

FAQs

Question: Under which scheme NSIC distributes raw material?

Answer: NSIC distributes various Raw Materials under its Raw Material Distribution Scheme.

Question: Which materials are being distributed by NSIC?

Answer: NSIC distributes the following materials

Aluminum-	National Aluminum Co. Ltd (NALCO)
Iron & Steel-	SAIL, RINL, AMNS,
Stainless Steel-	Jindal Stainless Steelway Limited
Paraffin Wax-	Chennai Petrochemicals Ltd (CPCL) (Southern States)
Coal-	Coal India Ltd (Odisha)
Bitumen-	AICL
Cement-	ACC/ Dalmia/ Ambuja
Zinc-	Indu Corporation

Note: Supplier(s) and Material(s) are subject to change.

Question: In raw material scheme, what are the options available to procure material?

Answer: Under the raw material distribution scheme, the MSME can procure material either against Advance Payment or may avail credit under RMA against the BG scheme of the Corporation.

Question: What documents are required to procure material under Raw Material Distribution against Advance Payment?

Answer: Following documents are required for an MSME to procure raw materials from NSIC

- i) Application Form/ Request letter of the unit.
- ii) Self attested copy of, Udyam Registration.
- iii) Self attested copy of certificates of PAN/ TIN & GST
- iv) Self attested copy of the latest electricity bill.
- v) Self attested copy of the Latest Audited balance sheet
- vi) Any other, if felt necessary.

Question: How unit is benefitted if it gets material through NSIC?

Answer: If a unit procures material through NSIC, the unit gets bulk & higher slab discounts in addition to other discounts.

Question: What would be the normal time of delivery of Material?

Answer: After receiving the offer from producers, acceptance, and payment by unit, NSIC facilitates the delivery of the material immediately.

Question: How material is distributed by NSIC?

Ans. The main producers send the offer to the Branch office. The information about the material, rate & tonnage is disseminated to all the MSME units under the branch by sending email/phone. The unit has to make the financial arrangement along with the request letter.

Question. Does NSIC charge any service charges on the distribution of material?
Ans. Minimum service charges @0.25% * of the basic price of the material are levied by NSIC on the distribution of material.

* *Subject to change anytime.*

Question From where the material will be supplied?

Answer The material will be supplied from the stockyard or plant as per the terms of bulk producers.

Que What is the modus operandi of procurement on direct dispatch basis (Wagon Booking)?

Ans On receipt of Pre-Finance Arrangement (PFA) from MSME, NSIC book material under direct dispatch booking. On receipt of the documents from the producer, the same are endorsed favoring unit and unit lifts the material directly from the Railway siding.

Que What additional benefits MSME will get to procure material through NSIC which are not available through the producer?

Ans

- 1) Material supplied in requisite quantities at affordable prices.
- 2) Discounts received under Bulk Supplier arrangement are shared with MSMEs.
- 3) Nominal Service Charges are levied.

Que Who will issue the invoice to the MSME?

Ans NSIC will issue an invoice to the MSME.