

2025



MP MSME DEVELOPMENT POLICY 2025

KNOWLEDGE MANUAL

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Greetings from Bizastra! This edition focuses on the **M.P.**

MSME Development Policy, 2025 Effective from 24th February 2025

Why this Policy is Introduced

1

The policy recognizes the crucial role of MSMEs in employment generation..

2

Applicable to all MSME New Units Expansion/ diversification /Technological Upgradation Manufacturers

3

A dedicated MSME Department is established to boost sector competitiveness and implement supportive policies.

4

The policy focuses on creating a strong and supportive ecosystem.

5

It aligns with both state and central government initiatives.

2. Objectives

01 Industrial Development



02 MSME competitiveness.



03 Creating enabling infrastructure



04 Conducive ecosystem



05 Empowering young entrepreneurs to drive employment.



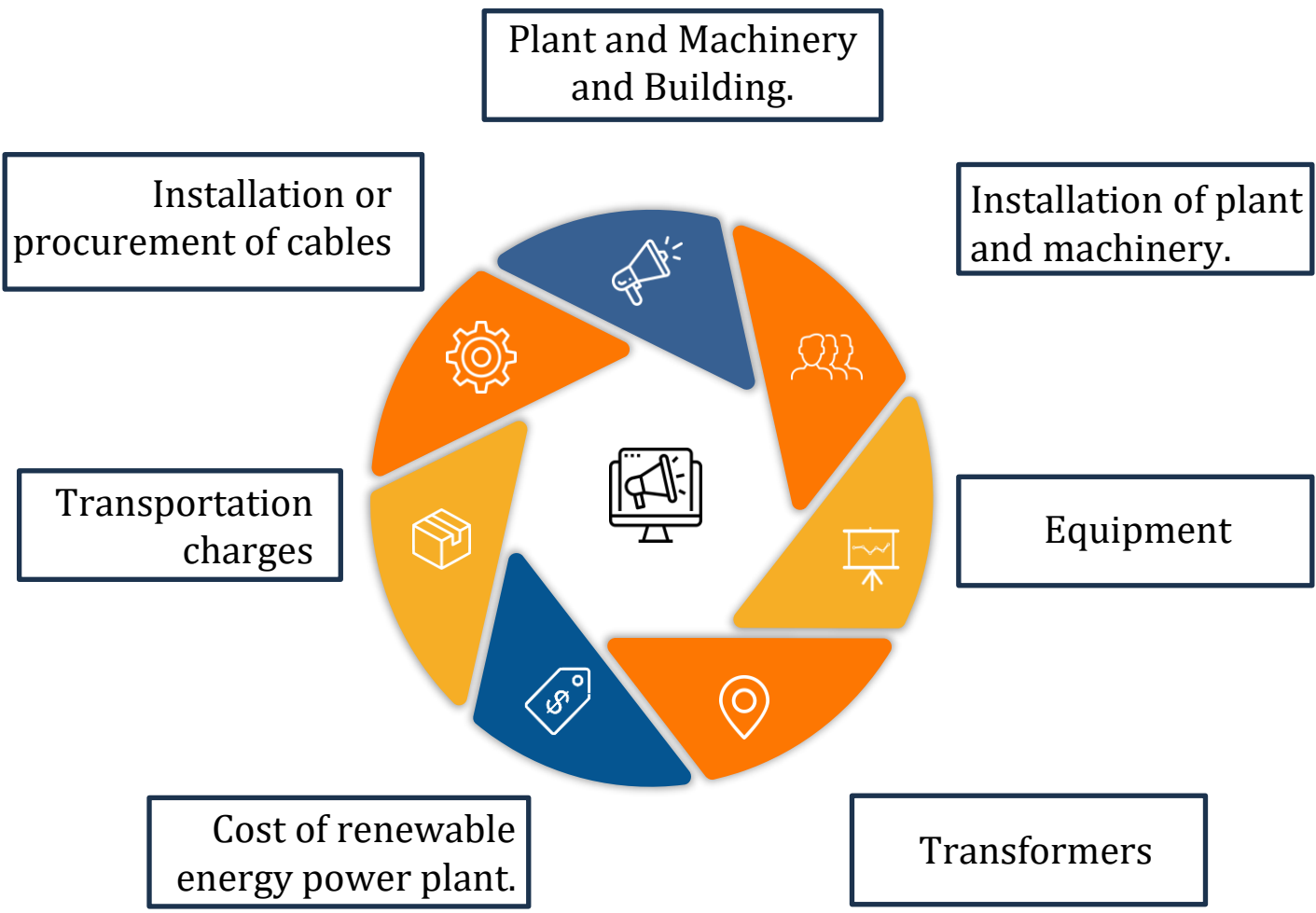
06 Promoting inclusive growth



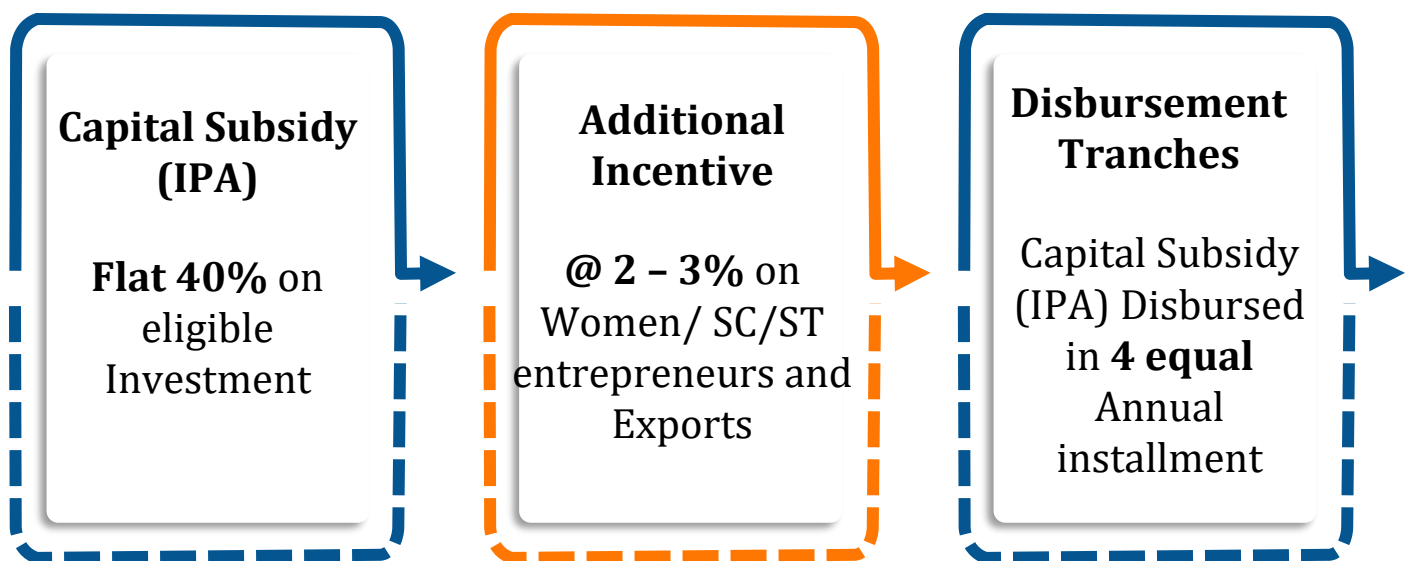
3. Definition of MSME's (As per policy)

Investment In Plant And Machinery	Turnover	Status
Up to 2.5 Crore	10 Crore	Micro
From 2.5 Crore To 25 Crore	100 Crore	Small
From 25 Crore to 125 Crore	500 Crore	Medium

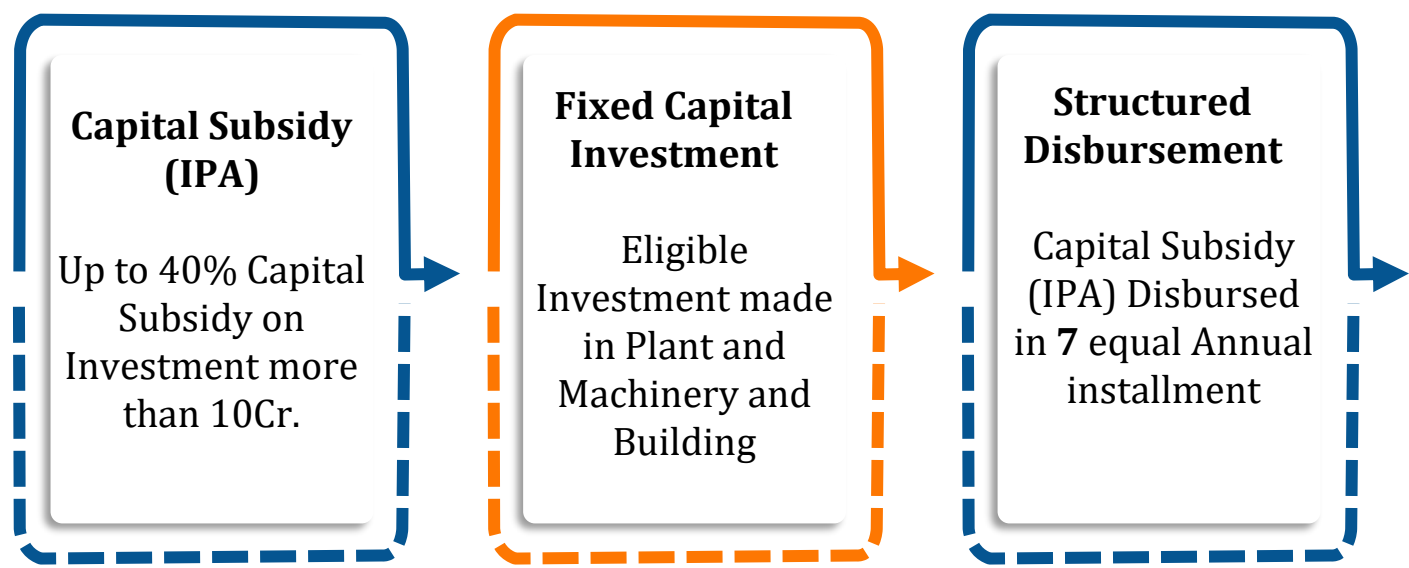
4. Eligible Fixed Capital Investment



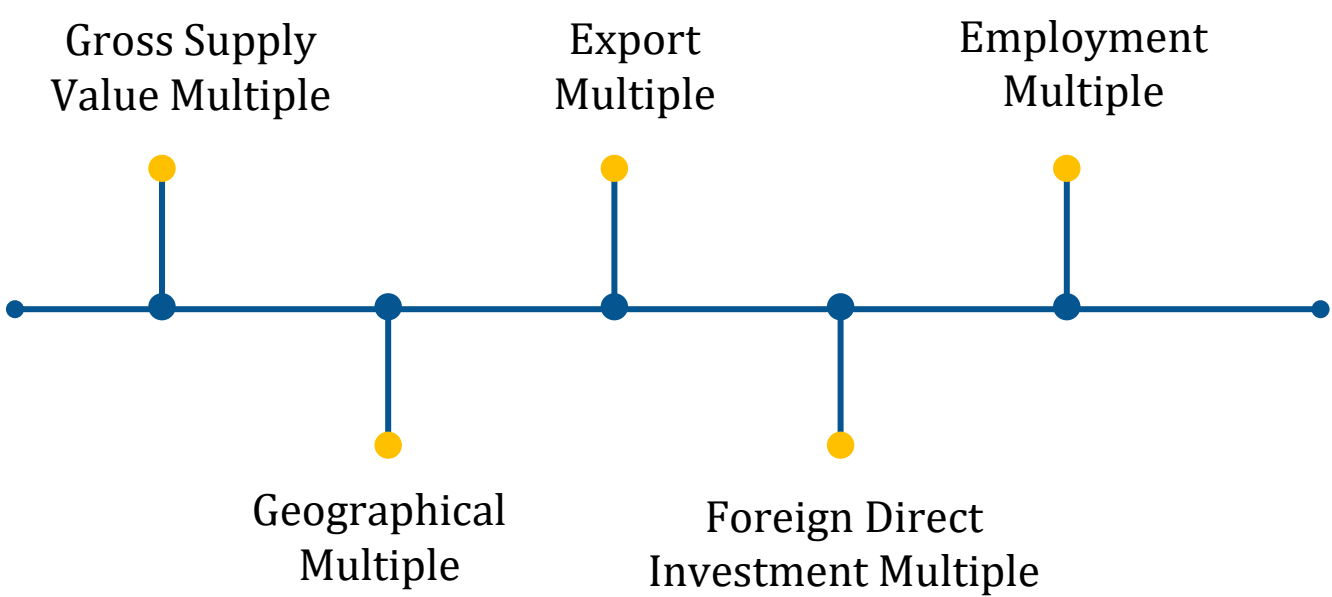
5. Micro And Small Enterprises (*Investment up to 10 Cr*)



5. Medium Enterprises (Investment Between 10 to 50 Cr.)



Assistance is calculated using specific formulas based on :



7. Other Benefits / Incentives :

Quality Certification

- **100%** reimbursement up to **Rs 20 Lakhs** for ISO/BIS/BEE
- **50%** up to **Rs 50 Lakhs** for Export

Energy Audit Support :

- **50%** reimbursement on conducting energy audit subject to maximum **5 lakhs**

Infrastructure Support :

- Micro & Small Enterprises - **50%** assistance on expenditure, up to **₹25 Lakhs**
- Medium Enterprises– **50%** assistance, up to **₹3 Cr**

Patent Support :

- **100%** reimbursement up to **Rs 10 Lakhs** for patent/IPR.

Other Benefits

- Assistance for Technology Transfer
- Assistance for establishing testing lab
- Assistance for SME Exchange

8. Special Package

Textile Units

<i>Incentive</i>	<i>Details</i>
Interest Subsidy	5% for 5 years, subject to a limit of ₹5 crore

Apparel Sector

Incentive	Details
Reimbursement of Training Expenses	₹13,000 per new employee for 5 years
Employment Generation Subsidy	₹5,000 per employee per month
Interest Subsidy	5% on term loans
Reimbursement of Stamp Duty & Registration Fee	Full reimbursement
Exemption on Electricity Duty	For 7 years
Reimbursement of Power Tariff	₹1 per unit for 7 years

9. Special Package

Food Processing Unit

Incentive	Details
Investment Promotion Assistance (Capital Subsidy)	Up to 60%
Reimbursement of Power Tariff	₹1 per unit for 5 years
Mandi Fee Reimbursement	Applicable
Production Linked Incentive	1% on Net Turnover

Pharmaceutical and Medical Devices Manufacturing units

Incentive	Details
Export Certification Assistance	Up to ₹1 crore
Pharmaceutical Lab Setup	Up to ₹1 crore
Industrial Development Subsidy (Capital Subsidy)	Up to 52%
Interest Subsidy	5% for 5 years

Other Sectors

Power loom sector
Footwear , Furniture, Toys and related value chain product
Motor vehicle scrapping center

10. Frequently Asked Questions

1. Can MSMEs avail multiple incentives?
 - Yes, except for similar types of benefits.
2. What is the policy's duration?
 - Effective from 24th February 2025, until a new policy is introduced.
4. Are there any special incentives for the key sectors?
 - Yes, Pharma, Apparel, Food Processing, Textiles, and Medical Devices are conferred Special Benefits

The Madhya Pradesh MSME Development Policy, 2025
boosts MSME growth, ease of business, and industrial competitiveness with financial and infrastructural support.