

## INCENTIVES FOR IT INDUSTRIES OF CHHATTISGARH

Information Technology, Biotechnology and Advanced Technology Industry have been specified as **SPECIAL THRUST INDUSTRIES** in the Industrial Policy of Chhattisgarh 2004-09.

### Exemptions / Concessions for Promotion of Industrial Investment in IT Industries.

#### 1. Interest Subsidy

Scale of Industry	Category	Incentive
Small Industry	General Area	75 % of the total interest paid up to 5 years, maximum limit Rs. 10 lac per annum.  in the case of an industry set-up by scheduled caste / tribe category, @ 10% per annum up to 5 years, without any maximum limit, with the condition that the investor bears minimum 1% annual interest
	Most backward scheduled tribe dominant areas	75 % of the total interest paid up to 7 years, maximum limit Rs. 10 lac per annum.  in the case of an industry set-up by scheduled caste / tribe category, @ 10% per annum up to 7 years, without any maximum limit, with the condition that the investor bears minimum 1% annual interest
Medium – Large Industry	General Area	75 % of the total interest paid up to 5 years, maximum limit Rs. 20 lac per annum.  in the case of an industry set-up by scheduled caste / tribe category, @ 10% per annum up to 5 years, maximum limit Rs. 30 lac per annum, with the condition that the investor bears minimum 1% annual interest
	Most backward scheduled tribe dominant areas	75 % of the total interest paid up to 7 years, maximum limit Rs. 40 lac per annum.  in the case of an industry set-up by scheduled caste / tribe category, @ 10% per annum up to 7 years, maximum limit Rs. 50 lac per annum, with the condition that the investor bears minimum 1% annual interest

## 2. Infrastructure cost / Fixed Capital Investment subsidy

Scale of Industry	Category	Incentive
Small Industry	General Area	25 % of total capital cost, maximum Rs. 25 lac  25 % of total capital cost in the case of scheduled caste / tribe category investors only, 35% of the total capital cost to the women investors of scheduled caste / tribe category, without any maximum limit
	Most backward scheduled tribe dominant areas	25 % of total capital cost, maximum Rs. 35 lac  in the case of scheduled caste / tribe category investors, 25% of total capital cost, 35% of the fixed capital investment to the women investors of scheduled caste / tribe category, without any maximum limit
Medium – Large Industry	General Area	35 % of the total capital cost,  maximum amount equivalent to the amount of commercial tax / central sales tax paid in the state in 7 year period
	Most backward scheduled tribe dominant areas	45 % of the total capital cost, maximum amount equivalent to the amount of commercial tax / central sales tax paid in the state in 9 year period
Mega Industry	General Area	35 % of the total capital cost, maximum amount equivalent to the amount of commercial tax / central sales tax paid in the state in 7 year period
	Most backward scheduled tribe dominant areas	45 % of the total capital cost, maximum amount equivalent to the amount of commercial tax / central sales tax paid in the state in 9 year period

### 3. Electricity Duty Exemption

<b>Scale of Industry</b>	<b>Category</b>	<b>Incentive</b>
Small Industry	General Area	Total exemption for a period of 15 years from the date of commencement of commercial production
	Most backward scheduled tribe dominant areas	Total exemption for a period of 15 years from the date of commencement of commercial production
Medium – Large Industry	General Area	Total exemption for a period of 15 years from the date of commencement of commercial production
	Most backward scheduled tribe dominant areas	Total exemption for a period of 15 years from the date of commencement of commercial production
Mega Industry	General Area	Total exemption for a period of 15 years from the date of commencement of commercial production
	Most backward scheduled tribe dominant areas	Total exemption for a period of 15 years from the date of commencement of commercial production

### 4. Exemption from Stamp Duty

- (1) Exemption on the deeds executed for purchase / lease of land, shed and buildings for setting up an industrial unit,
- (2) Exemption on execution of deeds relating to loans and advances to be taken by the industrial unit up to a period of 3 years from the date of registration of the unit.

### 5. Exemption from Entry Tax

<b>Scale of Industry</b>	<b>Category</b>	<b>Incentive</b>
Small Scale Industry / Medium – Large Industry / Mega Industry / Very Large Industry	General Area	Exemption for a period of 7 years excluding the minerals obtained from captive quarry / mining lease in the State, Diesel and Petrol
	Most backward scheduled tribe dominant areas	Exemption for a period of 9 years excluding the minerals obtained from captive quarry / mining lease in the State, Diesel and Petrol

## 6. Exemption / Concession in the Premium of Land allotted in Industrial Areas

Scale of Industry	Category	Incentive
Small Scale / Medium - Large Industry	General Area	50 % exemption in land – premium  100 % exemption in land – premium for scheduled caste / tribe category investors
	Most backward scheduled tribe dominant areas	50 % exemption in land – premium  100 % exemption in land – premium for scheduled caste / tribe category investors
Mega Project	General Area	50 % exemption in land – premium  100 % exemption in land – premium for the scheduled caste / tribe category
	Most backward scheduled tribe dominant areas	50 % exemption in land – premium  100 % exemption in land – premium for the scheduled caste / tribe category

**NOTE:** To facilitate the free plot allotment to the members of the scheduled caste / tribe category, in industrial areas plots of land will be reserved for the members of these categories, up to 25 % in the General area and up to 50 % in the Most backward scheduled tribe dominant area.

## 7. Project Report Subsidy

Scale of Industry	Category	Incentive
Small Scale Industry / Medium – Large Industry / Mega Industry	General Area	only for scheduled caste / tribe category investors, one percent of the project cost, maximum limit Rs. 1 lac
	Most backward scheduled tribe dominant areas	For all investors, 100% percent amount of the expenses incurred for preparation of project report, maximum limit Rs. 2 lac

## 8. Interest Subsidy for Technology Upgradation

Scale of Industry	Category	Incentive
Small Industry	General Area	40 % of the total interest paid for a period of 5 years, maximum limit Rs. 12.5 lac per annum
	Most backward scheduled tribe dominant areas	40 % of the total interest paid for a period of 5 years, maximum limit Rs. 25 lac per annum
Medium – Large Industry	General Area	40 % of the total interest paid for a period of 5 years, maximum limit Rs. 12.5 lac per annum.
	Most backward scheduled tribe dominant areas	40 % of the total interest paid for a period of 5 years, maximum limit Rs. 25 lac per annum
Mega Industry	General Area	--- Nil ---
	Most backward scheduled tribe dominant areas	40 % of the total interest paid for a period of 5 years, maximum limit Rs. 25 lac per annum

## 9. Exemption from Land Revenue on Land Diversion

New small scale industries will be given full exemption from payment of land revenue on diverted land up to a maximum of 5 acres.

## 10. Service Charges for Allotment of Land outside Industrial Areas

10 percent service charges payable to District Collector for acquisition of private land and the service charges payable for acquisition of private land / allotment of government land by the Chhattisgarh Industrial Development Corporation outside the industrial areas will be reduced as follows–

- A. Service charges for acquisition of private land will be payable to the district administration @ 5 percent of the amount of award
- B. Service charges for allotment of the acquired private land / government land to industries outside industrial areas will be payable to the Chhattisgarh Industrial Development Corporation @ 10 percent of the land value

## **11. Quality Certification Subsidy**

On receiving ISO 9000, ISO 14000 or any equivalent national / international certification, expenses incurred thereon will be reimbursed to the extent of 50% or Rs. 75,000, whichever is less, to all new industries established in the State.

## **12. Technical Patent Subsidy**

On obtaining a patent, expenses incurred thereon will be reimbursed to the extent of 50% or Rs. 5 Lac, whichever is less, to all new industries established in the State.