National SC/ST HubMarket-linkage & capacity building for SC/ST entrepreneurs

1. Details

National SC/ST Hub (NSSH) is a flagship scheme launched by the Government of India in October 2016 under the Ministry of Micro, Small and Medium Enterprises (MSME). The scheme is implemented by the National Small Industries Corporation (NSIC) and was formally launched by the Hon'ble Prime Minister.

Objective

The primary objective of the National SC/ST Hub scheme is to:

- Provide professional support to Scheduled Caste and Scheduled Tribe entrepreneurs Fulfill the obligations under the Central Government Public Procurement Policy for Micro and Small Enterprises Order 2012
- Achieve at least 4% share of total procurement from SC/ST owned MSEs by Central/State Governments and CPSEs
- Promote entrepreneurship culture among SC/ST population
- Create a conducive ecosystem for SC/ST entrepreneurs through market linkage and capacity building

Scheme Duration & Budget

- Current Phase: 2021-22 to 2025-26 (15th Finance Commission cycle)
- Total Budget Allocation: ₹438 crore for 5 years
- Implementation Period: Valid till March 31, 2026

Key Focus Areas

The scheme focuses on four main pillars:

- 1. Finance: Credit support and subsidies
- 2. Technology: Technological upgradation support
- 3. Market Linkages: Government procurement opportunities
- 4. Capacity Building: Skill development and training programs

2. Benefits

A. Financial Benefits

Special Credit Linked Capital Subsidy Scheme (SCLCSS)

- Subsidy Rate: 25% capital subsidy on investment in plant & machinery
- Maximum Subsidy: Up to ₹15 lakh per unit
- Purpose: Technology upgradation, capacity augmentation, and creation of new enterprises

Reimbursement Schemes

1. Testing Fee Reimbursement

- · Coverage: 80% or ₹1,00,000 (whichever is lower)
- · Purpose: NABL accredited laboratory testing and BIS certification fees

2. Bank Loan Processing Fee Reimbursement

- · Coverage: 80% or ₹1,00,000 (whichever is lower)
- · Purpose: Bank loan processing charges for business loans

3. Bank Guarantee Charges Reimbursement

- · Coverage: 80% or ₹1,00,000 (whichever is lower)
- · **Purpose**: Performance bank guarantee charges for government tenders

4. Export Promotion Council Membership Reimbursement

- · Coverage: Membership fees for export promotion councils
- · Purpose: Facilitate export business development

5. Capacity Building Management Fee Reimbursement

- · Coverage: Course fees for training programs
- · **Purpose**: Short-term training (1-30 days) at top 50 management institutes (NIRF ranking)

6. E-commerce Portal Membership Fee Reimbursement

- · Coverage: 80% or maximum ₹25,000 (whichever is lower)
- · Purpose: Membership on government e-commerce portals (GeM,

e-Khadi, TRIFED, etc.)

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B. Market Access Benefits

Single Point Registration Scheme (SPRS)

- Free Tender Sets: No cost for government tender documents
- EMD Exemption: No Earnest Money Deposit required
- Price Preference: 25% quota in government procurement at L1 price
- Reserved Items: Access to 358 items reserved for exclusive SSI purchase

Government Procurement Opportunities

- Direct Access: To Central/State government departments and PSEs
- Vendor Development Programs: Facilitated participation in CPSE vendor development
- GeM Access: Direct selling on Government e-Marketplace platform

C. Capacity Building Benefits

Training Programs

- Fully Sponsored Training: Skill and entrepreneurship development programs Management Development: Access to top management institutes
- Sector-Specific Training: Customized programs for different industries
- Digital Training: Online and offline capacity building modules

Mentorship Support

- Industry Mentors: Access to experienced business leaders
- CPSE Mentorship: Support from Central Public Sector Enterprises
- Handholding Support: Continuous guidance for business development

D. Marketing Support

Special Marketing Assistance Scheme (SMAS)

- 1. International Exhibitions: Participation in overseas trade fairs
- 2. **Domestic Exhibitions**: Support for national trade shows
- 3. Vendor Development Programs: Facilitated participation
 - 4. Workshops and Seminars: Industry-specific awareness campaigns
 - 5. **Trade Visits**: Organized visits to international and domestic markets

E. Technology & Innovation Support

• Technology Upgradation: Financial assistance for modern equipment

- R&D Support: Access to research and development facilities
- Quality Certification: Support for ISO and other quality certifications

• Digital Transformation: Support for adopting digital technologies

3. Eligibility

A. Primary Eligibility Criteria

Entity Type Requirements

- Micro and Small Enterprises (MSEs) only
- Must have valid Udyam Registration (formerly EM-II/UAM)
- Should be engaged in manufacturing or service activities

Caste Category Requirements

For Proprietorship:

Proprietor must belong to SC/ST category

For Partnership:

SC/ST partners must hold at least 51% share in the unit

For Private Limited Companies:

• At least 51% shares must be held by SC/ST promoters

Registration Requirements

- Valid Udyam Registration certificate
- GST Registration (if applicable)
- PAN Card of the enterprise
- Bank Account in the name of the enterprise

B. Specific Eligibility for Different Components

For SCLCSS (Capital Subsidy)

- SC/ST owned MSEs in manufacturing sector
- Investment in plant & machinery through institutional finance
- Unit should be in commercial production
- Should not have availed similar subsidy earlier

For SPRS Registration

All Micro & Small Enterprises with valid Udyam Registration

- Should have commenced commercial production
- Special Benefit: SC/ST MSEs get registration at token fee of ₹100 + GST

For Marketing Assistance

- NSSH registered SC/ST MSEs
- Should have viable business plan
- Product/service should have market potential
- · Compliance with all statutory requirements

For Capacity Building Programs

- Existing and aspiring SC/ST entrepreneurs
- Age limit: 18-45 years (for certain programs)
- Educational qualification: Minimum 10th pass
- Commitment to start/expand business after training

C. Geographical Coverage

- Pan-India Coverage: All states and union territories
- Special Focus: North-Eastern states and tribal areas
- Hub Offices: 56 NSSH offices across India

D. Exclusions

- Large Enterprises: Not eligible for any benefits
- Medium Enterprises: Limited access to certain schemes
- Non-SC/ST Enterprises: Cannot avail SC/ST specific benefits
- Sick Units: Under liquidation or BIFR proceedings

4. Application Process

Step 1: Preliminary Registration

- 1. Visit Official Website: www.scsthub.in
- 2. Create Account: Register with basic details
- 3. Complete Profile: Fill comprehensive business information
- 4. Upload Documents: Submit required certificates and proofs

Step 2: Scheme-Specific Application

For SPRS Registration

1. Online Application: Visit www.nsicspronline.com

2. Fill Application Form: Complete SPRS application (in duplicate) 3.

Pay Registration Fee: ₹100 + GST for SC/ST MSEs

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4. Submit to NSIC Office: Nearest zonal/branch office

5. **Technical Inspection**: Arranged by NSIC through designated agency 6.

Certificate Issuance: SPRS certificate upon approval

For SCLCSS Application

1. Prepare Business Plan: Detailed project proposal

2. **Arrange Finance**: Tie-up with Prime Lending Institution (bank)

3. Submit Application: Through PLI to NSIC

4. **Technical Scrutiny**: Evaluation by technical committee

5. **Approval Process**: Sanction by competent authority

6. Subsidy Disbursement: After completion of investment

For Marketing Assistance

1. Identify Opportunity: Select exhibition/trade fair

2. Submit Proposal: Detailed participation plan

3. Approval Process: Evaluation by NSSH office

4. Advance Payment: Partial advance if approved

5. **Participation**: Attend event with NSSH support

6. **Reimbursement**: Submit bills for final settlement

For Capacity Building Programs

1. Program Identification: Choose suitable training program

2. Application Submission: Fill nomination form

3. **Selection Process**: Merit-based selection

4. Training Participation: Attend full program

- 5. Certification: Receive completion certificate
- 6. Follow-up Support: Post-training mentoring

Step 3: Document Verification

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- Online Verification: Initial document screening
- Physical Verification: On-site inspection if required
- Compliance Check: Statutory requirement verification •

Approval Process: Committee-based decision making

Step 4: Benefit Disbursement

- Direct Transfer: Benefits credited to bank account
- Reimbursement Mode: For eligible expenses
- Subsidy Release: As per approved schedule
- Monitoring: Regular progress tracking

Important Contact Information:

- Official Website: www.scsthub.in
- Helpline: Available through website contact form
- NSSH Offices: 56 offices across India
- NSIC Head Office: New Delhi
- Email Support: Through official portal

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Key Benefits Summary:

- Financial Support: Up to ₹15 lakh capital subsidy
- Market Access: Government procurement opportunities

Capacity Building: Free training and mentorship

• Reimbursements: Multiple fee reimbursement schemes •

Technology Support: Upgradation assistance