification 2008 seeks to provide a basis for the standardized collection, analysis and classification of industry (economic activity) wise economic data for India.

In her latest press conference on 13 May 2020, the finance minister proposed to change the definition of MSME (Micro, Small and Medium Enterprises) in order to bring both service & manufacturing sector MSMEs under the same bracket of composite criteria of investment and turnover.

2. NATIONAL INDUSTRY CLASSIFICATION CODES APPLICABLE TO DENTAL PRACTICE:

National Industrial Classification 2008 (NIC-2008) Code 86202 is used for dental practice activities. National industrial Classification 2008 seeks to provide basis for the standardized collection, analysis and dissemination of industry (economic activity) wise economic data for India. NIC code id required to obtain Udyog Aadhar or register a Company / LLP in India.

All the activities are grouped into several “activity groups” or “tabulation categories” in a hierarchical manner. Activities are first grouped into ‘section’ alphabetically coded from A through U, every section is divided into ‘division’ with 2-digit numeric code, every division into ‘group’ with 3-digit numeric code, every group into ‘class’ with 4-digit numeric code and every 4-digit class into 5-digit ‘sub-class’.

The structure for NIC Code 86202:

LEVEL	DESCRIPTION
Section Q	Human Health and Social Work Activities
Division 86	Human Health Activities
Group 862	Medical and Dental Practice Activities
Class 8620	Medical and Dental Practice Activities
Sub-Class 86202	Dental Practice Activities

3. MSME CLASSIFICATION:

Revised MSME Classification & Composite Criteria: Investment and Annual Turnover

Classification	MICRO	SMALL	MEDIUM
Manufacturing & Services	Investment < Rs. 1 cr. and Turnover < Rs. 5 cr.	Investment < Rs.10 cr. and Turnover < Rs.50 cr.	Investment < Rs. 20 cr. and Turnover < Rs. 100 cr.



4. BENEFITS OF MSME REGISTRATION:

- 4.1. Due to the MSME registration, the bank loans become cheaper
- 4.2. There are various tax rebates offered to MSME.
- 4.3. MSME Act 2006 specifies 45-day credit period for the recipient of any goods or services to pay to the MSME supplier.
- 4.4. Quality Management Standards & Quality technology Tools: It helps the MSMEs to understand the need for delivering quality products and businesses are sensitized via conferences, seminars and activities.
- 4.5. Helps innovators with the implementation of their new design or ideas by Govt financing of 70-80% of the project cost.
- 4.6. There are many government tenders which are only open to the MSME Industries.
- 4.7. They get easy access to credit.
- 4.8. Once registered the cost of getting a patent done, or the cost of setting up the industry reduces as many rebates and concessions are available.
- 4.9. Businesses registered under MSME are given higher preference for government license and certification.

- 4.10. Capital subsidy is given to the businesses which upgrade from the use of obsolete technology.
- 4.11. There is a One Time Settlement Fee for non-paid amounts of MSME.
- 4.12. Further it's a boon for the women entrepreneurs to start their own businesses with the Govt providing them with requisite capital, counselling and training.

5. REGISTRATION PORTAL: [HTTPS://UDYOGAADHAAR.GOV.IN/](https://udyogaadhaar.gov.in/)

- 5.1. Please read through 'Guidelines for Filing the Online Udyog Aadhaar Form' available on the website before filling up registration form.
- 5.2. Prepare all soft copies of documents in desired size and formats and keep them handy before you start filling up registration application

6. REGISTRATION PROCESS:

- 6.1. To do the registration the small and medium scale industry owner has to fill a single form which he can do online as well as offline.
- 6.2. If a person wants to do registration for more than one industry then also he/she can do individual registration.
- 6.3. To do the registration he/she has to fill a single form which is available at the website.
- 6.4. Subsequent to reaching the udyogaadhaar website, a Mobile OTP is generated;
- 6.5. Consequent to which compulsory fields like PAN, Name & Type of organization, Activity type (Service or Manufacturing), Address, Bank Details need to be filled in

- 6.5.1. Investment in Plant & Machinery (Purchase Amount) also needs to be filled in;
- 6.5.2. NIC Code details too need to be entered to select the type of business
- 6.5.3. After filling in the details an E-mail ID OTP needs to be entered before final submission.
- 6.6. The document required for the registration is Personal Aadhar number, Industry name, Address, bank account details and some common information.
- 6.7. In this, the person can provide self-certified certificates.
- 6.8. There are no registration fees required for this process.
- 6.9. Once the details-filled and uploaded an Udyog Aadhaar Memorandum & an Acknowledgement is issued after successful registration.

7. OPTION FOR REGISTRATION WITHOUT AADHAAR NUMBER:

An applicant or the authorised signatory who is not yet enrolled for Aadhaar shall have to apply for Aadhaar enrolment and in case he or she is entitled to obtain Aadhaar as per section 3 of the Aadhaar Act such individual may visit any Aadhaar enrolment centre to get enrolled for Aadhaar.

Provided that till the time Aadhaar is assigned to the individual, UAM registration shall be filed by the concerned DIC or MSME-DI on behalf of such enterprise, subject to the production of the following documents as alternative and viable means of identification.

7.1.

7.1.1. If he has enrolled, his Aadhaar Enrolment ID slip

7.1.2. A copy of his request made for Aadhaar enrolment

7.2. ANY OF THE FOLLOWING DOCUMENTS, NAMELY:

Bank photo passbook; or voter ID Card; or passport; or driving license; or PAN card; or employee photo identity card issued by the Government.

8. DOCUMENTS REQUIRED FOR MSME REGISTRATION:

The entity has to submit documents like business address proof, copies of purchase and sale bill, and licenses from regulatory bodies.

- **Business Address Proof**
- **Copies of Sale Bill and Purchase Bill**
- **Partnership Deed/ MoA and AoA**
- **Copy of Licenses and Bills of Machinery Purchased**
- **Business Address Proof:**

Business Address Proof:

If the premise is self-owned– Allotment letter, possession letter, lease deed or property tax receipt is to be submitted. If there is a municipal license in the business name or in the name of the proprietor, partner or director of the business, no other possession document is required to be submitted.

If the premise is rented:

Rent receipt and a no objection certificate (format given below) from the landlord is required. Also, any utility bill or document evidencing the landlord's ownership is to be submitted.

Copies of Sale Bill and Purchase Bill:

Business is required to submit a copy of sale bill related to each end product that it will supply. Also, for each raw material that it will purchase, a purchase bill has to be submitted.

Partnership Deed/ MoA and AoA

If the business is a partnership firm, it has to submit its partnership deed. If the partnership firm is registered, it has to submit registration certificate also.

In case of a company, a copy of Memorandum of Association and Articles of Association, and certificate of incorporation has to be submitted. With it, a copy of the resolution passed in general meeting, and the copy of board resolution authorizing a director to sign the MSME application is also to be submitted.

Copy of Licenses and Bills of Machinery Purchased

In few cases, the applicant has to submit a copy of industrial license which is to be obtained by giving an application to Govt. of India. Further, all bills and receipts related to purchase and installation of plant and machinery have to be kept safe and required to be submitted on demand.

9. MSME SCHEMES LAUNCHED BY THE GOVERNMENT ARE:

Information about latest schemes are always updated on MSME website. Please access the link <https://msme.gov.in/all-schemes> to know about latest information all MSMS schemes.

10. FREQUENTLY ASKED QUESTIONS:

10.1. **Is MSME updated to Udyog Aadhar?**

Yes, MSME registration has been replaced with the Udyog Aadhar registration. If any micro, small and medium industries want to start any business; they need to do the registration with MSME/Udyog Aadhar. This registration with MSME/Udyog Aadhar can be done in two ways online and offline. This facility provides the business with a lot of benefits and subsidies.

10.2. **Is aadhar card compulsory?**

Yes. For registration under the Udyog Aadhar scheme, aadhar card is compulsory. In case an applicant is other than the proprietor, the Aadhar card of the partner and the director will be required.

10.3. **Can existing and new businesses both apply?**

Yes, an existing and new business can apply for MSME/Udyog Aadhar registration. Provided the existing unit is functioning and meets the threshold limits for registration.

10.4. **What is the validity of the certificate?**

There is no expiry of the Udyog Aadhar Certificate. As long as the entity is ethical and financially healthy there will be no expiry of the certificate.

10.5. **Can trading companies register under MSME?**

No. MSME covers only manufacturing and service industries. Trading companies are not covered by the scheme. MSME is to support startups with subsidies and benefits, trading companies are just like middlemen, a link between manufacturer and customer. Hence not covered under the scheme.

10.6. **Do I need multiple registrations for manufacturing plants in different cities?**

No. The MSME/Udyog Aadhar certificate is for a single entity irrespective of multiple branches or plants. However, information about multiple branches or plants must be furnished.

10.7. What are the activities specifically excluded from coverage under MSME?

Ministry of Micro, Small and Medium Enterprises (MSME) has clarified as per notification S.O 2576 (E) dated 18.09.2015 and subsequent notification no S.O 85(E) dated 10.1.2017, activities that would be specifically not included in the manufacturing or production of commodities or rendering of services as per Section 7 of the said Act.

1. Forest and Logging
2. Fishing and aquaculture
3. Wholesale, retail trade and repair of motor vehicle and motorcycles
4. Wholesale trade except for motor vehicles and motorcycles.
5. Retail Trade Except of Motor Vehicles and motor cycles
6. Activities of households as employees for domestic personnel
7. Undifferentiated goods and services producing activities of private households for own
8. Activities of extraterritorial organisations and bodies

11. NO – OBJECTION LETTER FORMAT:

NO OBJECTION LETTER

TO WHOMSOEVER IT MAY CONCERN

I/We,, son/daughter of, do hereby state that,

1. I/We am/are the legal owner/s of the premises situated at (hereinafter referred to as “the said premises”).
2. I/We have no objection in{Enter name} using the said premises as the registered office of the proprietorship/partnership firm/LLP/private limited company/ public company.

Date:

Place:

.....

Signature
(Owner)



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