



**“What’s  
New?”**

July 6, 2021

## ***“Retail and Wholesale trade included as MSMEs”***

Government has decided to include retail and wholesale trades as Micro, Small and Medium Enterprises (MSMEs). Now, retail and wholesale traders can register on Udyam Registration Portal. However, benefits to retail and wholesale trade MSMEs are restricted to priority sector lending under RBI guidelines.

*Source: Ministry’s O.M. No. 5/2(2)/2021-E/P & G/Policy dated July 2, 2021*

 [www.gsapadvisors.com](http://www.gsapadvisors.com)

 [info@gsapadvisors.com](mailto:info@gsapadvisors.com)

# MSME Categorisation

The categorisation for MSME based on the amount of investment in Plant and Machinery (P&M) or equipment and turnover is mentioned in the table below:

*(Amounts in INR Million)*

MSME Classification				
Criteria	Classification	Micro	Small	Medium
Manufacturing	Investments in P&M or Equipment	Upto 10	Upto 100	Upto 500
and	and	and	and	and
Services, Retail and Wholesale Trade	Turnover	upto 50	upto 500	upto 2500

## Few situations for classification

S. No.	Situation		Result	Remarks
	Investment	Turnover		
1	INR 1 Million	INR 40 Million	Micro	--
2	INR 9 Million	INR 100 Million	Small	This will not be a Micro enterprise as turnover exceeds 50 Million
3	INR 200 Million	INR 400 Million	Medium	This will not be a Small enterprise as investments exceeds 100 Million

# Contact us

## GSAP



H-59AB, Lower Ground Floor  
Kalkaji, New Delhi 110019  
India



[info@gsapadvisors.com](mailto:info@gsapadvisors.com)



+91 (11) 4056 0819  
+91 (11) 4154 4443

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