

**Sir**

**In the post covid situation the MSME,s are either struggling to survive or on the verge close down .Some of the traditional Industries are either with lack of order or scares of Raw material or suffering with increase in the Raw material price . In states like Kerala where the duration of pandemic infection lasted for 21 months and continued to be remain active.**

**Under the above circumstance MSME's and the entrepreneurs who are the backbone of economy may be given special treatment during Budget preparation.**

**1) MSME's with a loan of 10 cores of Rupees may be exempted from SARFASI Act.**

**2) A particular Industry of one state, where more than70% units fallen under NPA can not be treated as Entrepreneur failure. Where ever an industry as such is closed ,the same may be because of Global competition or govt; policies. While the industry was in profitable operation all stakeholders including Bank, GOVT and the industrialist were the beneficiaries. In such circumstances it is injustice to put the blame on the entrepreneur alone who were operating the business years together in profit.**

**Such instances the Entrepreneur may be allowed to have a decent exit in such a way that all the stakeholders should bear the loss together.**

**3)It is the policy of the Govt to have Roti, Kappada and Makkan for every families.In view of above it is unfair to lock or evict the Entrepreneur from his dwelling house for the business loss. This shall discourage the new generation on venturing to business.**

**Considering the above Govt may exempt dwelling houses of MSME Entrepreneurs, upto the value of 150lakhs Rupees ,from eviction and SARFASI Act.**

**4)Now an MSME borrower has to pay Interest plus other charges and this shall accompanied together to a bank charges of 14-15% annually. That is why majority of MSME units are dying within 4-5 years.**

**In order to avoid this banks may be advised to realise bank charges @ 6-7% (Interest+ other charges ) for the first 5 years.**

**Kindly do the needful to include the above proposals for the promotion of MSME Units**