



May 13, 2020

**INR**  
**50,000**  
**CRORE**

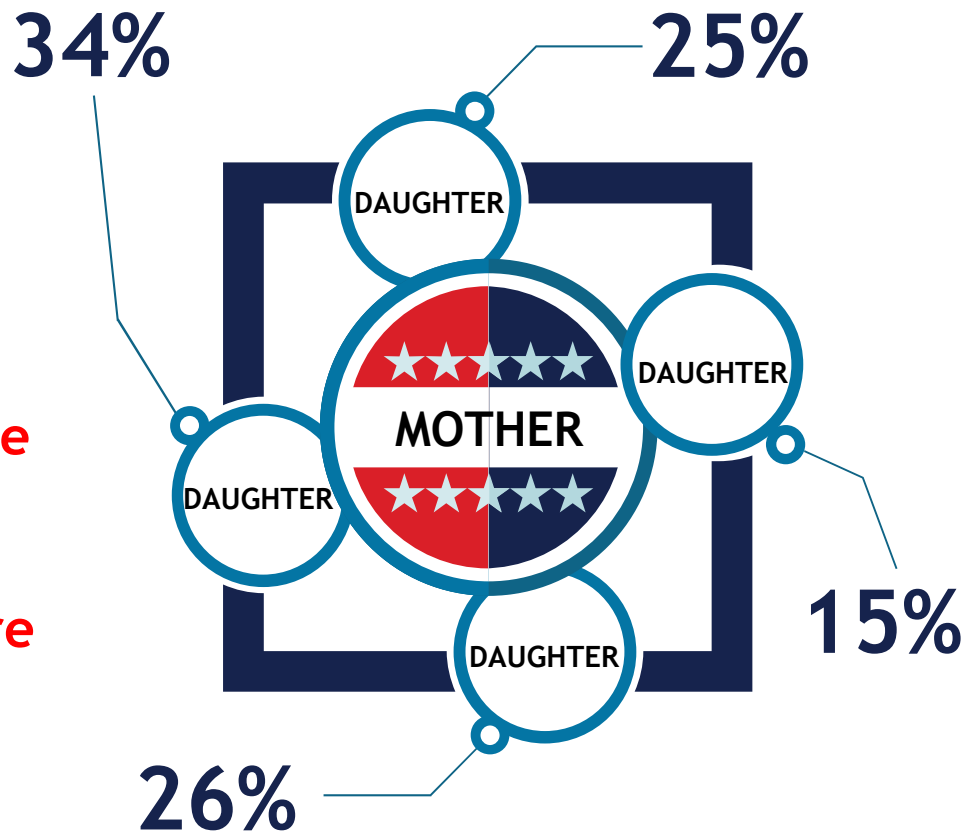
**GOVT.**  
**ANNOUNCED**  
**FUNDS OF**  
**FUNDS TO**  
**BOOST**  
**MSMEs**

# FOF

## STRUCTURE

**20%** TO BE HELD BY MOTHER FUND **INR 10,000 Crore**

**80%** TO BE HELD BY DAUGHTER FUNDS **INR 40,000 Crore**



Graphics doesn't convey that there will be only 4 Daughter Funds or with the mentioned percentage. Just for representation purpose

# OVER **25 LACS** MSMEs WILL BE BENEFITTED!

“Government to buy up to 15% equity in MSMEs having AAA Rating (Implies High Credit Worthiness) that want to list on stock exchange and raise money from capital markets.”

-Nitin Gadkari

Source: ET



# REVISED DEFINITION OF MSMES

Investment till Rs. 1 Cr  
Turnover upto Rs. 5 Cr



Investment till Rs. 10 Cr  
Turnover upto Rs. 50 Cr



Investment till Rs. 20 Cr  
Turnover upto Rs. 100 Cr





# WHAT ABOUT STARTUPS & VENTURE CAPITALS?

Both Startups and Venture Capitals eyes this mode of funding. There is still ambiguity on what future holds for Startups in this Funds of Funds. Also how Venture Capitals, Family Offices will contribute in daughter funds.



THANK YOU!



**Nucleus**  
ADVISORS

Locations: Gurugram | Bengaluru | Jaipur  
Website: [www.nucleusadvisors.in](http://www.nucleusadvisors.in)  
Email: [info@nucleusadvisors.in](mailto:info@nucleusadvisors.in)

