



Incentives Offered by Various States to The Chemical Industry

COMPILED BY



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GUJARAT

Incentives

Expansion or Diversification:

Existing or New enterprises carrying out expansion/diversification with an investment of more than 50% of (out of which minimum 50% investment should be in plant and machinery) its existing gross fixed capital investment on the date of initiating expansion/diversification and commencing production of said expansion/diversification during the operative period of the scheme. Only one expansion/diversification will be eligible for assistance during the operative period of the scheme.

Modernization:

Existing MSMEs carrying out modernization by way of adopting new technology/ production process and/or improving quality of products with an investment of more than 25% of its existing gross fixed capital investment in plant and machinery on the date of initiating modernization and commencing production of said modernization during operative period of the scheme shall be termed as modernization. Only one modernization will be eligible for assistance during the operative period of the scheme.

MSME Service Enterprise:

MSME service enterprise having an investment in equipment more than Rs. 5 lakhs will be eligible for interest subsidy.

Term Loan:

Term loan means loan sanctioned by the financial institution / Bank (Except NBFC) for the acquisition of new fixed assets of the project. However, only the amount actually disbursed against the sanctioned will be considered for the incentives under this scheme. The loan sanctioned and disbursed on second hand assets will not be eligible for incentives under this scheme.

Eligibility:

An enterprise which has obtained first disbursement of term loan on or after 07/04/2017 and commenced commercial production during operative period of the scheme, shall be eligible for Capital investment Subsidy under this scheme. The enterprise which has obtained first disbursement of term loan before 01/04/2017 shall be considered eligible under GR SSt/102014/924940/CH Ot. 19.01.2015 subject to condition that the enterprise commences commercial production before or on 31/03/2018.

Assistance of Capital investment Subsidy

- **For investment up to Rs.,50 lakhs in plant and Machineries**
 - Capital investment Subsidy@ 15% of term loan amount disbursed by Bank/ Financial institute with the maximum amount of Rs. 15 lakhs in Municipal Corporations area.
 - Capital investment Subsidy@ 20% of term loan amount disbursed by Bank/Financial institute with the maximum amount of Rs.25 lakhs in other area outside the municipal corporations' area.
- **For investment from Rs.50 lakhs up to Rs.2 Crore in plant and Machineries:**
 - Capital investment Subsidy@ 12 % of term loan amount disbursed by Bank/Financial institute with the maximum amount of Rs. 15 lakhs in Municipal Corporations' area.
 - Capital investment Subsidy@ 17 % of term loan amount disbursed by Bank/ Financial institute with the maximum amount of Rs. 25 lakhs in other area outside the municipal corporation area.
- **For investment from Rs.2 Crore up to Rs. 10 Crore in plant and Machineries:**
 - Capital investment Subsidy@ 10 % of loan amount disbursed by Bank/ Financial institute with the maximum amount of Rs. 15 lakhs in Municipal Corporations area.
 - Capital investment Subsidy @ 15 % of loan amount disbursed by Bank/ Financial institution with the maximum amount of Rs.25 lakhs in other areas outside the municipal corporations, area.

Conditions for Capital investment Subsidy

- Service sector will not be eligible under this scheme.
- Enterprise shall have to apply to concerned DIC (District Industries Centre) either within one year from the date of first disbursement of loan or on or before the date of commencement of commercial production whichever is later.
- Capital investment subsidy will be paid only after commencement of commercial production of the enterprise.
- The enterprise will be eligible under this scheme, if term loan is sanctioned after one year from the date of commencement of commercial production or before expiry of this scheme whichever is earlier.
- Total quantum of capital investment subsidy (State + Central) in any case should not exceed the total loan amount disbursed by Bank/ Financial institution.
- Enterprise will have to remain in production for 5 years. from the date of commercial production and if it fails to continue production for five years. then amount of capital investment subsidy disbursed will be recovered as arrears. of land revenue.

Assistance for interest Subsidy:

- **Quantum of interest subsidy**

- Interest subsidy @ 5% with the maximum amount of Rs. 25 lakhs per annum for period of 5 year in Municipal Corporations areas.
- Interest subsidy @ 7% with the maximum amount of Rs. 30 lakhs per annum for period of 5 year for in the other areas outside the municipal corporations' area.
- 1% additional interest subsidy to physically challenged entrepreneur/ Women entrepreneur in manufacturing and service sector.
- 1% additional interest subsidy to young entrepreneur below age of 35 years. on the date of sanction of loan.
- Maximum rate of interest subsidy to an enterprise will not be more than 9% & 7% where the rate of interest subsidy is 7 % & 5 % respectively.
- Only new MSME of Service sector as listed will be eligible
- For interest subsidy @5% with the maximum amount of Rs. 25 lakhs per annum for 5 years. on the term loan of machinery and equipment anywhere in the state.

Conditions for interest Subsidy:

- Enterprise shall have to apply to concerned DIC either within one year from the date of first disbursement of loan or on or before the date of commencement of commercial production whichever is later.
- Enterprise shall opt for date of eligibility of interest subsidy either from the date of first disbursement of loan or from the date of commencement of commercial production.
- Late submission of application will be considered subject to deduction of late submission period after commercial production and deduction of proportionate amount of interest subsidy from maximum ceiling.
- Reimbursement of interest subsidy will be made only after commencement of commercial production of the enterprise.
- The enterprise will not be eligible for interest subsidy under this scheme if, term loan is sanctioned after one year from the date of commencement of commercial production.
- If the enterprise becomes defaulter in payment of interest or instalment of term loan to Bank/Financial institution as per guidelines of RBI, such default period will be deducted from the period of five years.
- Interest subsidy will not available for penal interest or any other charges. Total quantum of interest subsidy (State + Central) in any case shall not exceed the total interest paid to Bank/ Financial institution.

- Enterprise will have to remain in production for 5 years. from the date of commercial production.

General conditions applicable to capital investment subsidy and interest subsidy

- Loan sanctioned by Bank or Financial institution as per RBI guidelines will be eligible for any incentive under this resolution. Loan sanctioned by Non-Banking Financial institutes will not be eligible for any incentive under this resolution.
- The enterprise that has availed assistance under this scheme will not be entitled to avail benefit under any other scheme of State Government, unless and otherwise specified under that scheme.
- For the purpose of assistance under this resolution, the investment made in the state of Gujarat shall be clubbed to decide the status of MSME.
- Enterprise shall have to furnish information regarding production, sales, turnover, and employment etc. annually to concerned DIC before end of September.
- Enterprise will have to observe pollution control measures as prescribed by GPCB (Gujarat Pollution Control Board) or other competent authority.
- The enterprise shall have to obtain NOC from Municipal Corporation for doing business, if enterprise is located in the area of Municipal Corporation.
- Enterprise will have to employ at least 85% of the total employment and 60% of supervisory and managerial staff from local persons.
- Enterprise has to give undertaking to confirm that he has paid all Government dues on his letter head signed by authorized signatory.
- Enterprise can avail benefit under such schemes of Government of India, if any.
- The detailed standard of procedures and implementation guidelines will be issued by the MSME Commissionerate and will be final and binding to all the concerned stakeholders.

Assistance for venture Capital

- The entrepreneur setting up an MSME with innovative technology will be assisted to raise promoter contribution in the form of equity or loan.
- The entrepreneur shall apply to industries commissioner along with project details of innovative technology.
- The GVFL (Gujarat Venture Finance Limited) will consider extending support to such entrepreneur to formulize the project and preparation of project report.
- MSME commissioner will appoint a technical committee to scrutinize the proposal in consultation with GVFL.
- GVFL will appraise the project and extend support to get loan from commercial bank.

- The Assistance as promoter's contribution will be @20% of project cost maximum up to Rs. 50 Lakhs.
- GVFL will release this assistance from the fund placed as disposal of GVFL by MSME Commissioner.
- GVFL will create a separate fund for this scheme.
- The Assistance for Venture capital through GVFL would be subject to specified guidelines to be worked out and get approved.

Assistance for Quality Certification:

In addition to quality certification, the use of optimizing the resources of an MSME entrepreneur becomes vital with the support of ERP systems and with ICT implementation. To extend the support in ERP system installation and in ICT implementation the following assistance to MSMEs entrepreneur in manufacturing sector becomes eligible.

Assistance for ERP:

- **For investment up to Rs.50 lakhs in Plant and Machineries:**
 - 55% of the capital cost for installing the Enterprise Resource Planning (ERP) system of approved ERP service provider by MSME Commissionerate, subject to a maximum amount of Rs.1,00,000/-
- **For investment from Rs.50 lakhs up to Rs.2 Crore in Plant and Machineries:**
 - 60% of the capital cost for installing the Enterprise Resource Planning (ERP) system of approved ERP service provider by MSME Commissionerate, subject to a maximum amount of Rs. 1,00,000/-
- **For investment from Rs.2 Crore up to Rs. 10 Crore in Plant and Machineries:**
 - 50% of the capital cost for installing the Enterprise Resource Planning (ERP) system of approved ERP service provider by MSME Commissionerate' subject to a maximum amount of Rs.' 1,00,000/-

Conditions for ERP

- ERP system installed to be verified in terms of network linkages with server and software having facilities covering production, inventory control, sales, purchase, accounting and Human Resource Management etc.
- The Capital cost in ERP system includes installation charges, software and annual service cost. The Capital cost does not include the hardware part of the ERP system.
- In case of Software-as-a-Service (SaaS) based deployment option of ERP system; the annual subscription charges will be considered.
- The MSME Commissioner will approve the list of ERP service provider.

50% of all charges including consultancy fee up to a maximum amount of Rs. 50000 paid for obtaining ISO certification. No assistance will be given for expenditure incurred on the testing equipment/machineries under ISO certification.



50 % of all charges up to a maximum amount of Rs. 5 lakhs paid for obtaining of each certification for ISI/WHO-GMP/Hallmark certifications & other national/international certification approved by quality Council of India.

50 % of fee payable to Recognized international certification Authority and 50% cost of testing equipment and machinery required for that certification, totalling up to maximum amount of Rs. 10 lakhs.

The cost for certificate will include: -

- Fees charged by certification agency (excluding travel, hotel & surveillance charges)
- Cost of testing equipment and machinery as required for certifications
- Calibration charges of equipment
- MSME will not be eligible if any certification referred at above are required as part of statutory provision.
- MSME in the manufacturing sector will be eligible for the assistance.
- This Quality certification scheme will be supplementary to such scheme of Government of India. However, in no case total assistance from GOG and GOI should exceed more than actual expenditure incurred by MSME for said purpose.
- The testing equipment and machinery purchased after the issuance of Quality certificate shall not be eligible for assistance.
- Expenditure incurred for renewal of certificate shall not be eligible for assistance under the scheme.

Assistance for Technology Acquisition

- **For investment up to Rs. 50 lakhs in Plant and Machineries:**
Assistance for the acquisition of appropriate technology from recognised institution by MSME for its product/ process during the operative period of the scheme will be @ 55% of the cost payable to the institution, maximum of Rs. 50 lakhs, including royalty payment for first two years.
- **For investment from Rs.50 lakhs up to Rs.2 Crore in Plant and Machineries:**
Assistance for the acquisition of appropriate technology from recognised institution by MSME for its product/ process during the operative period of the scheme will be @ 60% of the cost payable to the institution, maximum pf Rs. 50 lakhs, including royalty payment for first two years.
- **For investment from Rs. 2 Crore up to Rs. 10 Crore in Plant and Machineries:**
Assistance for the acquisition of appropriate technology from recognised institution by MSME for its product/ process during the operative period of the scheme will be @ 50% of the cost payable to the institution, maximum of Rs. 50 lakhs, including royalty payment for fiRs.t two years.

Conditions:

- MSME shall have to obtain prior approval of MSME Commissioner after signing MoU with Technology provider.
- Assistance will be available to set up a new enterprise with new technology. Existing enterprise will also be eligible for new product or for improvement of production process.
- Assistance will not be eligible for purchase of any plant and machinery or equipment.

Assistance for Patent Registration

- individual / any legal entity will be eligible for assistance under the scheme'
- 75% of cost / expenditure incurred subject to maximum Rs.' 25 Lakhs for obtaining Patent registration of developed product.
- Fees paid to patent attorney, patent service centre, patent registration and patent equipment purchased to develop patent will be eligible as cost /expenditure (excluding travel, hotel charges) for obtaining patent registration.
- The Assistance will be disbursed after the publication / notification of the patent.
- Applicant shall have to submit application within one year from the date of publication notification of the patent.
- Application submitted after one year from the date of publication /notification will not be eligible for assistance

Assistance for saving in consumption of Energy and Water.

The existing as well as new enterprise taking action for saving in consumption of energy and Water will be eligible for assistance under this scheme.

- 75% cost of energy / water audit conducted by a recognized institution /consultant subject to maximum Rs. 50,000/- for each will be reimbursed once during the operative period of the scheme.
- 25% of cost of equipment recommended by the auditing authority subject to maximum Rs. 20 lakhs one time assistance will be eligible during the operative period of the scheme
- The assistance on cost of equipment will be eligible subject to the condition that saving in energy / water minimum by 10% of average monthly consumption of previous 12 months before audit.
- Even after taking all steps as mentioned above for efficient use of energy / water, if consumption is increasing with reference to increase in production than such claim will be examined separately by the committee to be constituted by MSME Commissioner.

Assistance to SME for raising Equity capital through SME Exchange

- For investment up to Rs., 2 Crore in plant and Machineries - 25% expenditure incurred on raising of equity capital through SME exchange maximum up to Rs. 5 lakhs
- For investment from Rs.,2 Crore up to Rs., 10 Crore in plant and Machineries -20% expenditure incurred on raising of equity capital through SME exchange maximum up to Rs. 5 lakhs.

Conditions:

- Under the guidelines of SEBI, the MSME has to get listed in SME Exchange.
- The assistance would be paid one time in policy period after successful raising of equity.
- Only manufacturing activity will be considered eligible under the scheme.

Assistance for reimbursement of CGTMSE fee.

Government of India decided to increase the coverage of the eligible credit limit per borrower under the Credit Guarantee Scheme (CGS) from Rs.100 lakh to Rs.. 200 lakhs extended by Scheduled Commercial Banks and selected financial institutions to the units in Micro and Small Enterprises (MSEs).

- The enhancements in existing guarantee cover up to Rs. 200 lakhs, provided the proposal meets the guidelines of CGS, would be with a cost of Guarantee cover as per the guidelines issued and amended time to time by Credit Guarantee Trust for Micro and Small Enterprise (CGTMSE).
- It has been decided to extend support to MSES on the cost of Guarantee Cover which are the Service Fees paid annually to Banks / fts by the entrepreneur.
- Assistance as reimbursement @ 100% annual Service fees paid to Bank/financial institution by Micro & Small Enterprise for availing of the collateral free term loan under scheme of CGTMSE, for the period of five years.

Conditions:

- The MSE has to apply to concerned District MSME Centre in prescribed Application Form on sanctioning of the Term loan from Bank/FI under the Credit Guarantee Scheme of CGTMSE within one year from the date of first disbursement of Term loan or on or before the date of commencement of commercial production, whichever is later.
- The assistance will be disbursed with interest subsidy once in a year.
- The service activity and trading activity will not be eligible under the scheme'
- The detailed standard of procedures and guidelines for giving assistance in the Credit Guarantee Scheme of CGTMSE would be provided by the MSME Commissionerate office and will be final and binding to all the concerned stakeholders.

Rehabilitation of Sick enterprises.

- MSME Sick industrial enterprise satisfying the criteria of sick enterprise as per the RBI guidelines will apply to MSME Commissionerate for Sick Enterprise registration.
- MSME Commissioner will scrutinize the application on the basis of the balance sheets.
- After scrutiny of the application sick enterprise registration will be issued.
- This registration issued by MSME Commissioner shall only indicate that the enterprise is sick as per RBI guideline and does not qualify for any assistance or OTS from state Government. However, the sick enterprise may be assisted by banks/financial institutions as per their prevailing policy.
- For Preparing the diagnostic report from expert / expert agency and expenditure thereof will be reimbursed @50% of cost of Draft Rehabilitation Scheme as assistance subject to maximum of Rs. 1 lakh to sick enterprise.

Assistance in Service line and power Connection charges:

Eligibility:

MSME, located in other than GTDC/approved industrial park area, which has paid charges to distribution licensee, for new connection or for getting additional load in case of existing consumer (in case of expansion) or for shifting of connection or service line, will be eligible for assistance under the scheme.

Quantum of assistance:

- **For investment up to Rs.50 lakhs in plant and Machineries -**
Assistance @ 35% of charges paid to distribution licences for LT/HT service line, maximum limit up to Rs. 5 lakhs.
- **b) For investment from Rs.50 lakhs up to Rs., 2 Crore in plant and Machineries**
Assistance @ 30% of charges paid to distribution licences for LT/HT service line, maximum limit up to Rs. 5 lakhs.
- **c) For investment from Rs. 2 Crore up to Rs.10 Crore in plant and Machineries -**
Assistance @ 25% of charges paid to distribution licences for LT/HT service line maximum limit up to Rs.5 lakhs.

Conditions:

The MSME manufacturing enterprise has to apply for reimbursement within six months from the date of payment of charges to Distribution Licensee for service line.

MAHARASHTRA

Incentives:

The Financial Incentives for MSME/LSI, under PSI-2013 are as follows:

New MSME/LSI unit be eligible for a basket of incentives & the total quantum is linked with Fixed Capital Investment. The total quantum of Incentives & the eligibility period is provided that-



Taluka / Area Classification	Maximum Admissible Fixed Capital Investment (INR crore)		
	For the purpose of this policy, MSME shall include units as per the MSMED Act, 2006, as well as the units with FCI of upto INR 50 crore	Ceiling as % of Fixed Capital Investment	Number of years.
A		-	7
B		30%	7
C		40%	7
D		50%	7
D+		60%	7
Vidarbha, Marathwada, Ratnagiri, Sindhudurg & Dhule		80%	7
No Industry District Naxalism Affected Area and Aspirational Districts**		100%	7

*Naxalism affected areas as per Government Resolution No.: PSI -2013/ (CR- 54) /IND8 Dated 1st April 2013 issued by Government of Maharashtra Industries, Energy and Labour Department. ** Aspirational Districts are Osmanabad, Gadchiroli, Washim and Nandurbar

- Eligible MSME units in Agro & Food Processing (secondary and tertiary processing units and Farmer Producer Companies for manufacturing/processing activity only), Green energy/ bio-fuel and Industry 4.0 shall be given additional support. **Industrial Promotional Subsidy (IPS) for MSMEs**
- **Industrial Promotional Subsidy (IPS) for Large Scale industries**

The eligible New/Expansion Large Scale Manufacturing Units, which are set up in different parts of the State, will be eligible for Industrial Promotion Subsidy (IPS) as follows:

Taluka / Area Classification	Minimum Admissible Fixed Capital Investment (INR crore)	Minimum Direct Employment (number of people)
A&B	750	1000
C	500	750
D	250	500
D+	150	400
Vidarbha, Marathwada, Ratnagiri, Sindhudurg & Dhule	100	300
No Industry District Naxalism Affected Area and Aspirational Districts**	100	250
*Naxalism affected areas as per Government Resolution No.: PSI -2013 / (CR54)/IND-8 Dated 1st April 2013 issued by Government of Maharashtra Industries, Energy and Labour Department. ** Aspirational Districts - Osmanabad, Gadchiroli, Washim and Nandurbar		

- **Interest Subsidy**

Eligible LSI units shall be offered Investment Promotion Subsidy (IPS) on Gross SGST paid by the unit on the first sale of eligible products billed and delivered to the same entity within Maharashtra. The incentives will be given to the LSI units on first cum-first serve basis.

- **Exemption from Electricity Duty**

Eligible new units in C, D, D+ areas and No Industry District(s) and Naxalism Affected Area are exempted from payment of Electricity Duty during the eligibility period not exceeding 15 years. In Group A & B area, 100% Export Oriented Units (EOUs), Information Technology (IT) and Bio-Technology (BT) units are also be exempted from payment of Electricity Duty for a period of 7 years.

- **Waiver of Stamp Duty**

In addition to incentives listed above, eligible large units will be entitled to 100 per cent stamp duty exemption within investment period for acquiring land (including assignment of lease rights and sale certificate) and for term loan purposes. However, in A and B areas, Stamp Duty exemption will be offered only to IT and BT units in IT and BT Parks. Eligible

Units under PSI 2013 Scheme will also be eligible for stamp duty exemption for their Investment Period

- **Power Tariff Subsidy**

Eligible new units in C, D, D+, No Industries Districts and Naxalism affected Area will also be entitled to exemption from payment of electricity duty for a tenure equal to the eligibility period. However in A and B areas, Electricity Duty exemption will be offered to 100 per cent EOU Large Scale units and IT/BT units for 7 years.

- **Strengthening the Micro, Small and Medium Manufacturing Enterprises**

The followings are the incentives to promote quality competitiveness, research and development, technology upgradation, Water & Energy Conservation, Cleaner Production & Credit Rating.

Mega and Ultra Mega Projects - Eligibility Criteria, related to Incentives Disbursement for Mega and Ultra-mega Units Type of Unit	Taluka / Area Classification	Minimum Admissible Fixed Capital Investment (INR crore)	Minimum Direct Employment (number of people)
Mega Industrial Units	A&B	1500	2000
	C	1000	1500
	D	750	1000
	D+	500	750
	Vidarbha, Marathwada, Ratnagiri, Sindhudurg & Dhule	350	500
	No Industry District Naxalism Affected Area and Aspirational Districts**	200	350
Ultra-Mega Industrial Units	Entire State	4000	4000

*Naxalism affected areas as per Government Resolution No.: PSI -2013 / (CR54)/IND-8 Dated 1st April 2013 issued by Government of Maharashtra Industries, Energy and Labour Department. ** Aspirational Districts - Osmanabad, Gadchiroli, Washim and Nandurbar.

- **Green Industrialization Assistance**

Solar captive power plant will be considered as a part of admissible FCI for the purpose of incentives. A captive solar power plant will be defined as one wherein at least 80% of power generated is utilized by the unit annually.

- **Special Incentives for Industries in Agro & Food Processing, Green energy/ bio-fuel and Industry 4.0**

Eligible Industrial units in Agro & Food Processing (secondary and tertiary processing units and Farmer Producer Companies for manufacturing/processing activity only), Green

energy/ biofuel and Industry 4.0 shall be granted 20% additional fiscal assistance and two year additional eligibility period shall be applicable

- **Corporate Social Responsibility (CSR) Activities in the State**

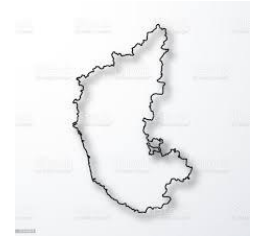
As part of the goodwill gesture to the society, the industrial units which avail incentives from the State Government under PSI shall spend minimum 50% of their Corporate Social Responsibility Fund in the State.

- **Venture Capital Fund –**

The State will provide fund to SIDBI for venture capital to assist in viability-gap-funding for the Export Oriented Units (EOUs).

KARNATAKA

The vision statement of this policy is to create an ecosystem for an inclusive, balanced and sustainable development of the State. Focused effort is needed for dispersal of the industries to the industrially backward taluks to realize this vision. In order to create a strong industrial base with equitable allocation of funds and for overall development of the State, the taluks are grouped based on backwardness in industrial development and region with separate incentives and concessions in different zones.



Incentives and Concessions for MSMEs

MSMEs are the backbone of Karnataka's economy. They are the engine of incessant growth, both in terms of value addition and providing livelihood to millions of people and creating value for the entire community. MSMEs are the best placed to utilize local resources and create local entrepreneurs. Hip. Considering the critical role of this sector, Government will continue to strengthen and promote the MSME sector for achieving inclusive industrial growth and promoting employment generation. To keep the momentum of growth and to encourage holistic development of MSMEs, the State Government will provide the following incentives and concessions.

Type of Support	General Category		Special Category (SC/ST, Women, Minorities, Physically Challenged and Ex-Servicemen Entrepreneurs.)	
Investment Promotion Subsidy for Micro & Small Enterprises	a) Micro Enterprises <ul style="list-style-type: none"> • Zone 1: 30% of VFA (max of Rs. 25 lakh) • Zone 2: 25% of VFA (max of Rs. 20 lakh) • Zone 3: NIL b) Small Enterprises <ul style="list-style-type: none"> • Zone 1: 25% of VFA (max of Rs. 100 lakh) • Zone 2: 20% of VFA (max of Rs. 90 lakh) • Zone 3: NIL VFA - Value of Fixed Asset		a) Micro Enterprises <ul style="list-style-type: none"> • Zone 1: 35% of VFA (max of Rs. 30 lakh) • Zone 2: 30% of VFA (max of Rs. 25 lakh) • Zone 3: 10% of VFA (max of Rs. 10 lakh) b) Small Enterprises <ul style="list-style-type: none"> • Zone 1: 30% of VFA (max of Rs. 105 lakh) • Zone 2: 25% of VFA (max of Rs. 95 lakh) • Zone 3: 10% of VFA (max of Rs.25 lakh) VFA - Value of Fixed Assets	
Investment Promotion Subsidy for Medium	Zone	Turnover percentage	Maximum Period (Years.)	VFA Limit

Enterprises Minimum Direct Employment 20 Number for fiRs.t RS.. 10 crore & additional 7 employment for every additional investment of RS.. 10 crores proportionately.	1	2.50%	6	40 % of VFA
	2		5	35 % of VFA
	3	NIL		
Exemption from Stamp Duty for MSMEs	Exemption from stamp duty and concessional registration charges: Stamp duty to be paid in respect of loan agreements, credit deeds, mortgage and hypothecation deeds executed for availing loans from State Financial Corporation, National Level Financial Institutions, Commercial Banks, Regional Rural Banks, Co-operative Banks, Khadi and Village Industries Board, Khadi and Village Industries Commission, Karnataka State SC/ST Development Corporation, Karnataka State Minority Development Corporation and other institutions which may be notified by the Government from time to time for the initial period of five years. only and for lease deeds, lease-cum-sale, sublease and absolute sale deeds executed by industrial enterprises in respect of industrial plots, sheds, industrial tenements, flatted factories by Karnataka Industrial Areas Development Board, Karnataka State Small Scale Industries Development Corporation, KEONICS, Industrial Co-operatives, approved private industrial estates/parks, food parks, SPV formed by GOK / GOI and other approved industrial parks shall be exempted as below:			
	Zone 1: 100% Zone 2: 100% Zone 3: NIL	Zone 1: 100% Zone 2: 100% Zone 3: 75%		
Concessional Registration Charges for MSMEs	Zone 1, Zone 2: Rs. 1/- per Rs. 1,000/- Zone 3: Nil	All Zones: Rs. 1/- per Rs. 1,000/-		
Reimbursement of Land Conversion Fee for MSMEs	Zone 1: 100% Zone 2: 100% Zone 3: NIL	Zone 1: 100% Zone 2: 100% Zone 3: 75%		
Exemption from Tax on Electricity Tariff for MSMEs	Zone 1: 100% for 7 years. Zone 2: 100% for 6 years. Zone 3: NIL	Zone 1: 100% for 8 years. Zone 2: 100% for 7 years. Zone 3: 100% for 4 years.		
Power Subsidy for Micro and	For Zone 1 & 2 only reimbursement of cost of power paid at Rs. 1.00/- per unit consumed for a period of 3 years.			

Small enterprises	
Support to Artisans	<p>i. Term loan and working capital credit at 4% interest rate to the artisans.</p> <p>ii. 10% Market Development Assistance (MDA) on turnover of handicraft products by artisans.</p> <p>iii. 75% of grant for machineries and tools for artisan associations, craft complexes, clusters., etc.</p>

Technology Adoption & Innovation for MSMEs:

Type	General Category	Special Category (SC/ST, Women, Minorities, Physically Challenged & Ex-Servicemen Entrepreneurs.)
Interest Subsidy on Technology Up-gradation Loan	Zone 1: 5% for 6 years. * Zone 2: 5% for 5 years. * Zone 3: 5% for 5 years. *	Zone 1: 5% for 6 years. * Zone 2: 5% for 5 years. * Zone 3: 5% for 5 years. *
	* On loans availed from KSFC (Karnataka State Financial Corporation) & Scheduled Commercial Banks which are not covered under CLCSS (Credit Linked Capital Subsidy Scheme) of Government of India	
Technology Adoption	For All Zones 25% of cost (max. Rs. 50,000/-) for adopting technology from recognized national laboratories	For All Zones 50% of cost (max. Rs. 1,00,000/-) for adopting technology from recognized national laboratories
Technology Business Incubation Centre (TBIC)	For All Zones 25% of the cost of incubation centre (max. Rs. 50.00 lakhs) (Minimum 1 TBIC in Zone 1)	For All Zones 50% of the cost of incubation centre (max. Rs. 60.00 lakhs) (Minimum 1 TBIC in Zone 1)
Incentives for Quality Certification	For All Zones ISO Series Certification: 75% of cost (max. Rs. 75,000/-) BIS Certification: 50% of fees payable to BIS for certification (max. Rs. 20,000/-) & 25% of cost (max. Rs. 50,000/-) for purchase of testing equipment as approved by BIS.	For All Zones ISO Series Certification: 75% of cost (max. Rs. 1,00,000/-) BIS Certification: 50% of fees payable to BIS for certification (max. Rs. 25,000/-) & 25% of cost (max. Rs. 1,00,000/-) for purchase of testing equipment as approved by BIS.

Sustainability and Responsible Industrialization by MSMEs

Type of Support	General Category	Special Category (SC/ST, Women, Minorities, Physically Challenged & Ex-Servicemen Entrepreneurs.)
Rain Water Harvesting	For All Zones 50% of cost of equipment (max. Rs. 2.00 lakhs)	For All Zones 75% of cost of equipment (max. Rs. 2.50 lakhs)
Waste Water Recycling	For All Zones 50% of cost of equipment (max. Rs. 7.50 Lakh)	For All Zones 75% of cost of equipment (max. Rs. 8.50 Lakh)
Reimbursement of expenses incurred for Water Audit	For All Zones 75% subject to max. of Rs. 1.00 Lakh each for water audit (one time)	For All Zones 75% subject to max. of Rs. 1.00 Lakh each for water audit (one time)
Zero Discharge	For All Zones 50% of cost of equipment (max. Rs. 7.50 Lakh)	For All Zones 75% of cost of equipment (max. Rs. 8.50 Lakh)
Recycling of electronic waste and plastic waste	For All Zones 5% of VFA (max. Rs. 10.00 Lakh)	For All Zones 5% of VFA (max. Rs. 12.00 Lakh)
Subsidy for setting up ETP	For All Zones 50% of cost of ETP (max. Rs. 50.00 Lakh)	For All Zones 75% of cost of equipment (max. Rs. 60.00 Lakh)

Incentives and Concessions for Large, Mega, Ultra-Mega and Super Mega Enterprises

Type of Support	For all Categories
Exemption from Stamp Duty	<p>Exemption from stamp duty and concessional registration charges: Stamp duty to be paid in respect of loan agreements, credit deeds, mortgage and hypothecation deeds executed for availing loans from State Government including VAT/SGST loan from Department and / or State Financial Corporation, Industrial Investment Development Corporation, National Level Financial Institutions, Commercial Banks, Regional Rural Banks, Co-operative Banks and other institutions which may be notified by the Government from time to time for the initial period of five years. only and for lease deeds, lease-cum-sale, sub-lease and absolute sale deeds executed by industrial enterprises in respect of industrial plots, sheds, industrial tenements by Karnataka Industrial Areas Development Board, KSIIDC, KEONICS, Industrial Co-operatives, approved private industrial estates/parks, food parks, SPV (special purpose vehicle) formed by GoK / GoI and other approved industrial parks shall be exempted as below:</p> <p>Zone 1: 100% Zone 2: 75% Zone 3: Nil</p>

Concessional Registration Charges	Zones 1, Zone 2: RS. 1/- per RS. 1,000/- Zone 3: Nil
	<p>Note:</p> <ul style="list-style-type: none"> • The exemption of stamp duty and concessional registration charges are also applicable to lands purchased under Section 109 of the KLR (Kerala Land Reforms) Act, 1961 and also for direct purchase of industrially converted lands for the projects approved by SLSWCC / SHLCC. This incentive will also be applicable for the land transferred by KIADB to land owners. as compensation for the acquired land. • The exemption of stamp duty and concessional registration charges are also available for registration of final sale deed in respect of lands, sheds, plots, industrial tenements after the expiry of lease period at the rate as specified in the Industrial Policy which was in vogue at the time of execution of lease-cum-sale deed. • CETP / Industrial Hazardous waste disposal projects set up by private investors. to support these industries will be eligible for 100% exemption from stamp duty and concessional registration charges of RS.. 1/- per RS.. 1,000/- in all zones. • Lands transferred by KIADB to KSSIDC for development of industrial estates will be eligible for 100% exemption from stamp duty and concessional registration charges of Rs. 1/- per Rs. 1,000/- in all zones
reimbursement of Land Conversion Fee	Zone 1: 100% Zone 2: 100% Zone 3: NIL
Subsidy for setting up Effluent Treatment Plant (ETP)	One-time capital subsidy up to 50% of the cost of Effluent Treatment Plants (ETPs), subject to a ceiling of Rs. 250 Lakhs for all zones
Subsidy for setting up Common Effluent Treatment Plant (CETP) / Industrial Hazardous waste disposal projects by a private investor	One-time capital subsidy up to 50% of the cost of Common Effluent Treatment Plant (CETP) / Industrial Hazardous waste disposal projects subject to a ceiling of Rs. 500 Lakh per project in all zones.
Investment Subsidy for Anchor Industries	To encourage investments in taluks where there are no industries with investments above Rs. 100 crore and direct employment of 75 persons. Investment Subsidy of Rs. 10.00 crore in Zone 1 and Rs. 7.00 crore in Zone 2.

Investment Promotion Subsidy based on Turnover for Large, Mega, Ultra Mega and Super Mega Enterprises

Investment range on fixed assets	reimbursement based on Turnover															
<p>Large Enterprises:(i.e., enterprises which are not classified as Medium Enterprises but have investments on fixed assets of up to Rs.250 crore) Minimum direct Employment 50 Number for fiRs.t Rs. 50 crore & additional 35 employment for every additional investment of Rs. 50 crores proportionately</p>	<p>Investment Promotion Subsidy based on turnover from the date of commencement of commercial production as follows:</p> <table border="1"> <thead> <tr> <th>Zone</th> <th>Turnover percentage</th> <th>Maximum Period (Year)</th> <th>VFA Limit</th> </tr> </thead> <tbody> <tr> <td>1</td> <td rowspan="2">2.50 %</td> <td>7</td> <td>45 % of VFA</td> </tr> <tr> <td>2</td> <td>6</td> <td>40 % of VFA</td> </tr> <tr> <td>3</td> <td colspan="3">NIL</td> </tr> </tbody> </table>	Zone	Turnover percentage	Maximum Period (Year)	VFA Limit	1	2.50 %	7	45 % of VFA	2	6	40 % of VFA	3	NIL		
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1	2.50 %	7	45 % of VFA													
2		6	40 % of VFA													
3	NIL															
<p>Mega Enterprises: (i.e., investment on fixed assets above Rs. 250 crores to Rs. 500 crore) Minimum direct Employment 200 Number for fiRs.t Rs. 250 crore & additional 35 employment for every additional investment of Rs. 50 crores proportionately</p>	<p>Investment Promotion Subsidy based on turnover from the date of commencement of commercial production as follows:</p> <table border="1"> <thead> <tr> <th>Zone</th> <th>Turnover percentage</th> <th>Maximum Period (Year)</th> <th>VFA Limit</th> </tr> </thead> <tbody> <tr> <td>1</td> <td rowspan="2">1.86 %</td> <td>9</td> <td>55 % of VFA</td> </tr> <tr> <td>2</td> <td>8</td> <td>50 % of VFA</td> </tr> <tr> <td>3</td> <td colspan="3">NIL</td> </tr> </tbody> </table>	Zone	Turnover percentage	Maximum Period (Year)	VFA Limit	1	1.86 %	9	55 % of VFA	2	8	50 % of VFA	3	NIL		
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1	1.86 %	9	55 % of VFA													
2		8	50 % of VFA													
3	NIL															
<p>Super Mega Enterprises:(i.e., investment on fixed assets above Rs. 1,000 crore) Minimum direct Employment 750 Number for fiRs.t Rss 1,000 crore & additional 35 employment for every additional investment of Rs. 100 crores proportionately.</p>	<p>Investment Promotion Subsidy based on turnover from the date of commencement of commercial production as follows:</p> <table border="1"> <thead> <tr> <th>Zone</th> <th>Turnover percentage</th> <th>Maximum Period (Year)</th> <th>VFA Limit</th> </tr> </thead> <tbody> <tr> <td>1</td> <td rowspan="2">1.75 %</td> <td>10</td> <td>60 % of VFA</td> </tr> <tr> <td>2</td> <td>9</td> <td>55 % of VFA</td> </tr> <tr> <td>3</td> <td colspan="3">NIL</td> </tr> </tbody> </table>	Zone	Turnover percentage	Maximum Period (Year)	VFA Limit	1	1.75 %	10	60 % of VFA	2	9	55 % of VFA	3	NIL		
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1	1.75 %	10	60 % of VFA													
2		9	55 % of VFA													
3	NIL															

Note:

Enterprises can avail an investment promotion subsidy to an extent of percentage of the turnover in each financial year for a maximum period as above from the date of commercial production. Such cumulative investment promotion subsidy availed will be limited to either the period or VFA limits whichever is reached earlier and no carry forward is permitted. Enterprises requiring lower employment / Enterprises which are unable to provide

employment proportionate to investment as stipulated will have a lower turnover percentage in proportion to the total employment provided. However, the maximum period and VFA limit will be as above.

Incentives and Concessions for Private Industrial Parks

Karnataka is keen on further expanding the existing industrial base by facilitating investors to setup Private Industrial Parks. Eligible Private Industrial Parks shall be granted the following standard package of incentives and concessions during the policy period:

Private Industrial Parks – Developer

Type of Support	For all Categories
Exemption from Stamp Duty & Concessional Registration Charges	Stamp Duty to be paid shall be exempted and concessional registration charges rate of Rs. 1/- per Rs. 1,000/- in respect of loan agreements and for lease deeds, lease-cum-sale deeds, absolute sale deeds executed by Developer in respect of lands purchased for development of private industrial parks in all Zones
Subsidy for setting up Common Effluent Treatment Plant (CETP) / Industrial Hazardous waste disposal projects.	One-time capital subsidy up to 50% of the cost of Common Effluent Treatment Plant (CETP) subject to a ceiling of Rs. 500 Lakh in all Zones.
Capital Subsidy for Setting up STP	One-time capital subsidy up to 50% of the cost of Secondary Treatment Plants (STPs), subject to a ceiling of Rs. 1.00 crore in all Zones.

Additional Incentives to Micro & Small Units Established within Private Industrial Parks over and above the standard package of incentives and concessions for MSMEs

Land Subsidy	Special land subsidy to micro & small enterprises in private industrial areas/ parks/estates/ flatted factories at the rate of 25% of guidance value limiting to maximum extent of up to 1 acre in Zones 1 & 2 only. In such cases land value shall not be considered under the Value of Fixed Assets (VFA) for sanction of any other incentives linked to VFA
Water Charges	Subsidy on water charges for tertiary treated water used by micro and small enterprises established within the private industrial areas/ parks/ estates/ flatted factories shall be available for the initial 5 years of operation of the individual enterprise at the rate of Rs. 15/- per unit of water (KLD) used in case of establishment of tertiary treatment facilities within / outside the private industrial areas/ parks/ estates/ flatted factories and supplied to such enterprises by the developer
CETP Charges	To enable continuous usage of CETP, a subsidy on user charges of CETP at the rate of Rs. 15/- per unit of effluent discharge treated shall be available to micro and small enterprises for the initial 5 years of operation of the enterprise.

Investment Promotion Subsidy to Private Industrial Parks including International Industrial Park

5% of eligible fixed capital investment on building and infrastructure facilities in all Zones.

Skill Development

Type of Support	For all Categories
Institutional Tie-Ups for Advanced Sector Specific Skilling	Institutional tie-ups/Vocational Training Institutes for sector specific advanced skilling & up-skilling coming up in all Zones through industry associations will be eligible for a 50 per cent capital subsidy on cost of equipment and machinery limited to RS.. 15.00 Lakh. State will also play the role of a facilitator, if required. This capital subsidy will be available only to 2 units per year during the policy period.
On the Job Training	On the Job Training: A scheme would be formulated to provide on the job training to 2,000 ITI passed candidates each year to increase the employability of the candidates. It is proposed to give stipend to the extent of 50% of salary paid by the industry subject to ceiling of Rs. 7,000 pm per candidate. This incentive would be extended up to 6 months of on-the-job training
Entrepreneurs. Hip Development Programmes	Entrepreneurs. Hip development and management programmes, sector specific skilling programmes, hands-on training, mentoring will be conducted by DICs to promote new generation entrepreneurs. and start-ups.
Artisan Training Institutes	Existing Artisan Training Institutes (ATIs) will be utilized on PPP mode for skill enhancement. Industry, industry associations and private players. will be encouraged to actively participate in designing curriculum and standards for skill training courses, depute their industry members. as faculty and make shop floor available for practical training if required.
Artisan Training Beneficiary Stipend	Support towards training cost would be Rs. 10,000 per month for a maximum duration of 3- 6 months for Artisans in recognized Artisan Clusters.

Capital Subsidy for supporting R&D

Exclusive R&D centre's coming up in all Zones through industry / industry associations supporting MSMEs will be eligible for a 50% subsidy on equipment/ machinery limited to Rs. 500.00 Lakh. Available only to the first 3 R&D centres in each of the respective sectors. viz. Automotive & Auto Components; Pharmaceuticals; Medical Devices; Engineering & Machine Tools during the policy period. (Minimum 1 R&D centre in Zone 1).

Support to Industry 4.0

- **Centre of Excellence**

Centre of Excellence for Industry 4.0 shall be setup in the State with the help of industry associations, institutes having requisite capacity and any leading academic

technical institution of the State. The State will provide a grant of RS. 100 crores for CoE (center of excellence) at Bengaluru and its Regional Centres, subject to the condition that such CoE use only existing building/s and taking up of new construction will not be considered.

- **Capital Subsidy for supporting Direct Digital Manufacturing**

Capital subsidy of 50% limited to Rs.500 lakh per centre for the first five units in the State with the help of industry associations / institutes having requisite capacity during the policy periods. These common facilities will be housed and managed by industry association / institutes on pay-per-use basis & will act as a repository.

Support to Intellectual Property Rights (IPR)

- **Financial Assistance to establish IP Cells and Technology Transfer Centres**

One Time grant of 50%, not exceeding Rs. 5.00 Lakh, on expenditure incurred in establishment of IP Cells and Technology Transfer Centres (TTCs) at recognized Educational Institutions, Universities and other such Centres identified by the Commerce and Industries Department. (Minimum 1 IP Cells and Technology Transfer Centres in Zone 1).

- **Assistance to establish IP Promotion & Facilitation Hubs**

One Time grant of 50%, not exceeding Rs. 10.00 Lakh, on expenditure incurred in establishment of IP Promotion & Facilitation Hubs at Trade Bodies, Industry Associations recognized by the Commerce and Industries Department. (Minimum 1 IP Promotion & Facilitation Hubs in Zone 1).

- **Incentive for filing a Patent/ Invention**

Expenditure incurred for filing of a Non-Provisional Patent Application will be subsidized to an extent of 75% & not exceeding Rs. 1.00 Lakh for each application.

- **Encouragement for waste management practices**

One-time capital subsidy up to 50% of the cost of the bio medical waste management systems (sterilizes. etc.,) for all zones subject to a ceiling of Rs. 2.50 crore for Large Enterprises and Rs. 50.00 lakh for MSMEs.

TELANGANA

INTRODUCTION

Industrial policy is a statement which defines governmental role in industrial development; a statement of objectives in the area of industrial development and the measures to be adopted to realize them, including rapid and balanced regional development. It lays down rules and procedures that govern the growth and pattern of industrial activity. The news state in the Indian Union, the state of Telangana, has released the Industrial Policy 2015. A vision document - it seeks to maximize growth opportunities, create jobs, promote development of backward areas, harness the talents/skills of the people and usher in prosperity to every household. Industrialization holds the potential to fulfilling the dreams and aspirations of the people of Telangana. The industrial policy has its ethos – “Research to innovation, innovation to industry and industry to prosperity” – effectively encapsulating the development life cycle. The policy is driven by the mantra of ‘innovate, incubate and incorporate’.



CLASSIFICATION OF PROJECTS

The classification of projects into large, medium, small and micro sectors . will be based on the Government of India MSME definitions as amended from time to time. However, the definition of a mega project is a Telangana state determined one. The classification has been made as follows:

- Mega Projects – having investment of above Rs. 200 crores in plant and machinery or providing employment to more than 1000 persons
- Other large projects – having investment between Rs. 10 crores and Rs. 200 crores in plant and machinery
- Medium industries - having investment between Rs. 5 crores and Rs. 10 crores in plant and machinery
- Small industries - having investment between Rs. 25 lakhs and Rs. 5 crores in plant and Machinery
- Micro enterprises - having investment of less than Rs. 25 lakhs in plant and machinery.

The policy also has special focus on the following areas:

- SMEs/Micro industries
- Ancillary/vendor development
- Preventing sickness among SMEs
- Special assistance to women entrepreneurs.
- Special support for SC/ST entrepreneurs.

INDUSTRIAL INCENTIVES

The Telangana State Government is committed to encourage the process of industrialization by making various kinds of incentives available to the entrepreneurs. The Telangana State Government also assures an entrepreneur-friendly and graft-free regime of disbursing the incentives. The Telangana State Government guarantees that the incentives will be released on time, and direct to the bank account. There will be a transparent online application system, with minimum human interface. This is also in sync with the Central Government's initiatives to promote technology use in day-to-day activities.

There will be enhanced incentive packages for Scheduled Castes, Scheduled Tribes, physically handicapped, and women entrepreneurs. Mega Projects with an investment of over Rs.200 crores in plant and machinery or employment above 1000 persons will receive tailor-made incentives in addition to standard large category industry incentives. The Telangana State Government will consider providing incentives to the entrepreneurs. in the following areas under its T-IDEA (Telangana State Industrial Development and Entrepreneur Advancement) incentive scheme:

- Stamp duty reimbursement
- Land cost rebate
- Land conversion cost
- Power cost reimbursement
- Investment subsidy
- VAT reimbursement
- Interest subsidy
- Seed capital for 1st generation entrepreneur
- Training and skill development cost reimbursement
- Quality/patent support
- Clean production measures
- reimbursement of infrastructure development costs

Details of general and sector-specific incentives will be issued through Government OrderRs. from time to time and publicized on the website and through other means. While providing incentives to future industries, the Government will also ensure that the existing industries are also benefited.

CENTRAL GOVERNMENT INCENTIVES

As per Section 94 (1) of the Andhra Pradesh Reorganization Act 2014, the Central Government shall take appropriate fiscal measures, including offer of tax incentives to the successor States, to promote industrialization and economic growth in both the States.

- 100% central excise benefit for 5 (or more) years.
- 100% income tax benefit for 5 years.; 30% for the next 5 years.
- Other investment subsidy benefits

The government will pass on these benefits to the entrepreneurs. once they get notified by the Government of India.

INITIAL SET OF SPECIFIC INITIATIVES

- New pharma city and chemical city with well-developed infrastructure including Waste management
- Development of Hyderabad-Warangal industrial corridor
- Development of Warangal as the textile hub of Telangana
- Food processing and seed production initiatives
- Mini industrial townships along with industrial park
- Direct loan facilitation to Dalit entrepreneurs.
- Creation of venture capital/angel fund
- Interstate VAT rationalization on industrial inputs and outputs
- Review and reform of all age-old industry sector regulations including labour laws

THE TELANGANA STATE INDUSTRIAL PROJECT APPROVAL AND SELF CERTIFICATION SYSTEM (TS-IPASS) ACT, 2014

A key and vital cog that would promote the rapid industrialization of the state is providing a suitable legal framework that facilitates and encourages business. To this end, the government has passed the Telangana State Industrial Project Approval and Self Certification System (TS-IPASS) Act, 2014 ('Act'). As its preamble aptly says, it is an Act to "provide speedy processing for issue of various licences, clearances and certificates required for setting up of industrial undertakings for the promotion of industrial development and also to provide for an investor friendly environment in the state of Telangana and for matters. connected therewith or incidental thereto." The Act states that it is expedient to provide for speedy implementation of industrial and other projects in the State, by



providing single point clearances to promoters and to ensure early commercial production of such projects.

WEST BENGAL

Eligible Enterprise & Investment

The units may be in the private sector, cooperative sector and joint sector undertaking as also companies/undertakings owned and managed by the State Government and the Industrial SHGs. MSME units which have started production on or after 1st day of April 2019 and made investment in Plant & Machinery (Fixed Capital Investment) on or after 1st day of April 2018 is covered under the scheme.



Entire State of West Bengal is classified into five zones for ascertainment of type and quantum of subsidy available in different areas.

A statement showing classification of the zones

Zones	Areas
Zone – A	Kolkata Municipal Corporation area, All Municipal areas of North 24 Parganas, All municipal areas of South 24 Parganas, All municipal areas of Howrah.
Zone – B	District of Hooghly, North 24 Parganas (excluding municipal areas and Sundarban areas), South 24 Parganas (excluding municipal areas and Sundarban areas), Howrah (excluding municipal areas), Siliguri Municipal Corporation, Municipal corporation/Municipal areas of Paschim Medinipur, Purba Medinipur, Purba Bardhaman, Paschim Bardhaman & Nadia.
Zone – C	District of Purba Bardhaman, Pachim Bardhaman (excluding municipal corporation/municipal areas), Purba Medinipur (excluding municipal corporation/municipal areas), Nadia (excluding municipal corporation/municipal areas), Malda, Jalpaiguri, Musheerabad and Darjeeling (excluding Siliguri Municipal Corporation), Kalimpong, Alipurduar.
Zone – D	District of Birbhum, Purulia, Bankura, Paschim Medinipur (excluding Municipal corporation/municipal areas), Uttar Dinajpur, DakshinDinajpur, and Sundarban areas of South and North 24 Parganas districts and Jhargram.
Zone-E	Cooch Behar District

Types of Subsidies Available

State Capital Investment Subsidy

Type of Enterprise	Zone	Percentage / Max. Limit
Micro Enterprise	Zone C	25% of the FCI (No Upper Limit)
Micro Enterprise	Zone D	40% of the FCI (No Upper Limit)
Micro Enterprise	Zone E	60% of the FCI (No Upper Limit)
Small Enterprise	Zone C	15% (Up to Rs. 50 Lakh)
Small Enterprise	Zone D	30% (Up to Rs. 50 Lakh)
Small Enterprise	Zone E	40% (Up to Rs. 75 Lakh)

Key Points

- Fixed Capital Investment (FCI) means investment made in plant & machinery in an approved project of the eligible unit/enterprise on or after 1st April, 2018.
- 20% additional subsidy on capital investment subsidy for all Micro and Small enterprises wholly owned by Women, SC/ST and minority community entrepreneurs.
- SC/ST and Women entrepreneurs. will be entitled to Capital Investment subsidy for setting up of units in Zone A & B as follows: Micro Unit – 15% & Small Unit – 10% of FCI.
- The Subsidy normally admissible and additional subsidy taken together will not exceed Rs. 50.00 Lakh for a small enterprise located in Zone C & D area & will not exceed Rs. 75 Lakh for a small Enterprise located in Zone E area.

Interest Subsidy on Term Loan:

- **Micro & Small Enterprise:**
 - Zone – A & B: 55% of Interest liability for 5 years.
 - Zone – C, D & E: 70% of Interest liability for 5 years.

- **Medium Enterprise:**

- Zone – B, C, D & E: - The interest subsidy will be 25% of total Term Loan interest paid by the enterprise for 5 years. up to Rs. 175 Lakh per year.

Waiver / Refund of Electricity Duty:

- **Micro & Small Enterprise:**

- 50% waiver of electricity duty for Zone - A & B and 75% for Zone C, D & E for 5 years.
- 100 % waiver for 5 years. – in case of unit is wholly owned by women, SC/ST & minority community entrepreneurs. irrespective of the Zone.

- **Medium Enterprise:**

- Zone B & C – 100 % waiver of electricity duty for 5 years. up to Rs. 25.00 Lakh per year.
- Zone D & E – 100 % waiver of electricity duty for 5 years. and 75 % waiver from the 6th year up to 10th year up to Rs. 50.00 Lakh per year.

Power Subsidy:

Micro, Small, and Medium Enterprise:

- Subsidy of Re. 1.00 / Kwh for unit comes under Zone: A & B.
- Subsidy of Rs. 1.50/ Kwh for unit located in Zone C, D & E
- Maximum benefit is Rs. 10.00 Lakh for Micro enterprise, Rs. 20 Lakh for small, Rs. 30 Lakh for medium enterprises per year which is payable annually.
- Benefit starts from the date of commencement of production for 5 years.

Subsidy for State Goods and Services Tax (SGST):

An eligible micro, small and medium enterprise for its approved project will be entitled to refund of net SGST paid to the Government of West Bengal as follows:

Benefits:

- Zone B, & C: Refund of 30% of Net SGST paid for 8 years.
- Zone D & E- Refund of 50% of Net SGST paid for 8 years.
- Benefit starts from the date of commencement of commercial production
Cumulative refund of SGST shall not exceed 75% of fixed capital investment.

Other Benefits:

- Incentive for Energy Efficiency: Up to Rs. 2.00 Lakh.
- Subsidy on Stamp Duty & Registration Fee:
 - **Micro & Small Enterprise:**
100% for Zone D & E, 75% for Zone C, 50% for Zone B and 25% for Zone A
 - **Medium Enterprise:**
Under Zone B, C, D & E @ 75%

- Subsidy for Water Conservation / Environment Compliance: Up to Rs. 2.00 Lakh.
- Subsidy for Std. Quality Compliance Micro & Small Enterprise: Up to Rs. 5.00 Lakh.
- Subsidy for Patent Registration: Up to Rs. 5.00 Lakh.
- Work Force Welfare Assistance: For Micro, Small & Medium Enterprise: reimbursement of 100% in 1st year & 75% in the remaining applicable years. of expenditure incurred towards Employees State Insurance (ESI) and Employees Provident Fund (EPF) if at least 50% of the employees in the enterprise are recruited from amongst the persons registered with Employment Bank of the State.

Incentive in case of Expansion Project of Existing Enterprises:

Meaning of Expansion Project: “Expansion of existing enterprise “means expansion for the same item(s) of production within its existing approved capacity or for expansion for enlarged approved capacity or for manufacture of a new item with an approved capacity.

Applicable Conditions:

- At least 15% Additional Employment has to be generated due to the expansion.
- State Capital Subsidy: As applicable for Original Project.

Applicable Incentives:

- Interest Subsidy: As applicable for Original Project.
- Expansion project is not eligible for Power Subsidy, Waiver / Refund of Electricity Duty, Stamp Duty & Registration Fees and SGST.
- Other Misc. Subsidy: As applicable for Original Project.

PUNJAB

Categorization of Units

Start-up, Micro, Small and Medium Enterprises & Large Units as defined by Government of India from time to time

Policy with Landmark Incentives

- Power @ Rs. 5.50 per unit to all manufacturing units & to IT/ITES units in approved Industrial Parks.
- Incentives at par with new units for existing manufacturing units undertaking expansion, diversification or modernisation and new units in case of service industry



FISCAL INCENTIVES

Anchor Units

- 100% reimbursement of Net GST* Incentive for 15 years. up to 200% of FCI
- 100% exemption from CLU (Change of Land Use) /EDC (External Development Charges)
- Employment Generation subsidy @ Rs. 36,000 /employee/ year and Rs.48,000/employee/year for women and SC/BC/OBC up to 5 years.
- 100% exemption from Electricity Duty for 15 Years.
- Exemption from payment of extra 2% over MSP (Minimum Support Price) to food processing units for setting up private marketing yards.

Start-ups

- All incentives, which are available for MSME units
- Interest subsidy @ 8% per annum for 5 years. up to Rs. 5 lakh per annum
- reimbursement of 25% of lease rental subsidy up to Rs. 3 lacs for 1 year.
- Seed Grant up to Rs. 3 lakh per start-up.
- Creation of a corpus fund of Rs. 100 Cr

Incubator

- Capital Subsidy up to 1Cr
- Recurring Expenses reimbursement up to 3 lac / year for 5 years.
- Mentoring Assistance up to Rs. 3 lac / year for 5 years.
- Assistance for start-up competition annually up to Rs. 5 Lac per event

Border Zone Industry

- Exemption from CLU (Change of Land Use)
- 100% exemption from EDC (External Development Charges)

- 75% exemptions of all the State duties, taxes and fees to the first unit
- First unit will also be entitled to 40% additional FCI (Food Corporation of India) in the maximum limit prescribed for reimbursement of Net GST* Incentive.

MSME

- reimbursement of 100% of Net GST* Incentive for 7 years. up to 100% of FCI.
- 5% pa Interest subsidy in Border Districts and Kandi Area and SC/ Women Entrepreneurs. up to 10 lakh/year for 3 years.
- 100% exemption from Electricity Duty for 7 years.
- 100% exemption/reimbursement from stamp duty
- reimbursement of 50% of expenses up to Rs. 5 lakhs under ZED scheme of GOI
- Assistance for Finance, Technology, Infrastructure, Marketing & Exports

Large Units

- 75% of Net GST* Incentive for 7 years. up to 100% of FCI
- 100% exemption from Electricity Duty for 10 years.
- 100% exemption/ reimbursement from Stamp Duty
- 50% exemption from Property Tax for 10 years.

Thrust Sector

- 100% of Net GST* Incentive for 10 years. up to 125% of FCI.
- 100% exemption from Electricity Duty for 10 years.
- 100% exemption/ reimbursement from Stamp Duty
- 100% exemption from CLU (Change of Land Use) /EDC (External Development Charges)
- 100% exemption from Property Tax for 10 years.

Early Bird

- 100% reimbursement of Net GST* Incentive for a period of 12 years. subject to 125% of FCI for 5 Early Bird MSME units and 5 large units, which come into production.

Support for Infrastructure

- Related Schemes
- State shares up to 20% for Cluster Development Program (MSECDP)
- 90% support up to Rs. 2 crores for setting up Common Facility Centre (CFC) under mini cluster Development
- Land for CETPs on lease and exemption from Electricity Duty
- Grant up to Rs. 5 Cr per Cluster Specific Skill Centres.

Revival of Sick units

Sick MSME Units

- Deferment of recovery of various arrears. for a period of 5 years.
- Exemption from minimum charges for electric connection
- Exemption from electricity duty for 2 years.

Sick Large Units

- reimbursement up to 75% of Net GST* Incentive for a period of 5 years.
- Deferment of recovery of various arrears. for a period of 5 years.
- Exemption from minimum charges for electric connection
- Exemption from electricity duty for 3 years.

Acquisition of Sick Units and revival thereof

- Exemption from ED and reimbursement of incentive amount of Net GST* Incentive for 7years.

Uttar Pradesh

To attract maximum investment and maintain competitiveness of the industries in the State, the policy will provide following fiscal incentives, subsidies and concessions on certain terms and conditions -



- Stamp duty exemption of 100% in Bundelkhand & Poorvanchal, 75% in Madhyanchal & Paschimanchal (except Gautambuddhnagar & Ghaziabad districts) region of the state and 50% in Gautambuddhnagar & Ghaziabad districts.
- EPF reimbursement facility to the extent of 50% of employer's contribution to all such new Industrial units providing direct employment to 100 or more unskilled workers.
- Reimbursement of net VAT and CST or the net amount deposited in State's account visa-vis share of the state under GST as follows which will not be more than the amount deposited annually –
 - 90% for Small Industries for 5 years. This would be subject to annual ceiling of 20% of capital investment or actual tax deposited, whichever is lower, with an overall ceiling of 100% of fixed capital investment in Bundelkhand & Poorvanchal, 90% of fixed capital investment in Madhyanchal & Paschimanchal (except Gautambuddhnagar & Ghaziabad districts) and 80% of fixed capital investment in Gautambuddhnagar & Ghaziabad districts.
 - 60% for Medium Industries for 5 years. This would be subject to annual ceiling of 20% of capital investment or actual tax deposited, whichever is lower, with an overall ceiling of 100% of fixed capital investment in Bundelkhand & Poorvanchal, 90% of fixed capital investment in Madhyanchal & Paschimanchal (except Gautambuddhnagar & Ghaziabad districts) and 80% of fixed capital investment in Gautambuddhnagar & Ghaziabad districts.
 - 60% for large Industries (capital investment of above Rs. 10 cr. and below the capital investment required for consideration under various categories of mega investment) for 5 years. This would be subject to annual ceiling of 20% of capital investment or actual tax deposited, whichever is lower, with an overall ceiling of 100% of fixed capital investment in Bundelkhand & Poorvanchal, 90% of fixed capital investment in Madhyanchal & Paschimanchal (except Gautambuddh Nagar & Ghaziabad districts) and 80% of fixed capital investment in Gautambuddh Nagar & Ghaziabad districts.
 - 70% for Mega/ Mega Plus/ Super Mega category Industries for 10 years. This would be subject to annual ceiling of 20% of capital investment reimbursed or actual tax deposited, whichever is lower, with an overall ceiling of 300% of fixed capital investment in Bundelkhand & Poorvanchal, 200% of fixed capital investment in Madhyanchal, 100% in Paschimanchal (except Gautambuddh

Nagar & Ghaziabad districts) and 80% of fixed capital investment in Gautambuddh Nagar & Ghaziabad districts.

- Capital Interest Subsidy to the extent of 5% per annum for 5 years. in the form of reimbursement on loan taken for procurement of plant & machinery, subject to an annual ceiling of Rs.50 lacs.
- Infrastructure Interest Subsidy to the extent of 5% per annum for 5 years. in the form of reimbursement on loan taken for development of infrastructural amenities for self-use like roads, sewer, water drainage, erection of power line, transformer and power feeder, subject to an overall ceiling of Rs. 1 Crore.
- Interest subsidy to the extent of 5% per annum for 5 years. in the form of reimbursement on loan taken for industrial research, quality improvement and development of products by incurring expenditure on procurement of plant, machinery & equipment for setting up testing labs, quality certification labs and tool rooms, subject to an overall ceiling of Rs. 1 Crore.
- Exemption from electricity duty to all new industrial units set up in the state for 10 years.
- Exemption from electricity duty for 10 years. to all new industrial units producing electricity from captive power plants for self-use.
- Exemption from Mandi fee for all new food processing units on purchase of raw material for 5 years.
- The industries which are disallowed for input tax credit under the GST regime, will be provided reimbursement of that amount of VAT/CST/GST paid on purchase of plant and machinery, building material and other capital goods during construction and commissioning period and raw materials and other inputs in respect of which input tax credit has not been allowed.

In addition to the above, the facility of interest free loan equivalent to the sum of VAT and CST/state share of GST deposited by industrial units admissible to eligible industrial units under the previous policy will be continued.

Incentivising employment generation

Units generating minimum employment of 200 direct workers. including skilled and unskilled will be provided 10% additional EPF reimbursement facility on employer's contribution.

All incentives in the form of reimbursement, subsidies, exemptions etc., will be subject to a maximum of 100% of fixed capital investment made in Poorvanchal and Bundelkhand, 90% of fixed capital investment made in Madhyanchal & Paschimanchal (except Gautambuddh Nagar & Ghaziabad districts) and 80% of fixed capital investment made in Gautambuddh Nagar & Ghaziabad districts.

Promoting Mega Investments

Industrial Investment and Employment Promotion Policy of Uttar Pradesh 2017 Mega projects have multiplier effect and are essential for creation of jobs and inclusive growth. Development of large industries in the state also attracts ancillaries in the SME sector leading to a positive domino effect. Recognising the multiple benefits that mega projects provide, the policy intends to offer customised package of incentives to attract such investments. The GOUP will also make a concerted effort to ensure that there is balanced regional dispersal of such investments across the state.

Andhra Pradesh

Capital Subsidy:

- 15% investment subsidy on FCI limited up to Rs. 20 Lakhs, whichever is lower.
- The subsidy will be released only after 3 years. of continuous operations with meeting efficiency parameters. of production and employment



Stamp Duty / Transfer Duty

- 100% Reimbursement.

Power Subsidy

- Rs.1 per unit for 5 yrs. from date of commencement for micro & small industries.

Electricity duty waiver

- 100% for 5 years.

SGST reimbursement

- 100% Reimbursement of net SGST accrued to state for a period of 5 year from the date of commencement of production or up to realisation of 100% fixed capital investment whichever is earlier.
- For large investors the SGST % varies from 50% to 100% linked to employment or for 5 year from DCP whichever is earlier.

Interest subsidy:

- @3% on term loan taken for FCI by small and micro unit for 5 years. from DCP.

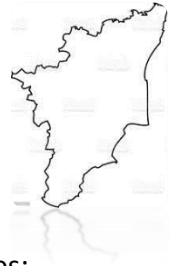
General Remarks:

- The AP government has reduced the upfront cost of land acquisition, by allowing businesses to lease land with the option to buy after 10 years. This model is also permitted for the pre-built factory shells for MSMEs;
- GOAP will set up common facilities like waste water treatment, continuous emission monitoring systems in new APIIC industrial parks.
- Projects with an employment generation of 2000 will be accorded mega industry status.
- The Government will extend tailor- made benefits /incentives to mega projects to suit particular investment requirements on case-to-case basis based on the gestation period, pioneering nature, locational aspects, technology, project 's importance to



the state 's industrial growth and its ability to generate large scale employment for people or revenues for the state.

- IP acquisitions cost reimbursement 75% limited to 10 lakhs



Tamil Nadu

Government of Tamil Nadu intends to support the projects in manufacturing with the potential for positive externalities in the State, through the following Incentive Packages:

- Structured Package
- Incentives for Sunrise Sector
- Incentives for Industrial Parks
- Incentives for R&D Projects
- Incentives for Logistics Infrastructure
- Incentives for Foreign Direct Investment
- Incentives for Sub-Large Projects

Eligibility & Definitions

For the purpose of administering the incentives, the following four investment commitment ranges have been identified:

Project Category	Investment Commitment Range (Rs. in cr.)		Standard Investment Period
	Minimum Investment	Maximum Investment	
Sub-Large	50	300	4 Years.
Large	300	500	4 Years.
Mega	500	5000	4 Years.
Ultra-Mega	5000	-	7 Years.

Eligibility for Incentives

Projects in Manufacturing located in Tamil Nadu creating Employment for at least 50 persons will be eligible for incentives under this Policy.

Project Category & Standard Investment Period

The Project Category for (Sub-Large, Large, Mega, Ultra-Mega) shall be determined based on Investment in Eligible Fixed Assets made within the Standard Investment Period.

District Category

For the purpose of administering the fiscal incentives, the districts of the state are classified as follows:



“A” Category Districts (4 districts) - Chengalpattu, Chennai, Kancheepuram and Tiruvallur.

“B” Category Districts (12 districts) - Coimbatore, Erode, Karur, Krishnagiri, Namakkal, The Nilgiris, Ranipet, Salem, Tiruchirappalli, Tirupattur, Tiruppur, and Vellore.

“C” Category Districts (22 districts) – Ariyalur, Cuddalore, Dharmapuri, Dindigul, Kallakurichi, Kanniyakumari, Madurai, Mayiladuthurai, Nagapattinam, Perambalur, Pudukkottai, Ramanathapuram, Sivagangai, Tenkasi, Thanjavur, Theni, Thiruvarur, Thoothukudi, Tirunelveli, Tiruvannamalai, Villupuram and Virudhunagar.

In case of notification of new districts during the policy period, the District Category of the parent district (in case of sub-division) or majority of constituent district by area (In case of merger or re-division), shall apply, or as notified by the Government.

Investment Promotion Subsidy

There are options for availing Investment Promotion Subsidy. The company can choose one of the following options:

- I. SGST Reimbursement for Final Products
- II. Flexible Capital Subsidy
- III. Fixed Capital Subsidy
- IV. Turnover-based Subsidy
- V. Reimbursement of Stamp Duty & Registration Charges
- VI. Pay Roll Subsidy

These options are mutually exclusive, and a one-time choice has to be exercised at the beginning of the Project by the investor.

SGST Reimbursement for Final Products

100% SGST payable on the sale of final products manufactured, sold, and registered in the State shall be reimbursed for a period of 15 years. from the date of commercial production or upon achieving the minimum eligible investment for Structured Package in the given District, whichever is later. This shall be applicable only to Projects that manufacture final products with a traceable end-use in the State. In case of expansion projects, base volume principle will be applicable.

Fixed Capital Subsidy

Projects can avail a fixed capital subsidy as provided in the Table below:

Fixed Capital Subsidy (%EFA (Eligible Fixed Assets))

Project/ District Category	Large (Rs. 300 cr.– Rs. 500 cr. & 150 jobs)	Mega (Rs. 500 cr. – Rs. 5000 cr. & 400 jobs)	Ultra-Mega (>Rs. 5000 cr. & 2000 jobs)
“A” District	-	10%	20%
“B” District	10%	12%	22%
“C” District	12%	15%	25%

The Fixed Capital Subsidy will be disbursed in equal annual instalments over the period prescribed below:

- 10 years. for Large Projects in “B” and “C” districts and Mega Projects in “A” districts,
- 12 years. for Mega Projects in “B” districts and “C” districts, and
- 15 years. for Ultra Mega Projects in all districts Large Projects in “A” District shall be eligible for a back-ended fixed capital subsidy of Rs. 1 cr.

The company can choose to avail the Fixed Capital Subsidy from the date of commercial production or upon achieving the minimum eligible investment for Structured Package in the given District, whichever is later. If the company chooses to avail the Fixed Capital Subsidy prior to the completion of the investment and employment commitment, the Fixed Capital Subsidy shall be disbursed in tranches corresponding to the cumulative investment made until then and subsequent tranches for actual annual incremental investment within the investment period.

Flexible Capital Subsidy

This option is a flexible, objective, transparent, and risk-free subsidy for investors. compared to the indirect-tax based reimbursements that are subject to market risk and extended over a long period of time. This provision is the first of its kind as it provides the investor choice of customizing incentive package by choosing the weights of boosters. that are best suited to maximise the subsidy based on their business mode. This will enable investors. to plan their cash flow in a much more predictable manner. The Policy offers. a maximum Capital Subsidy of 35% of EFA for “A” Districts, 37% for “B” Districts and 40% of EFA for “C” Districts. This comprises Standard Subsidy of 5% to all eligible projects and additional incentives of up to 35% of EFA depending on boosters. based on location, employment, exports, ecosystem creation and if it is in a sunrise sector.



Flexible Capital Subsidy is a percentage of the Eligible Fixed Assets and shall be disbursed over the incentive disbuRs.al period equal to 2.5 times the investment period. The company can choose to avail the Flexible Capital Subsidy from the date of commercial production or upon achieving the minimum eligible investment for Structured Package in the given District, whichever is later. If the company chooses to avail the Flexible Capital Subsidy prior to the completion of the investment and employment commitment, the Flexible Capital Subsidy shall be disbursed in tranches corresponding to the cumulative investment made until then and subsequent tranches for actual annual incremental investment within the investment period. The framework for Flexible Capital Subsidy is provided in Annexure-III; this is based on verifiable data and flexible with respect to factor inputs such as labour, capital, and technology.

Turnover-based Subsidy (TBS)

Mega and Ultra Mega projects creating a minimum Employment of 2000 jobs within the Investment Period can avail the Turnover-based Subsidy instead of the Fixed or Flexible Capital Subsidy. Turnover-based Subsidy shall be applicable as a percentage of the Turnover in each financial year. The company can choose to avail the Turnover based Subsidy from the date of commercial production or upon achieving the minimum eligible investment for Structured Package in the given District, whichever is later, up to a cap of 4% of cumulative investment in Eligible Fixed Assets per annum for a period of 10 years. If the Project creates employment for more than 4000 jobs within the investment period, the company shall be eligible for drawing a higher percentage of turnover subsidy depending upon the District Category, from the year of achieving the higher employment, as specified in the Table below. Turnover-based Subsidy for expansion projects shall be determined on a case-to-case basis and base volume principle will be applicable.

Training Subsidy

Skilling support can be availed in form of a Training Subsidy of Rs. 4000 per worker per month for 6 months for residents of Tamil Nadu. For women and transgender employees, persons with benchmarked disabilities, persons from SC/ST communities the training subsidy shall be Rs. 6000 per worker per month for 6 months.

Land Cost Incentive

The Government strives to provide land to industries at competitive rates. For eligible projects in SIPCOT in "A" & "B" districts, land allotment will be made at a 10% concessional rate and at a 50% concessional rate in "C" districts for land up to 20% of EFA. The timelines for allotment of Land in SIPCOT Industrial Area shall be as per Tamil Nadu Business Facilitation Rules 2018 and a deemed approval shall be issued on expiry of the time limit.

Interest Subvention

Interest Subvention of 5% as a rebate in the rate of interest shall be provided to Ultra Mega Projects only on actual term loans taken for the purpose of financing the project, up to Rs.. 4 cr. per annum for a period of 6 years.

Standard Incentives

The following incentives shall also be available to Large, Mega and Ultra-Mega projects.

- **Electricity Tax Incentive**

New or expansion manufacturing projects will be given an electricity tax exemption for a period of 5 years. on power purchased from the Tamil Nadu Generation and Distribution Corporation Ltd. (TANGEDCO) or generated and consumed from captive sources.

- **Stamp Duty Incentive**

50% Concession on Stamp duty payable on lease or purchase of land/shed/buildings meant for industrial use shall be offered in parks promoted by SIPCOT in “A” & “B” Category Districts. In all “C” districts, 100% Concession on Stamp duty payable on lease or purchase of land/shed/buildings meant for industrial use shall be offered in parks promoted by SIPCOT/SIPCOT JV/ SIDCO.

- **Green Industry Incentive**

Industrial projects undertaking green initiatives for recycling waste and water for industrial use and sustainable energy usage, coupled with online monitoring (wherever applicable) indicated below, shall be eligible for a 25% subsidy on the cost of setting up such environmental protection infrastructure in the following solution areas subject to a limit of Rs. 1 cr.

- **Safety & Energy Efficiency Solutions**

i. Mechanised Systems for Sewage Cleaning such as jet rodding machines etc. to replace Manual Scavenging

ii. Passenger and Utility Electric Vehicles for the transport of goods and personnel within the facility premises and EV buses for the transport of personnel from and to the facility.
Water Conservation Solutions

iii. Wastewater treatment and recycling systems using technologies such as Activated Sludge Process (ASP), Membrane Bio-Reactors. (MBR), Reverse Osmosis (RO), etc. to increase supply and use of treated water.

iv. Smart Solutions/IoT for Water and Wastewater to reduce dependency on manpower, enhance business continuity and remote operations using smart meters./ pumps/ sensors., data analytics, and cloud solutions.



- v. Adopting rainwater harvesting; restoring water bodies by de-silting defunct water bodies within the premises
- vi. Zero Liquid Discharge Solutions Greening Solutions
- vii. Green Buildings which obtain green rating under the Indian Green Building Council (IGBC/LEED Certification)
- viii. Green Buildings which obtain green rating for Integrated Habitat Assessment (GRIHA) systems.
- ix. Installation of pollution control devices (PCD)

Quality Certification Incentive

Industrial projects obtaining certifications like ISO, ISI, BIS, FPO, BEE, AGMARK, and ECOMARK, or any other national or international certification as notified from time to time, shall be given a subsidy of 50% of the total cost incurred for obtaining the certification, as certified by the Chartered Accountant, limited to Rs. 25 lakhs for the period of investment.

Intellectual Property Creation Incentive

The Government will reimburse 50% of the expenditure incurred by the Project subject to a maximum of Rs. 30 lakhs for the period of investment for a patent, copyright, trademarks, Geographical Indicators. registration.

SGST Refund on Capital Goods

The Government recognises that there is no provision of refund of input tax paid on capital goods, as the formula prescribed in Rule 89(5) of the Tamil Nadu Goods and Services Rules 2017, as applicable now, does not take into account input taxes paid on capital goods in the term Net ITC (Input Tax Credit). Consequently, a company faced with an inverted tax structure is unable to utilise the ITC paid on capital goods, even though such a company could have utilised the ITC for payment of tax, had there been no inverted tax structure. Therefore, if the company faces an inverted tax structure due to which it is neither able to utilise the ITC on capital goods for payment of output tax nor able to obtain a refund of the same, the State Government will refund the Input SGST paid on capital goods within the standard investment period, to the extent input tax credit is admissible under TNGST Act 2017. The company shall have to reverse the credit of input tax from the SGST credit ledger to the extent refunded. The refund shall be provided from commercial production, in five equal annual instalments.

NORTH EAST REGION OF INDIA

North East Industrial Development Scheme (NEIDS)

The Government of India has launched “North East Industrial Development Scheme” for industrial units in the North Eastern Regions of the country. This scheme aims to promote sustainable industrializations and employment generation in North East regions states including Sikkim. Under this scheme, the Government grants a package of fiscal incentives to eligible industrial units engaged in the manufacturing and service sectors.



Objective of the Scheme

The objective of the scheme was to accelerate economic growth and boost in the process of industrialization in the North-Eastern Region of India. In order to enhance employment in the North East regions, the Government is incentivizing primarily the MSME units through this scheme. All eligible industrial sectors., which are getting the benefits of one or more components of any other schemes of the Government, will also be considered for the benefits of other components of this scheme. The Government is also providing specific incentive amount through the scheme to generate employment.

Key Highlights of the NEIDS Scheme

- Benefits to industrial units: The Department through this scheme will provide various subsidies and benefits to all eligible industrial units. The overall cover for the benefits under all components of incentives will be of Rs.200 crores per unit.
- Several rights of the Centre/ State Government/ Financial Institutions have been enumerated under this scheme.
- All eligible industries will be entitled to various transport and employment benefits under the scheme.
- All such industries/units are needed to be mandatorily be registered with the Department.
- The claims for Capital Investment Incentive and Transport Incentive shall be scrutinized by independent audit agencies.
- The preference will also be given to the eligible industrial units under the Micro, Small and Medium Enterprises (MSME).
- On examining the proposals for incentive, due consideration will be given to the factors. such as cost disadvantage project viability, bank-ability, employment generation and promoters.’ risk capital.

Eligibility Criteria

- All new industrial sectors. under the manufacturing and services sector including Biotechnology and also Hydel Power Generation Unit sectors. that are up to 10 MW

located in the North East Regions (NER), will be eligible for the incentives under this NEIDS scheme.

- All eligible industrial units will be allowed to get the benefits under one or more components under this scheme, even if such units are getting benefits under other schemes of the Government of India.
- The total benefits from various components of the scheme put together would be limited to the total investment in plant & machinery subject to a maximum limit of Rs. 200 crores per unit. Plant & Machinery for the service sector industrial unit would include the cost of construction of a building and all other permanent physical assets basic to the running of that specific service industry but exclude the total cost of land and consumables, disposables or any other item charged to revenue.
- Only new industrial units are eligible to avail the benefits under the scheme. This scheme would not be applicable to the industries that are:
 - Established by the splitting up or reorganizing an existing business
 - Created by the transfer to the new unit of plant and machinery previously used for any other purpose; and
 - Relocated from elsewhere and/or existing units reopened under a new name, brand, etc.

Incentives under the Scheme

SR. No.	Incentive Type	Incentive Amount
1	Central Capital Investment Incentive for the Access to Credit (CCIIAC)	The investment in Plant & Machinery of about 30% along with an upper limit of RS. 5 Crores on the incentive amount per unit.
2	Central Interest Incentive (CII)	Working Capital credit advanced of about 3% by the eligible Banks or Financial institutions for the first 5 years. from the date of commencement of commercial production by the unit.
3	Central Comprehensive Insurance Incentive (CCII)	100% Reimbursement of insurance premium on the insurance of Plant & Machinery and building for the period of 5 years. from the date of commencement of commercial production by the unit.
4	Goods and Service Tax (GST) Reimbursement	The reimbursement that will be up to the extent of Central Government share of CGST and IGST for the period of 5 Years. from the date of commencement of commercial production by the unit.
5	Income Tax (IT) Reimbursement	Centre's share Reimbursement of income tax for the period of first 5 years. including the year of commencement of commercial production by the sector.

6	Transport Incentive (TI)	<p>The cost of transportation of about 20% including the subsidy currently provided by the Railways or Railway PSU for the movement of finished goods by rail.</p> <p>The cost of transportation of about 20% for finished goods for the movement through Inland Waterways Authority of India.</p> <p>The cost of transportation of about 20% of air freight on the perishable goods (as defined by IATA) from the airport nearest to the place of production to any airport within the country.</p>
7	Employment Incentive (EI)	<p>The Government would grant 3.67% of the employer's contribution to the Employees' Provident Fund (EPF) in addition to that the Government bearing 8.33% of Employee Pension Scheme (EPS) grant of the employer in the scheme of Pradhan Mantri Rojgar Protsahan Yojana (PMRPY).</p>

Guidelines for Claiming Incentives

Central Comprehensive Insurance Incentive (CCIIAC)

The claim for CCIIAC has to be submitted electronically within 1 year of the start of commercial operations. All requested details have to be provided, that includes the total investment in plant and machinery project, installed capacity, Transit Insurance premium paid, Freight charges, Cost of Productive equipment, etc. The industrial unit must also indicate in its online claim form that it is willing to allow the team of field inspection to visit the premises after the production has started to independently verify the existence of the plant & machinery in respect of which a claim has been filed.

Central Interest Incentive (CII)

The applicant has to submit a certificate with a recommendation statement/letter from a scheduled bank, or central or state financial institution, clearly indicating the credit limit that is granted by the bank with respect to the below following:

- Working capital requirement for the claim period
- Actual drawdown by the unit against the credit limit
- The total interest charged by the bank on the working capital utilization
- Rate of interest charged by the bank
- The marginal value of fund-based lending rates of the lending institution
- A claim must be submitted for a full financial year within 6 months after the end of that year

Central Comprehensive Insurance Incentive (CCII)

The claim for CCII must include all the details of buildings, plant and machinery insured have to be given in support of a claim for a complete financial year within 6 months after the end of that year.

Goods and Service Tax (GST) Reimbursement

The reimbursement on finished goods applies only to the central share of the net GST that has been paid and the rules that specify the method of calculating the refund amount. A claim must be made within 6 months after the end of the relevant quarter and the process for the approval of claims is similar to that adopted by the Central Board of Indirect Taxes and Customs for the GST reimbursement under other schemes;

Income Tax Reimbursement

The claimant has to provide a copy of the “intimation” that is issued under section 143(1) of Income Tax Act 1961 (ITA) and also confirmation of the amount of the claim. (The intimation is the preliminary assessment issued by the Centralized Processing Center of the Central Board of Direct Taxes (CBDT) after it has processed the taxpayer’s return and checked for any arithmetical inconsistencies, potentially incorrect claims, etc.) The claim should be filed online within 6 months from the end of the month that the intimation was issued. The reimbursement of income tax will be approved by the DPIIT in consultation with the CBDT.

Transport Incentive

The claims have to be submitted quarterly within 6 months of the end of the relevant quarter.

Employment Incentive

The claimant unit would register for the incentive via the Pradhan Mantri Rojgar Protsahan Yojana (PMRPY) Portal.

MADHYA PRADESH

One Time Incentives (Chemical Sector Only)



- **Land Cost Rebate**

- MP provides a rebate on land premium depending on the land size requirement for MPIDC developed industrial areas;
 1. Up-to 1 Hectare – 75% Rebate
 2. 1 – 20 Hectare – 50% Rebate
 3. Above 20 Hectare – NIL
- Rebate is also offered if the undeveloped land parcel is leased from MPIDC - Maximum up-to 40 Hectare - 50% Rebate on land premium. 50% rebate will be offered up to a fixed land size based on investment categories given as follows -
 1. Rs.10-100 Crore - Up to 10 Hectare
 2. Rs. 100-500 Crore - Up to 20 Hectare
 3. Rs. 500 Crore and above - Up to 40 Hectare

- **Fixed Capital Rebate**

- Investment Promotion Assistance (IPA): A tax delinked investment assistance is offered to large scale industries ranging from 40% to 10% of investment in plant and machinery with minimum investment of Rs. 10 Crore. Basic Investment Promotion Assistance is divided by 7 (years.) which is further multiplied by following multiples to arrive at Annual Yearly Investment Assistance
 1. Multiple for Food processing Industries: 1.5 times
 2. Employment generation (100-2500 employees): 1.0–1.5 times
 3. Benefits to Export oriented units (25% - 100%): 1.0–1.2 times
 4. Benefits to industries setting up in Priority Block: 1.2. times
- Industries availing incentives in MP will know beforehand the total exact amount of IPA assistance they will receive based on their plan for employment, investment, export and the location that they choose for investment. IPA will be disbursed in 7 annual instalments

- **Stamp Duty Exemption**

An investor can demand the stamp duty exemption under customized package for mega projects with an investment more than Rs. 100 Crore

- **Other Incentives**

An investor can demand any other incentives under customized package for mega projects with an investment more than Rs. 100 Crore

- **Green Industrialization**

Green Industrialization for establishing ETP/STP @50% with a maximum limit of Rs. 1.00 Cr

- **Patent Charges**

Patent Charges reimbursement @100% up-to Rs. 5 lacs

- **7. Infrastructure development subsidy**

Infrastructure development subsidy @50% with a maximum limit of Rs. 1.00 Cr each for Water/Electricity/ Roads for Private/Undeveloped Govt. Land

- **Definition - Plant & Machinery, Expansion/Diversification/Technical Upgradation**

Plant and Machinery (P&M) For the purpose of determining eligibility for financial assistance/incentive, the P&M means the investment made by the unit in the plant, machinery, buildings, shed, quality certification and testing laboratories accredited by National Accreditation Board for Testing and Calibration Laboratories excluding investment made in land and dwelling units. It is clarified that 25% or maximum Rs.50 Lacs (whichever is less) of the investment made in accredited quality certification and testing laboratories shall be considered in the calculation of eligible investment amount for financial assistance/incentive

- **Expansion**

Established large and medium industrial units, which invest 30% of existing investment in plant & machinery or Rs. 50 crores (whichever is less) on expansion/diversification/technical up-gradation, will be eligible for assistance/facilities at par with new industrial units.

Recurring Incentives (Chemical Sector Only)

- **SGST reimbursement**

MP has a tax-delinked policy. An investor can demand Tax incentives under customized package for Mega projects with an investment more than Rs. 100 Crore

- **Skill Development/ Training Incentive**

Incentives to provide employment to persons with Disabilities (minimum 5% of Total workforce)100% reimbursement of skill development Employees PF/ESI assistance: ReimbuRs.ement of employee's contribution- maximum Rs. 6000/- per month for 5 years. medical insurance premium reimbursement

- **Interest Cost Subvention**

An investor can demand the interest rebate under customized package for mega projects with an investment more than Rs. 100 Crore

- **Power Tariff Rebate**

Tariff Rebate on new HT connection @Rs. 1/- per unit for a period of 5 years. for green field projects



- **Electricity Duty Rebate**

An investor can demand electricity duty exemption under customized package for mega projects with an investment more than Rs. 100 Crore

- **Other incentives**

An investor can demand any other incentives under customized package for mega projects with an investment more than Rs. 100 Crore

ODISHA

One Time Incentives (Chemical Sector Only)

Land Cost Rebate

- **Land at subsidised rates as per the Industrial Policy 2015:**
 - Applicable for all industries
- **25% subsidy on cost of land:**
 - Applicable for Anchor Industrial Units, i.e., for investments by lead investors. in a park or cluster which would promote and further facilitate investment in the park or cluster



Exemption from payment of premium, leviable under OLR (Orissa Land Reforms) Act.1960 (Change of land-use charges):

- 100% up to 100 acres and 50% for balance area

Fixed Capital Rebate

- **Capital Subsidy for Plant and Machinery - 10% of investment in plant and machinery for Plastics manufacturing units:**
 - Minimum investment of Rs. 100 crores in a forward district with employment for 100 workers. and Rs. 50 crores in backward district with employment of 75 workers. with maximum cap of Rs. 50 crores depending on investment and employment range
- **Capital grant to support Quality Infrastructure in Industrial parks/clusters.:**
 - 50% of the infrastructure cost with a ceiling of Rs. 10 crores per green field industrial park/cluster
 - 50% of total cost with a ceiling of Rs. 5 crores for up gradation of brown field clusters.

For MSMEs:

- **@ 25% subsidy:**
For Micro & Small up to Rs. 1 crore
- **@ 30% subsidy:**
For Micro & Small up to Rs. 1.25 crores owned by SC, ST, differently abled, women or technical entrepreneur
- **Additional 5%:**
For MSMEs unit in industrially backward districts including KBK or Up to Rs. 10 lakhs for units engaged in recycling of E-waste, Hospital waste, Construction & demolition waste.

Stamp Duty Exemption

- **100% Exemption:**
 - With respect to land allotted by the Government to IDCO or Govt/IDCO to Private Industrial Estate Developers. or when transfer of land/shed by Govt, IDCO and Private Industrial Estate developer to industrial units.
 - On Loan agreements, credit deeds, mortgages and hypothecation deeds executed by the Industrial Units in favour of Banks or Financial Institutions

Other Incentives

- One-time reimbursement of Energy audit cost for MSMEs with maximum cap of Rs. 3 lakh
- Environmental Protection Infrastructure Subsidy of Rs.20 Lakhs or 20% of capital cost of setting ETP for MSMEs 100% of the registration for Patent Registration cost up to maximum of Rs.10 Lakhs
- **Quality Certification:** Renewal for consecutive two years. i.e., for a period of 3 years. @ 100% to a total maximum limit of Rs. 3 Lakhs
- **Assistance for technical know-how:** 100% of cost of purchase of technical know-how up to Rs. 1 Lakh in case of indigenous technology and up to Rs. 5 Lakhs in case of imported technology
- **Entrepreneurs. Hip Development Subsidy:** reimbursement of 75% of course fee limited to Rs. 50,000 per course

For Workers' Hostel:

Land rate at 50% of the prevailing market rates of IDCO (Odisha Industrial Infrastructure Development Corporation) for 1-3 acres of land, based on employment and investment with minimum investment of Rs. 100 crores in a forward district with employment for 100 workers. and Rs. 50 crores in backward district with employment of 75 workers.

For MSMEs:

- **Seed Capital Assistance:** One-time grant of 10% of term loan disbursed up to Rs.15 lakhs for Micro & Small unit owned by 1st generation SC, ST, differently abled or women entrepreneur in industrially backward districts including KBK
- **Project Report Subsidy:** One-time grant of Rs. 50,000 or 2% of project cost, whichever lower for preparation of DPR/detailed feasibility report
- **Reimbursement of Audit Cost for Water Conservation:** One-time reimbursement of 50% of audit cost up to Rs. 25,000
- **Assistance for raising Capital through SME exchange:** One-time grant of 20% of expenditure in raising capital up to Rs. 10 lakhs after successfully raising the equity
- **Trade Mark Assistance:** 50% of expenditure up to Rs. 25,000

Recurring Incentives (Chemical Sector Only)

SGST reimbursement

100% SGST reimbursement:

- For a period of 7 years., to a maximum of 200% of cost of plant and machinery
- For New Pioneer units for a duration of 9 years., to a maximum of 200% of cost of plant and machinery
- For Anchor units for a duration of 9 years., to a maximum of 200% of cost of plant and machinery

Skill Development/ Training Incentive

Reimbursement of training cost up to Rs. 1750 – Rs. 4000 per person:

For every person newly trained or undergoing skill upgradation for a period of three years., based on employment and investment with minimum investment of Rs. 100 crores in a forward district with employment for 100 workers. and Rs. 50 crores in backward district with employment of 75 workers.

50% of skill upgradation or training for local manpower:

For MSMEs: Up to Rs. 3000 per person for maximum 10 persons in micro and 20 persons in small and medium enterprises. Additional Rs. 1000 per women trained

Interest Cost Subvention

- **5% per annum on term loan:**
For a period of five years., to a maximum of Rs. 1 crore
- **Power Tariff Rebate reimbursement of Rs. 0.25 – 1.25 per unit:**
For a period of 5 years., based on employment and investment with minimum investment of Rs. 100 crores in a forward district with employment for 100 workers. and Rs. 50 crores in backward district with employment of 75 workers.

Electricity Duty Rebate

- **100% Exemption:**
For a contract demand of 5 MVA for 5 years.

Employment Generation Incentive

- **@ 100% Reimbursement of Employment Cost Subsidy (ESI/ESF):** For 3 years. for displaced employees and for 5 years. for disabled employees
- **@ 75% for male; 100% for female:** For Micro & small units for 5 years.
- **@ 50% for male; 100% for female:** For Medium units for 3 years.

- **For Green Hydrogen and Green Ammonia manufacturing units,**
 - **100% exemption** from payment of **Electricity Duty for 20 years** from the date of commencement of commercial production
 - For renewable energy consumed, **cross subsidy surcharge & additional surcharges, and state transmission charges will be exempted/reimbursed for 20 years** from the date of commencement of commercial production
- For units in Biju Economic Corridor, **the overall limit is 300%** of the cost of plant and machinery.

KERALA

Incentives

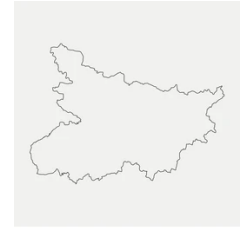


- Investment in Land, Building, Plant & machinery, Electrification, Essential Office Equipment's, Pollution Control Devices and other fixed assets are eligible
- For General Category Assistance is 15% limited to Rs 20 lakhs
- For Young (18 to 45 years.), Women and SC/ST entrepreneurs., the assistance is 20% limited to Rs.30 lakhs
- Enterprises in priority sector is eligible for additional assistance of 10% limited to Rs.10 lakhs
- MSMEs started in the districts of Idukki, Wayanad, Kasargode and Pathanamthitta are eligible for an additional support of 10% limited to Rs. 10 lakhs
- Industries setup after acquiring new technology from approved research institutions are eligible for an additional support of 10% limited to Rs. 10 lakhs
- The total eligible assistance for an enterprise is limited to Rs. 30 lakhs
- Electricity Duty Exemption for MSMEs
- Loan @ 4% interest subject to a maximum of Rs 10.00 lakh (via interest subvention upto 6%)
- Waiver of Stamp Duty & Registration charges for manufacturing units
- Employment Enhancer Incentive
- Quality certification incentive
- Incentives for sustainability and responsible industrialization
- Reimbursement of 50% of the cost incurred in obtaining 'Made in Kerala' certification.
- Capital subsidy incentive for MSMEs up to 45% subject to maximum 200 lakh.
- 100% Electricity Duty exemption for 5 years.
- 100% reimbursement on capital investment for 5 years
- Funding of 20% of R&D cost for units engaged in R&D with Universities in the State, subject to a maximum of Rs. 1 Cr. per unit
- Reimbursement up to 100% of the stall charges incurred, subject to a maximum of Rs. 5 Lakh for participating in one domestic and one international fair/ exhibition per annum
- Private Industrial Estates Funding support up to Rs.3 Cr. for infrastructure development

BIHAR

Package of incentives:

State Government is committed to encourage the process of industrialization by assuring an entrepreneur friendly regime and an attractive package of incentives for the entrepreneurs. The following package Of incentive will be made available to the entrepreneurs:



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- Reimbursement Stamp Duty/ Registration
- 100% reimbursement of —land conversion fees / —change in land use fees being levied for conversion of agricultural land after the unit commences the commercial production
- State shall extend —Interest Subvention to all the eligible units on the term loan availed by the unit from a scheduled nationalized bank or financial institution approved by RBI/SEBI.
- All new units can avail tax related benefits with a maximum limit as defined below:
 - i. Non-priority sector: 70% of the approved project cost
 - ii. Priority sector: 100% of the approved project cost
- All new micro and small units will be given tax benefits by additional 30% of the approved project cost.
- All new units will be entitled to avail 80% reimbursement against the admitted VAT/ CST/ Entry Tax deposited in the account of the State Government (excluding strictly any tax paid by them arising out of a purely trading business), for a period of 5 years from the date of commencement of commercial production. The VAT/Entry Tax/CST reimbursement shall be applicable only to the net tax payable, after adjustment of input tax credit against the output tax liability.
- Government of India is in the process of introducing a uniform Goods & Services Tax (GST) regime throughout the country. In case GST becomes effective, the tax related benefits will be suitably modified.
- All units engaged in generation of solar and/ or renewable energy for commercial purpose will be given tax benefits by additional 30% of the approved project cost
- Special Incentive Package for Women, Differently abled persons, War widows, Acid attack victims and Third gender entrepreneurs
- Special Incentive Package for Scheduled Caste and Scheduled Tribe Entrepreneurs
- Incentive for Private Industrial Park
- In order to revive the sick industry, a corpus fund will be created with the cooperation of the commercial banks, the State Government, industry associations and others. This corpus fund will provide financial assistance, in the least possible time, to sick micro, small and medium industrial enterprises for which the rehabilitation package has been approved
- The preferential purchase policy shall also apply to contractors and sub-contractors where at least 15% of the products should be procured from the local MSME units in case the product is manufactured in the State.
- The criteria of turnover or age of the firm shall be relaxed by 50% for the MSME units based in Bihar if they meet the technical specifications of the products.
- MSMEs quoting prices within 15% of the lowest eligible price bid of other bidder(s) shall be eligible for purchase preference in the state. In such cases the MSME unit shall be given an



order of 15% of the total order value on the lowest eligible price bid. In case of a tie, the state based MSME units will be given the preference.

RAJASTHAN

Incentive Package



Qualifying criteria for manufacturing standard package: For projects to be applicable under the Manufacturing Standard Package, minimum investment required will be INR 50 Cr.

- Asset Creation Incentives 75% of the State Tax due and deposited for a period of 7 years **or** 13-28% of EFCI* to be disbursed in annual instalments in 10 years **or** 1.2-2% of Net Sales Turnover to be disbursed annually for 10 years
- Special Incentives : 10% - 15% booster on chosen Asset Creation Incentive for generating more jobs
 Incentives defined for areas such as ZLD, captive generation, emissions control etc.
 Encouraging principal and ancillary's basis total investment committed
 Reimbursement of freight charges for exports through State ICDs upto gateway ports
 Skilling support in form of a Training Subsidy of Rs. 4000 per worker per month for 6 months for training delivered in Rajasthan.
- Exemptions Offered : 100% exemption of Electricity duty for 7 years
 100% conversion charges benefits given in stages as notified by the State 100% exemption of land tax for 7 years
 100% exemption of mandi fee for 7 years
 100% Stamp Duty benefit given in stages as notified by the State
- Banking, Wheeling & Transmission Charges: 100% banking, wheeling and transmission charges waived off/reimbursed for Captive Power Plants set up by Anchor enterprises

Incentive Package for MSME

- Asset Creation Incentives (Investment Subsidy + Interest Subsidy)
- Investment Subsidy of 75% of State tax due and deposited for a period of seven years from the date of commencement of commercial production. Additionally, Interest subsidy for 5 years will be provided as per the following matrix:

Loan Amount	Interest Subsidy per year
1 Crore – 5 Crores	6%
5 Crores – 10 Crores	4%
10 Crores – 50 Crores	3%

Interest subsidy will be tele-scoped. For E.g., A 6 Crore loan for investments in plant and machinery will be provided 6% interest subsidy on 5 Crores [INR 30 Lakhs] and 4% interest subsidy on the additional INR 1 Crore [INR 4 Lakhs].

- Reimbursement of 50% of employers' contribution towards EPF and ESI, for seven years

Renewable Energy Plants

Asset Creation Incentives: Investment Subsidy of 75% of State tax due and deposited for a period of seven years from the date of commencement of commercial production.

- Exemptions: • Exemption from 100% of electricity duty for 7 years. • 100% conversion charges benefits given in stages as notified by the State
- Other Incentives: The State will promote development of Solar Plants in Joint Venture with private developers by investing up to 50% equity or any other percentage of equity participation as decided by the State Government. The cost of land allocated by State Government would be part of its equity participation in the joint venture enterprise, as proposed in Rajasthan Solar Energy Policy, 2019

R&D, Global Capability Centre (GCC), Test Labs

- Asset Creation Incentives: The Government would provide assistance in setting up of R&D centers, Global Capability Centers and Test labs upto 50% of the project cost, excluding the cost of land and buildings, for centers setup by Industries Association and upto 30% for centers setup by private enterprises, subject to a maximum of INR 5 crore
- Training Assistance: R&D Training Incentive of INR 10,000 per person per month can be availed for 12 months. This incentive is intended for employees engaged in core R&D.
- Quality Assistance: Projects obtaining certifications such as ISO, ISI, BIS, FPO, BEE, AGMARK, and ECOMARK, as well as any other national or international certification, are eligible for a 50% reimbursement of the total cost of obtaining the certification, as attested by the Chartered Accountant, up to a maximum of Rs. 1 crore for the investment period, provided the certificate is valid for at least 3 years
- Land Cost Incentive: Reimbursement of 50% of cost of purchase of land or lease of floor area upto a maximum of INR 50 lakhs for setting up of R&D centers, Global Capability centers and Test labs
- Patents and IP Support: For in-house R&D, the government will pay 50% of the cost incurred upto a maximum of INR 1 Crore for patent, copyright, trademark, and registration of geographic indicators and INR 5 Crore for standalone R&D assets.
- Contract Research Assistance: The Government will contribute 50% of the project cost, excluding the cost of land and buildings, to recognised R&D institutions and technical colleges certified by AICTE for contract or sponsored research activity, up to a maximum of INR 50 lakhs.
- Exemptions: 100% of land tax for seven years

JAMMU AND KASHMIR

Incentive Package by Govt. Of India

- Central Capital Investment Incentive for access to credit (CCIIAC) @ 30% of the investment in plant and machinery with an upper limit of Rs.5.00 Crore.
- Central Interest Incentive (CII) @ 3% on Capital credit advanced by the scheduled banks or central/state financial institutions.
- Central Comprehensive Insurance Incentive (CCII) @100% of insurance premium on insurance of building & plant & machinery.
- Reimbursement of the Goods & Services Tax paid by the unit limited to the Central Governments share of CGST and/or IGST retained after devolution of a part of these taxes to the State.

Incentive Package by State Govt.

- State Capital Investment Subsidy @ 30% of cost of plant and machinery with upper limit of Rs.60.00 Lakhs to 300.00 Lakhs and Rs.30.00 Lakhs to Rs.150.00 Lakhs in manufacturing & services sector respectively.
- Interest Subsidy on Working capital @ 3% to 5%.
- Subsidy on Pollution Control Devices @ 60% of the cost of pollution control devices subject to a maximum of Rs.50.00 Lakhs.
- Green and Environment Protection Initiatives @ 50% with upper limits of Rs. 2.00 to 6.00 Lakhs on the expenditure incurred on the equipment.
- Subsidy on purchase and installation of Diesel Sets of 10 KW to 2000 KW @100% with a maximum limit of Rs. 40/45 Lakhs.
- GI Certification @50%/30%/10% subject to maximum of Rs. 15/10/05 Lakhs during the 1st/2nd/3rd year respectively on expenses incurred.
- Quality Control and Testing Equipment @100% with upper limit of Rs. 35 Lakhs on cost of such equipment's.
- Automation through computers/IT @25% of the expenditure incurred on automation.
- Pre-investment Studies/ Feasibility Reports @100% subject to a limit of Rs. 2.00 Lakhs at the time of execution of the project.
- Stamp Duty and Court Fee exemptions on mortgage deeds in favour of Financial Institutions required to be signed by promoter shall be exempted from payment of stamp duty.
- Air Freight Subsidy for registered Micro and SSI Units for any destination within the country @ 50% subject to a maximum of Rs. 5.00 Lakhs per year per unit.
- Toll Tax Exemption on import or raw material and export of finished goods, excepting goods brought on negative list.
- Toll Tax exemption against procurement of the plant and machinery, building material and other equipment's required for construction of factory for a period of five years from the date of registration.
- Exemption from earnest Money/Security Deposits to the extent of 50% or Rs.5000/- whichever is less and also 50% of the cost of tender documents or Rs.100/- whichever is less.

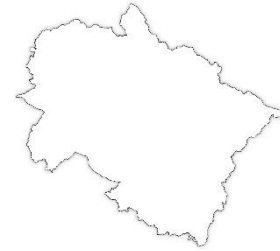


- GST Reimbursement in terms of SRO 519, 521 of 2017 and SRO 63 of 2018. •
Reimbursement of Integrated Goods and Services Tax for promotion of Small/Medium/Large Scale Industries in the state in terms of SRO 431 of 2018.
- State Freight Refund Scheme, 2018 in terms with Govt. Order No. 411-FD of 2018 dated 25.09.2018.

UTTARAKHAND

Incentives

Interest Subsidy



Category A: 10 % (Max 8 lacs)
Category B, B+: 8% (Max 6 lacs)
Category C: 6% (Max 4 lacs)
Category D: 5% (Max 3 lacs)

Capital Subsidy

Category A: 40 % (Max 40 lacs)
Category B, B+: 35% (Max 35 lacs)
Category C: 30% (Max 30 lacs)
Category D: 15% (Max 15 lacs)

Transport Subsidy

% of Annual Turnover (Per year/ unit) or Inbound/ Outbound Logistics Cost whichever is less Category
A: 7% Category
B: 5% Category
B+: 5% (Max 5 lacs)

Stamp Duty Category

A, B, B+, C: 100%
Category D: 50%

SGST Concession*

Category A: 100% for the first 5 yrs and 90% thereafter Category
B, B+: 100% for the first 5 yrs and 75% thereafter

Power Bill Rebate

Category A: Sanctioned Load upto 100 KVA: 100% for 5 yrs and 75% thereafter; If Load>100 KVA: 60%
Category B, B+: Sanctioned Load upto 100 KVA: 100% for 5 yrs and 60% thereafter; If Load>100 KVA: 50%

Interest Subsidy: 50% Reimbursement on internet usage charges for all categories

Mandi Charges: Category A, B: 100% exemption on Mandi charges

Excise Duty: Category A, B: 75% reimbursement on State Excise Duty, Additional Excise Duty, Bottling fees and other charges as under State Excise Policy

Heavy Industrial Investment and Employment Promotion Policy 2018

Manufacturing Units: Investment INR 10-50 Cr. | Service Sector units: Investment INR 5-50 Cr

Stamp Duty Exemption 50% exemption on Stamp duty

ETP Subsidy 30% up to a maximum of INR 20 Lakhs

Incentives Interest Subsidy Interest subsidy @ 5% to a maximum of upto INR 3 lakhs will be applicable for term loans availed from scheduled commercial bank or financial institutions

Non Fiscal

Payment provision for land obtained from SIIDCUL

1. 50% at the time of allotment and balance 50% within 2 years in two equal instalments
2. 100% at the time of allotment will be eligible for 5 % rebate

Categorization of industries for the purpose of quantum of incentives

Category	Units Included
Large Projects	Investments of INR 50 Cr. to 75 Cr
Mega Projects	Investments of INR 75 Cr. to 200 Cr
Ultra Mega Projects	Investments above INR 200 Cr

Mega Industrial and Investment

ETP Subsidy	30% (up to 50 lacs)
Extra Employment Subsidy	@ 500 P.M. per Male @700 P.M. per Female (Max 10 Yrs.)
Land Registration Fees	Land registration fee @1/- per 1000/-
Power Assistance	Rebate of 1/- per unit on the power bill and 100% rebate on electric duty for 7 years
Land Rates Rebate	Rebate of 15%, 25% and 30% on SIIDCUL prevailing land rate for Large, Mega and Ultra Mega Projects respectively

JHARKHAND

Incentive

MSME units shall be entitled to get CPIS for investments made in fixed capital investment. Subsidy under CPIS for MSME shall be admissible at the rate of 20% of investments made in fixed capital investment.

Non MSME Units shall be entitled to get Comprehensive Project Investment Subsidy (CPIS) for investment made in:

Plant and Machinery

Pollution Control Equipment

Environment friendly alternative power generation equipment

Employee Welfare (EPF, ESI, Health Insurance Scheme)

Subsidy under CPIS will be admissible at the rate of 20% of the calculated qualifying amount of investment

Industrial units will enjoy 100% exemption / reimbursement of stamp duty and registration fee for land directly purchased from the raiyats / acquired through consent award (lessee of IADA / industrial parks will not be eligible for this benefits). This facility will be granted only for the first transaction for a particular plot of land.

High priority is being accorded by the State government for improvement of quality of the industrial units and will be provided with assistance for obtaining quality certification from B.I.S. and other internationally recognised institutions @ 50% of the expenditure incurred up to maximum of Rs. 10.00 lakh.

Industrial units will be encouraged for filing their successfully generated, registered and accepted patents based on their original work / research. The State Govt. will provide financial assistance of 50% of the expenditure incurred, up to a maximum of Rs. 10 lakh, per patent. Out of these a maximum of Rs 4 lakh may be given on expenditure incurred in filing of patent, attorney fees, patent tracking etc. and up to maximum of Rs. 10 lakhs on final acceptance of the patent.

This facility will be available to all industries including MSME as given below:

(a) Incentive on VAT:

- 1) New MSME units will be given incentive of 80% NET VAT payable p.a for five years from the date of Production with a ceiling of maximum 100% of total fixed capital investment made.
- 2) New large projects will be given incentive of 75% of NET VAT p.a for seven years from the date of Production with a ceiling of maximum 100% of total fixed capital investment made.
- 3) New mega projects will be given incentive of 75% of NET VAT p.a for nine years from the date of Production with a ceiling of maximum 100% of total fixed capital investment made.

4) New ultra-mega projects will be given incentive of 75% of NET VAT p.a for twelve years from the date of Production with a ceiling of maximum 100% of total fixed capital investment made.

(b) Industrial units which have qualified to be new unit by expansion / modernisation / diversification will be entitled to get similar benefits in respect of VAT. However, they have to maintain separate record of production, investment details and VAT paid/ payable after such expansion / diversification / modernisation. In case, maintaining a separate record is not possible by such units the benefit to such eligible units shall be available in the ratio of installed capacity.

A grant of 15% of the grant released by the government of India shall be offered by State Government to Cluster schemes approved by Government of India for the State to SPV/ promoter

New or existing industrial units setting up captive power plant shall be exempted from the payment of 100% of electricity duty for a period of five years for self – consumption or captive use (i.e. in respect of power being used by the plant) from the date of its commissioning.

New MSME units and non MSME sector

units shall be entitled to interest subsidy for timely payment @5% per annum on total loan availed from public Financial institutions / Banks for period of five years from the date of commencement of production subject to total maximum limit of → Rs. 10 Lakhs for Micro Enterprises → Rs. 20 Lakhs for Small Enterprises → Rs. 40 Lakhs for Medium Enterprises → Rs. 1 Crore for

In addition to the interest subsidy, the guarantee fee charged under the Credit Guarantee Trust for Micro and Small Enterprises (CGTMSE) scheme to Micro and Small Enterprises (MSEs) will be reimbursed to the enterprises in order to improve the CGTMSE coverage for collateral free loans in the state.

Non Fiscal incentives

Mega and Ultra-mega projects are eligible for non-fiscal incentives in addition to fiscal incentives mentioned above. These projects may have unique issues/ constraints which may be specific to the concerned project and it may vary from project to project. The Non-fiscal incentives are like:

1. Specific infrastructure support
2. Raw material linkage / security
3. State government's assistance in land acquisition / land purchase
4. Extension of public utilities like police station, security arrangements etc.
5. Any other support In case of Mega and Ultra-mega projects, governing body shall approve these non-fiscal incentives specific to the particular project requirements and may be included in the first stage or second stage MOU as deemed fit.

HIMACHAL PRADESH



Incentives for Micro, Small and Medium Enterprises (MSME)

- Subsidy towards the cost of preparation of Detailed Project Report & obtaining certification Eligible Enterprises would be reimbursed 50% of expenditure incurred towards the cost paid to the consultant for preparation of DPR; certification / valuation of value of Technical Civil Works or investment in Plant and Machinery, subject to maximum of Rs.20,000 for Micro; Rs.50,000 for Small and Rs.1,00,000 for Medium Sector Enterprises
- Allotment of Land and Industrial Sheds Concession to the tune of 50%, 60% & 70% of rate/premium fixed for land or industrial sheds in category A, B and C respectively will be given to enterprises provided it commences commercial production/operation within 2 years of handing over of possession of land or within a period of 1 year of handing over possession of Industrial Shed, as the case may be. This concession will be adjusted in future instalments.
- Easy Payment schedule of land/shed premium: - 12% of the premium of land/ shed shall be realized before handing over of possession and balance in 8 equal annual interest free instalments. In case allottee after commencement of production or any subsequent stage offers to clear balance payment of premium in lump sum, rebate of 10% on balance premium of land/shed will be given.
- Provisions of extension in provisional allotment period the land/ plot will be provisionally allotted for a period of two years from the date of handing over of the possession. However period of the provisional allotment can be extended upto 5 years from the date of handing over possession by charging nominal extension fee. The Industrial shed will be provisionally allotted for a period of one year from the date of handing over of the possession, however period of the provisional allotment can be extended upto 2 years from the date of handing over possession by charging nominal extension fee.
- Provision to rent out surplus built up area for industrial use Industrial Enterprise in production may be allowed to rent out upto 49% of built up area for setting up of Industrial Enterprise(s) to manufacturing the new item(s) by charging nominal processing fee.
- Concessional rate of Stamp Duty and registration fee Stamp Duty and registration fee @ 50%, 30% & 10% of applicable rates would be charged in Category 'A', 'B' & 'C' areas on instrument of conveyance deed or lease deed.
- Interest Subvention Interest Subvention @ 3% on term loan subject to a maximum of Rs.2 lakhs, Rs.4 lakhs and Rs.6 lakhs per annum for a period of 03 years in Category A, B & C areas respectively
- Exemption from payment of Change in Land Use charges Enterprise set up in Category B & C areas would be exempted from payment of the change in land use charges levied under the provisions of H.P. Town and Country Planning Act – 1977.
- Assistance for transportation of Plant & Machinery Reimbursement of 50% of cost incurred on inland carriage and inland transit insurance of Plant and Machinery subject to maximum of Rs.2 lakhs per enterprise in Category 'A' area and Rs.3 lakhs in Category 'B' & 'C' areas.

- Assistance for access to Technology, Competitiveness, Innovation and Quality Certification:- Reimbursement of 50% of expenses incurred for the setting up in house testing facilities and equipment's required for obtaining certification of Bureau of Indian Standards / World Health Organization–GMP / ISO / Organic Certification / any International Certification excluding Plant and Machinery / equipment's used directly in manufacturing process or Page 8 of 60 rendering of services subject to maximum of Rs.5 Lakhs per enterprise
- Assistance for access to Technology, Competitiveness, Innovation and Quality Certification:- Reimbursement of 50% of expenses incurred for the setting up in house testing facilities and equipment's required for obtaining certification of Bureau of Indian Standards / World Health Organization–GMP / ISO / Organic Certification / any International Certification excluding Plant and Machinery / equipment's used directly in manufacturing process or Page 8 of 60 rendering of services subject to maximum of Rs.5 Lakhs per enterprise
- Access to Finance for MSMEs Existing and New eligible enterprises will be reimbursed 50% of expenses incurred on floating Public Issue for raising funds through National Stock Exchange (NSE) dedicated platform for SMEs' including cost of registration with National Stock Exchange in case funds so raised are utilized for the setting up or expansion of eligible enterprise(s) within the State, subject to maximum of Rs.10 lakhs per enterprise.

Incentives for Large enterprises

- Concessional Rate of Allotment of Land Concession to the tune of 25%, 45% & 65% of rate/premium fixed for land in category A, B and C respectively will be given to enterprises provided it commences commercial production/operation within 3 years of handing over of possession of land.
- Easy Payment schedule of land premium:- Payment of 15% of the cost/premium of land before handing over possession and balance in 5 equal annual interest free instalments. In case allottee after commencement of production offers to clear balance payment of premium in lump sum, rebate of 10% on balance premium of land will be given.
- Provisions of extension in provisional allotment period The land/ plot will be provisionally allotted for a period of three years from the date of handing over of the possession. However period of the provisional allotment can be extended upto 05 years by charging nominal extension fee.
- Provision to rent out surplus built up area for industrial use a) Large Industrial Enterprise may be allowed to rent out upto 60% of built up area for setting up of Industrial Enterprise(s) ancillary to such Large Industrial Enterprise(s) by charging nominal processing fee. b) For cases other than (a) above, provisions made for MSME under this Policy will be applicable.
- Concessional rate of Stamp Duty & Registration fee Stamp Duty & Registration fee @ 50%, 30% & 20% of applicable rates would be charged in Category 'A', 'B' & 'C' areas respectively on instrument of conveyance deed or lease deed.
- Exemption from payment of Change in Land Use charges Enterprise set up in Category B & C areas would be exempted from payment of the change in land use charges levied under the provisions of H.P. Town and Country Planning Act – 1977.

- Interest Subvention For large enterprises, interest subvention @ 3%, on term loan subject to a maximum of Rs.10 lakhs, Rs.15 lakhs and Rs.20 lakhs per annum for a period of 03 years in Category A, B & C areas respectively.
- Net SGST Reimbursement (a) All eligible Large Enterprise(s) (excluding Steel Manufacturer enterprises) would be provided reimbursement of Net SGST in respect of supplies/manufactured goods consumed within the State of Himachal Pradesh @60% in Category-A and 80% in Category-B & Category-C areas for a period of 07 years, subject to maximum limit of 100% of Fixed Capital Investment (FCI). (b) Eligible Steel Manufacturer Large enterprises would be provided reimbursement of Net SGST paid to the State Government @ 50%, 70% and 80% in Category-A, B and C areas respectively for a period of 05 years, up to a maximum of 80% of the Fixed Capital Investment

Incentives for Anchor Enterprises

Anchor Enterprise means first Industrial Enterprise established in a notified Industrial Area(s) or first unit established outside Industrial Area in a particular Development Block of a district, with the minimum Fixed Capital Investment as under:-

- Category A:- Rs.200 Crore and employing minimum 200 Bonafide Himachalies.
 - Category B:- Rs.150 Crore and employing minimum 150 Bonafide Himachalies.
 - Category C:- Rs.100 Crore and employing minimum 100 Bonafide Himachalies.
- Concession to the tune of 50%, 60% & 75% of rate/premium fixed for land in category A, B and C respectively will be given to enterprises provided it commences commercial production/operation within 3 years of handing over of possession of land. Such enterprises would be entitled for easy payment of land premium as being provided to MSMEs' under this Policy
 - Stamp Duty & Registration fee @ 50%, 30% & 20% of applicable rate in Category 'A', 'B' & 'C' areas respectively on instrument of conveyance deed or lease deed.
 - Such Enterprises would be incentivized to compensate high cost of transportation within the State, irrespective of fact that source of purchase or destination of sale is within or outside the State. Actual expenditure incurred on transportation of raw materials & finished products within the State or 5% of annual turnover, whichever is lower, subject to maximum of Rs.30 lakhs per annum would be reimbursed for a period of 05 years.

Concessional rate of Electricity Duty:

Eligible industrial enterprises would be charged a concessional rate of electricity duty as per the table given below:

Category of power supply	Concessional rate of electricity duty
Extra High Tension (EHT) category consumers (supply voltage exceeding 33 KVA)	7% for five years and thereafter as per applicable prevailing rate.
Large Industrial Consumers (with connected demand above 100 KW and supply voltage not exceeding 33 KVA)	5% for five years and thereafter as per applicable prevailing rate

Medium Industrial Consumer (with connected demand between 51 to 100 KVA)	3% for five years and thereafter as per applicable prevailing rate
Small Industries Consumers (with connected demand upto 50 KVA)	1% for five years and thereafter as per applicable prevailing rate
All Industrial consumers including EHT category consumers which employ more than 300 Himachlies	1% for five years and thereafter ED rate would be as per rates applicable under respective category

CHHATTISGARH

Interest subsidy for eligible industries established by entrepreneurs of general category on term loan will be as given below:



Industry Category	Area Category	General Industry			Priority Industry			High Priority Industry		
		Eligible Incentive Period (years)	Percentage of incentive (%)	Yearly Maximum limit of subsidy (Rs. Lakh)	Eligible Incentive Period (years)	Percentage of incentive (%)	Yearly Maximum limit of subsidy (Rs. Lakh)	Eligible Incentive Period (years)	Percentage of incentive (%)	Yearly Maximum limit of subsidy (Rs. Lakh)
Micro and Small Industries	A	5	40	10	6	50	15	7	50	20
	B	6	45	15	7	50	20	8	50	25
	C	7	55	25	8	60	30	9	60	35
	D	8	65	30	10	70	40	11	70	45
Medium and Large Industries	A	5	25	20	5	35	30	6	35	35
	B	5	30	30	5	40	40	7	40	45
	C	7	50	40	8	60	50	9	60	55
	D	8	60	40	10	70	50	11	70	55

Fixed Capital Investment Subsidy:

Industry Category	Area Category	General Industry		Priority Industry		High Priority Industry	
		Percentage of incentive (%)	Yearly Maximum limit of subsidy (Rs. Lakh)	Percentage of incentive (%)	Yearly Maximum limit of subsidy (Rs. Lakh)	Percentage of incentive (%)	Yearly Maximum limit of subsidy (Rs. Lakh)
Micro and Small Industries	A	40	10	50	15	50	20
	B	45	15	50	20	50	25
	C	55	25	60	30	60	35
	D	65	30	70	40	70	45
Medium and Large Industries	A	25	20	35	30	35	35
	B	30	30	40	40	40	45
	C	50	40	60	50	60	55
	D	60	40	70	50	70	55

Net State Goods and Services Tax (Net SGST) Reimbursement: Only for Small, Medium, and Large Industries:

Area	General Industry	Priority Industry	High Priority Industry
Category A Annexure – 7(A)	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 5 years from the date of commencement of commercial production with maximum limit up to 35% of fixed capital investment	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 7 years from the date of commencement of commercial production with maximum limit up to 40% of fixed capital investment	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 9 years from the date of commencement of commercial production with maximum limit up to 45% of fixed capital investment
Category B Annexure – 7(B)	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 7 years from the date of commencement of commercial production with maximum limit up to 40% of fixed capital investment	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 8 years from the date of commencement of commercial production with maximum limit up to 45% of fixed capital investment	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 10 years from the date of commencement of commercial production with maximum limit up to 50% of fixed capital investment
Category C Annexure – 7(C)	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 8 years from the date of commencement of commercial production with maximum limit up to 45% of fixed capital investment	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 10 years from the date of commencement of commercial production with maximum limit up to 55%	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 12 years from the date of commencement of commercial production with maximum limit up to 65% of fixed capital investment
Category D Annexure – 7(D)	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 10 years from the date of commencement of commercial	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 12 years from the date of commencement of commercial	Reimbursement of Net State Goods and Services Tax (Net SGST) paid for a period of 15 years from the date of commencement of commercial

	production with maximum limit up to 50% of fixed capital investment	production with maximum limit up to 75% of fixed capital investment	production with maximum limit up to 100% of fixed capital investment
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Electricity Duty Exemption:

Micro, Small, Medium and Large, Mega/Ultra-Mega (Excluding Core Sector) Industries

Industrial Policy 2019 – 2024			
AREA	General Inquiry	Priority Industry	High Priority Industry
Category A Annexure – 7 (A)	Full exemption up to 7 years from the date of commencement of commercial production	Full exemption up to 9 years from the date of commencement of commercial production	Full exemption up to 10 years from the date of commencement of commercial production
Category B Annexure – 7 (B)	Full exemption up to 8 years from the date of commencement of commercial production	Full exemption up to 10 years from the date of commencement of commercial production	Full exemption up to 12 years from the date of commencement of commercial production
Category C Annexure – 7 (C)	Full exemption up to 10 years from the date of commencement of commercial production	Full exemption up to 12 years from the date of commencement of commercial production	Full exemption up to 12 years from the date of commencement of commercial production
Category D Annexure – 7 (D)	Full exemption up to 10 years from the date of commencement of commercial production	Full exemption up to 12 years from the date of commencement of commercial production	Full exemption up to 12 years from the date of commencement of commercial production

- **Mandi Tax Exemption:** All the New micro, small, medium and large agricultural and food products processing industries to be established in the State will get full exemption from mandi tax imposed on agricultural products (except ineligible industries mentioned in Annexure-4) for 5 years from the date of first purchase of raw materials from the state mandis / direct producing farmers / units / outside the state with maximum limit of Rs. 3.00 Crore per year. Also, the total exemption limit will not exceed 100% of the fixed capital investment made by the unit.
- **Transport Subsidy :** The maximum limit would be Rs. 30 lakhs per year maximum for the period of 5 years

GOA

- **Subsidy on Fixed capital investment :**
 - i. One of the most attractive incentive offered by Goa State Government is the 25% subsidy on fixed capital investment limited to Rs.25.00 lakhs.
 - ii. Sales Tax exemption facility is thus available for a period of 15 years for small scale units and 12 years for large and medium scale.
- **Incentive Scheme for Electricity and water**
 - a. Supplied to customers less than 25% below the commercial tariff.
 - b. The State Government is remitting 50% of the stamp duty paid under Stamp Duty Act in respect of bonds or mortgage deeds executed in favour of EDC, MSFC and scheduled commercial banks and lease deed documents in respect of allotment of plots and sheds by GDDIDC.
- **Additional State Government Scheme :**
 - i. Subsidy to the extent of 50% of the cost of preparation of feasibility studies prepare by the Government industrial consultancy organisations..
 - ii. Loans are given by the Directorate Industries and Mines under the Goa State Aid to Industries act. Bridge loan to the extent of 50% of the margin is also given by Industries and Mines Department.
 - iii. Subsidy upto 50% of the cost of power generating sets (limited to a maximum of Rs. 1 lakh purchased by small scale units is given by the State Government.



Referances

Gujarat	https://www.industry.gov.au/sites/default/files/adc/public-record/033 - questionnaire - foreign government - goi - annex 2.pdf
Maharashtra	http://di.maharashtra.gov.in/ layouts/15/doistaticsite/English/investors_guide_psi.html
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Telangana	https://industries.telangana.gov.in/Incentivesnew.aspx
West Bengal	https://silpasathi.wb.gov.in/msme_Incentives
Punjab	https://pbindustries.gov.in/static/assets/docs/Fiscal_Incentives.pdf https://pbindustries.gov.in/static/about_punjab;Key=Notifications
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