





MSME SUSTAINABLE (ZED) CERTIFICATION SCHEME "AWARENESS PROGRAMME"

(Virtual)

Date: 25-01-2023

Organized by:

Association for Promotion of Competitive and Responsible Enterprises (APCRE)

&

Council for Leather Exports (CLE)









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ABOUT

Motivating our MSMEs to adopt a quality driven ecosystem





VISION

To improve MSME manufacturing systems & processes, enhance MSME competitiveness, make them sustainable and transform them as National and International Champions.



ELIGIBILITY

All MSMEs registered with the Udyam registration portal will be eligible to participate in MSME Sustainable (ZED) Certification Scheme and avail related benefits/incentives.

Phases



The ZED Certification is proposed to be implemented in 2 Phases:

PHASE 1

For Manufacturing MSMEs with Udyam Registration.
This phase will focus largely on maximizing inclusion of manufacturing MSMEs and taking them through the journey of ZED

PHASE 2

Inclusion of Service Sector MSMEs. This phase will also strive to integrate those MSMEs (manufacturing and Service Sectors) who are registered under a State Government protocol/system but not on Udyam. This phase will also make provisions to align ZED Certification with the international certifications for its global acceptance

Stakeholders





Ministry of Micro, Small & Medium Enterprise



MSMEs: Micro, Small & Medium Enterprises



MSME Development Institutes



Quality Council of India



State Governments



Bureau of Indian Standard



Financial Institutions







Features of the ZED scheme



Three (03)
Certification Levels:
Bronze, Silver & Gold

Conformity Model. No weighted average. MSMEs would need to comply with the requirements of the Certification level applied for

MSMEs can apply for any Certification level

Easy to understand Model, 20 parameters

Few parameters exempted from assessment for identified certifications like ISO, Lean etc.

All MSMEs take ZED
Pledge after
Registration

More Benefits and incentives

Concept of Virtual Awareness & Training and Remote Assessment

ALL SYSTEMS & PROCESSES IN ZED CERTIFICATION ARE END TO END DIGITALIZED

Certification Levels









1

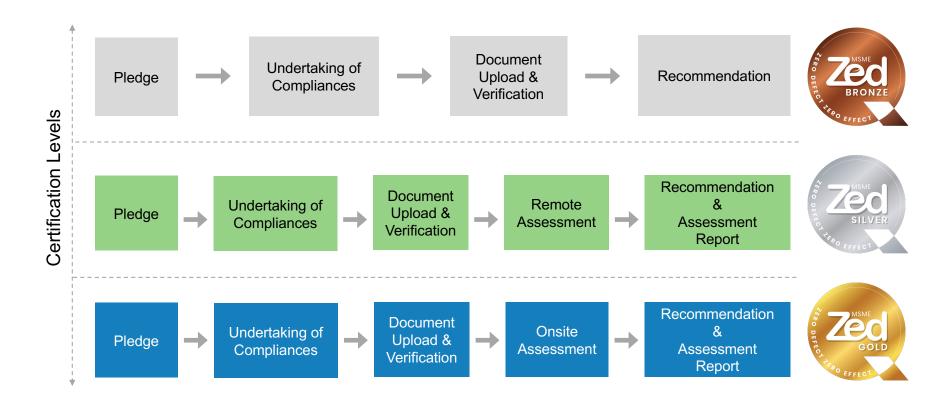
Register & take ZED Pledge 2

After taking the ZED
Pledge, the MSME can
apply for any Certification
Level if it feels that it can
fulfil the requirements
mentioned in each level



Certification Process





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ZED Parameters Maturity through Conformity Assessment



- Leadership
- Swachh Workplace
- Workplace (Occupational) Safety
- Measurement of Timely Delivery
- 5. **Quality Management**
- Human Resource Management
- Daily Works Management
- Planned Maintenance & Calibration
- Process Control
- 10. Product Quality & Safety (Testing/Certification)

05

- 11. Material Management
- 12. Energy Management
- 13. Environment Management
- 14. Measurement & Analysis
- 15. Supply Chain Management
- 16. Risk Management
- 17. Waste Management (Muda, Mura, Muri)
- 18. Technology Selection & Upgradation
- 19. Natural Resource Conservation
- 20. Corporate Social Responsibility





01 LEADERSHIP

Commitment to the ZED values can be demonstrated by taking accountability of the effectiveness of the system, reviewing the performance of ZED parameters and promoting improvement

SWACHH WORKPLACE

A Swachh workplace not only enhances the image of the organization in the eyes of stakeholders including the customers, but also boosts the morale of the people working in the organization as well.

OCCUPATIONAL (WORKPLACE)
SAFETY

To create a safe working place, an organization should create a Safety Policy and comprehensive action plans to address the safety concerns of all stakeholders including (but not limited to) employees, contract workers, supply chain and community

MEASUREMENT OF TIMELY DELIVERY

This parameter assesses the ability of various activities to deliver on time in terms of "on- time full delivery" which indicates how many deliveries are supplied On Time, In Full (OTIF)

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QUALITY MANAGEMENT

Quality Management is key for any organisation to sustain and stay ahead of the competition. The organisation should define its Quality management system covering all products and processes across the organisation and supply chain

HUMAN RESOURCE MANAGEMENT

In order to systematically develop the skills of its people, the organizations must understand their competence or skill levels, identify training & skill development needs and gaps to design effective people development plans at all levels to enhance the skills of the workforce.

DAILY WORKS
MANAGEMENT

Daily Works Management (DWM) is the system that provides the ability to manage departments and functions wherein processes are defined, standardized, controlled, and improved by the process owners

PLANNED
MAINTENANCE &
CALIBRATION

Planned maintenance means that there is a system of identifying the maintenance requirements (including calibration) of the machines, equipment & devices to create a schedule of maintenance so that they do not breakdown unexpectedly

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PROCESS CONTROL

A robust Process Control means active changing/ adjustment/ correction of the process, based on the results of process monitoring.

PRODUCT QUALITY & SAFETY (TESTING/CERTIFICATION)

The organisation is required to identify and ensure relevant testing and certification requirements for the products & processes (as applicable)

MATERIAL MANAGEMENT

The fundamental objectives of the Material Management function, often called the famous 5 Rs of Materials Management, are acquisition of materials and services of the right quality, in the right quantity, at the right time, from the right source, at the right price

ENERGY MANAGEMENT

Robust Systems for Energy efficiency is an indicator of responsible manufacturing as it not only conserves essential resources but also reduces carbon footprint. Energy in this parameter includes electrical energy, fossil fuel & renewable energy

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ENVIRONMENT MANAGEMENT

The organisation is required to ensure that it meets the regulatory requirements and should have implemented relevant processes to monitor and enhance compliance

MEASUREMENT & ANALYSIS

To objectively evaluate the performance of the organisation, the Senior management must identify and measure the key processes with an aim to improve them

SUPPLY CHAIN MANAGEMENT

A strong collaborative relationship between the organization & its suppliers increases the speed to market and shortens the development cycle. This also includes outsourced partners.

RISK MANAGEMENT

Every organization faces several risks which may severely impact the overall well-being of the organization. This parameter aims to assess how well the organization is prepared to manage the risks and ensure Business Continuity

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WASTE MANAGEMENT

Waste is broadly defined as anything that adds to the cost of the product without adding value to it. Wastes can be broadly classified into Muda, Mura & Muri.

TECHNOLOGY SELECTION & UPGRADATION

Adoption of the Best Available Technologies (BAT) including Internet of Things (IoT), sensors, Cloud computing, Artificial Intelligence (AI), etc. in a planned manner will help the organization produce superior products, enhance efficiencies and stay competitive. This may also include adoption of relevant developments like Industry 4.0

19 NATURAL RESOURCE CONSERVATION

This parameter deals with the Organisation's understanding of renewable and non-renewable resources and the approach followed by it towards conservation of non-renewable natural resources and optimal use of renewable resources

CORPORATE SOCIAL RESPONSIBILITY

Through Corporate Social Responsibility, organisations integrate social and environmental concerns in their business operations and interactions with their stakeholders

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https://zed.msme.gov.in

- Certification requirements Models and Standards
- Assessment Framework
- Guidance Document Sectoral

Parameters exempted from assessment



Note: MSME units possessing the existing certifications, as listed below (from NABCB accredited Certification Bodies or by an Accreditation Body which is signatory to the respective Multilateral Recognition Arrangement (MLA) of International Accreditation Forum (IAF)), will be exempted from assessment of the relevant parameters. For exemptions on the parameters indicated for Lean, it is permissible, only if the Lean certification is obtained from the Implementing agencies under the MSME Competitiveness (Lean) Certification Scheme, of Ministry of MSME.

Parameter No.	Parameter Name	Certification required for exemption
3	Occupational (Workplace) Safety	ISO 45001
5	Quality Management	ISO 9001
7	Daily Works Management	Advance Lean-C (completion Certificate)
12	Energy Management	ISO 50001
13	Environment Management	ISO 14001
17	Waste Management (Muda, Mura, Muri)	Advance Lean-C (completion Certificate)



Benefits of ZED Adoption



A sustained practice of ZED principles will have multiple benefits

- Streamlined operations and lower costs
- Superior quality, reduced rejection and higher revenues
- Increased environmental & social benefits
- Credible recognition of the industry for international customers seeking investment in India
- Image of a Responsible Enterprise

Actual Cost of Certification



Rs 10,000/-.



Rs. 40,000/-



Rs. 90,000/-

Incentives

Subsidy on Cost of Certification

80%

Micro Enterprises 60%

Small Enterprises

50%

Medium Enterprises

Additional Subsidy for MSMEs

A limited-purpose joining reward of Rs. 10,000/- valid for 1 year after taking ZED Pledge which may be adjusted against any Certification

5% to MSMEs which are also a part of the SFURTI OR Micro & Small Enterprises -Cluster Development Programme (MSE-CDP) of the Ministry 10% to MSMEs owned by Women/SC/ST Entrepreneurs OR MSMEs in NER/ Himalayan/ LWE/ Island territories/ aspirational districts

Incentives





After taking ZED Pledge, MSMEs can avail support for their preparedness to mitigate COVID 19 risks



Graded Incentives

Graded incentives as prescribed by States, Financial Institutions, other Ministry/Depts etc., for the three ZED Certification Levels



Financial Assistance

- · Subsidy on Certification
- Financial support for Testing/Systems/Product Certification
- Subsidy on Handholding
- Subsidy on technology upgradation for Zero Effect Solutions

Incentives: Subsidy & Financial Assistance



Financial Assistance in Testing/Systems/ Product Certification

 Up to 75% of the total cost of Certification, with the maximum ceiling of subsidy being Rs. 50,000/- subject to conditions as mentioned in the guidelines

Handholding Support

 Up-to Rs.2 lakhs for consultancy for all ZED certified MSMEs

Support in Technology Upgradation for Zero Effect Solutions

 Up-to Rs. 3 lakhs for all ZED certified MSMEs

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Incentives: By MoMSME (under finalization)



International Cooperation (IC) Scheme

Stall Charges:

- 3.00 + 0.50 Lakh for Bronze ZED certified MSMEs
- 3.00 + 1.00 Lakh for Silver & Gold ZED certified MSMEs

Air Fare:

- 1.50 + 0.25 Lakh for Bronze ZED certified MSMEs
- 1.50 + 0.50 Lakh for Silver ZED certified MSMEs
- 1.50 + 0.75 Lakh for Gold ZED certified MSMEs

Freight Charges:

- Existing + 10000 for Bronze ZED certified MSMEs
- Existing + 15000 for Silver ZED certified MSMEs
- Existing + 25000 for Gold ZED certified MSMEs (Rs. 75000/- for Latin American countries and rest of the countries Rs. 50000/-)

Digital MSME Scheme

- Access to MSME Digital Bronze Subscription for Bronze ZED certified MSMEs
- Access to MSME Digital Silver Subscription for Silver ZED certified MSMEs
- Access to MSME Digital Gold Subscription for Gold ZED certified MSMEs

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Incentives

Other Ministries/ Departments





Railways

 Concessions on Parcel Special/ Vyapar Mala



Banks

- Concession in Processing fee
- Concession in rate of interest
- Preference in lending



Credit Bureaus

(under discussion)

 Incorporating ZED Certification as a parameter in its rating mechanism



To know more on the benefits and incentives, please visit www.zed.msme.gov.in

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DigiLocker aims at 'Digital Empowerment' of the citizen by providing access to authentic digital documents to the citizen's digital document wallet.

The ZED Certificates via APIs have been integrated with DigiLocker.

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www.zed.msme.gov.in



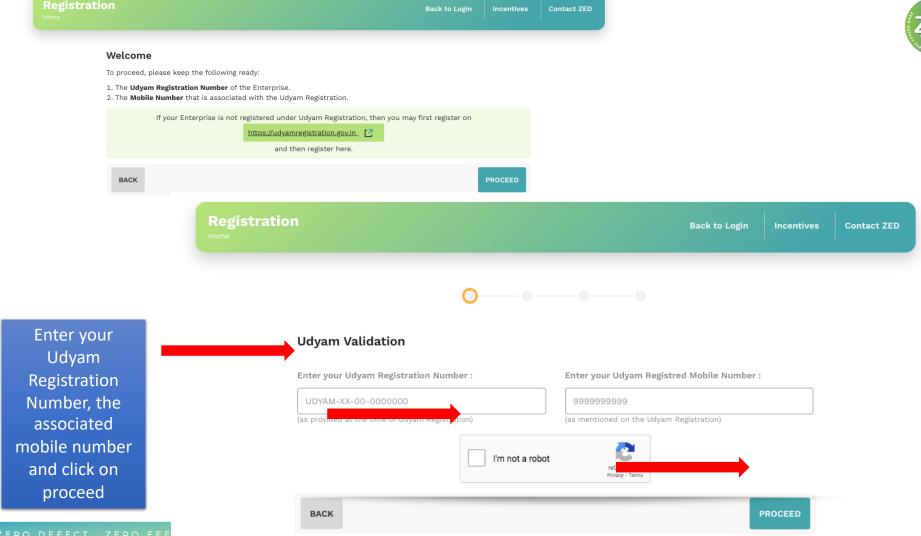


Scan to download ZED MSME Mobile App



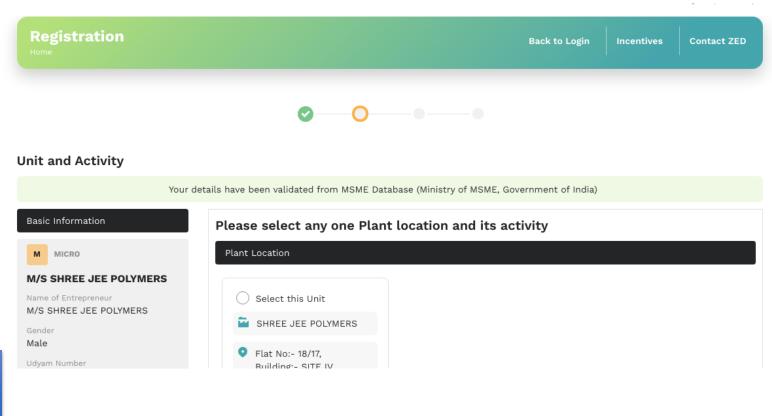
REGISTER NOW

Click here to register







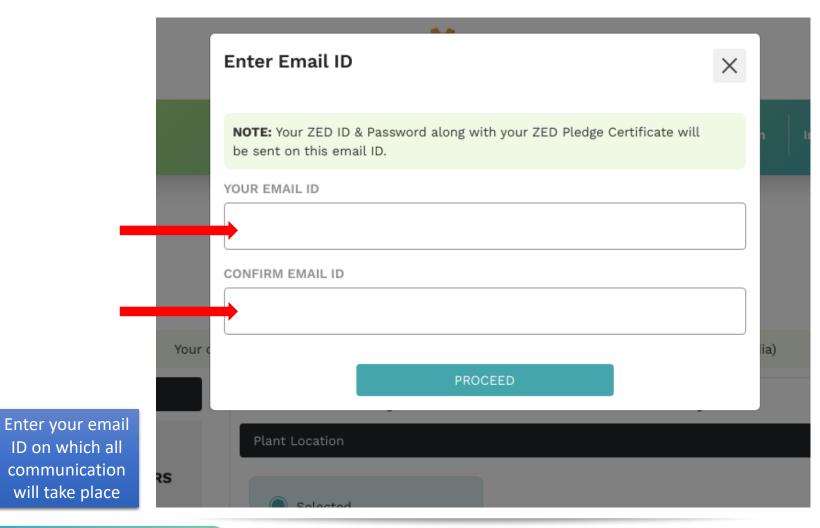


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Select the plant

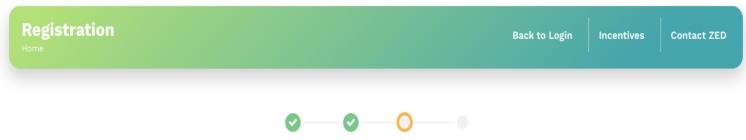
location and activity





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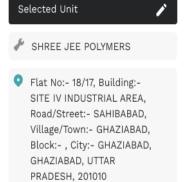
Summary

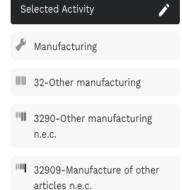
View if all information is correct. Amend if needed.

NOTE: Any information related to Udyam can only be corrected on Udyam portal only





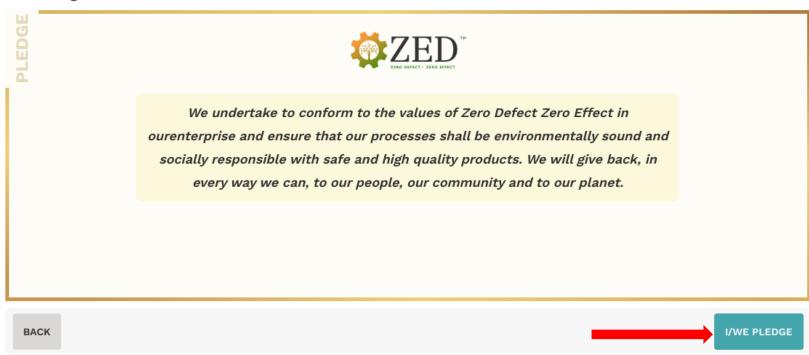




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ZED Pledge

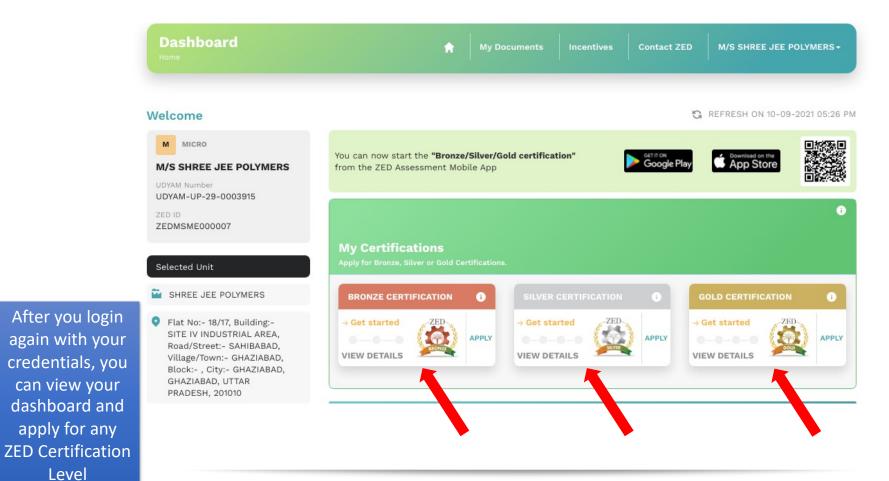


Take ZED Pledge

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SAMPLE ZED CERTIFICATES









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