

FAQS ON INVESTMENT PROMOTION SCHEME -2022

1. WHAT IS OPERATIVE PERIOD OF SCHEME?
 - THE OPERATIVE PERIOD OF SCHEME IS FROM 20.05.2022 TILL 5 YEARS THAT IS 19.05.2027.

2. IF AN ENTERPRISE IS ESTABLISHED IN 2023 AND BECOMES ELIGIBLE FOR THE SCHEME WHAT WOULD BE THE TIME PERIOD IN WHICH BENEFITS ARE APPLICABLE?
 - THE ENTERPRISE CAN AVAIL BENEFIT COMMENCING FROM DATE OF PRODUCTION TILL 5 YEARS EVEN IF THAT PERIOD FALLS BEYOND OPERATIVE PERIOD.

3. WHAT IS TIMELINE OF MAKING APPLICATION?
 - THE TIME LINE TO MAKE APPLICATION IS WITHIN ONE YEAR OF FIRST DISBURSMENT OF LOAN OR WITHIN ONE YEAR OF PRODUCTION WHICHEVER IS LATER. THE APPLICATION SUBMITTED AFTER ONE YEAR WILL NOT BE ENTITLED TO CAPITAL AND INTEREST SUBSIDY.

4. HOW CAN AN ELIGIBLE UNIT APPLY TO GET THE BENEFITS OF THE SCHEME?
 - THE ELIGIBLE UNIT CAN APPLY BY VISITING SINGLE WINDOW PORTAL WEBSITE WHICH IS “SWP.DDDGOV.IN”, AND ONCE PAGE POPS-UP THE USER HAVE TO GO TO DEPARTMENTS TAB AND SELECT DISTRICT INDUSTRIES TAB UNDER WHICH THE USER HAVE TO CLICK ON APPLY FOR INVESTMENT PROMOTION SCHEME: 2022 TO 2027. THE U.T. WILL ALSO MIGRATE TO NATIONAL SINGLE WINDOW SYSTEM SOON AND APPLICATIONS CAN BE DIRECTLY MADE FROM NATIONAL SINGLE WINDOW SYSTEM.

5. WHAT IS THRUST SECTOR AND WHO ALL ARE ELIGIBLE TO AVAIL THE BENEFITS UNDER THRUST SECTOR? DOES THE INDUSTRY HAVE TO PRODUCE 100% OF THE PRODUCTS OF THE THRUST SECTOR TO BE ELIGIBLE UNDER THE SCHEME?
 - THERE ARE 12 THRUST SECTORS IDENTIFIED WHICH IS EXTENDED TO BOTH MSMES AND NON MSMES IN THE SECTOR. MAJORITY OF THRUST SECTORS ARE MENTIONED IN THE SCHEME. THE FREQUENTLY ASKED QUESTIONS ARE CLARIFIED AS BELOW.

 - **ELECTRIC VEHICLES AND SPARE PARTS**
ANY UNIT WHO HAS MANUFACTURING FACILITY FOR PRODUCING THE WHOLE ELECTRIC VEHICLE OR ANY PART OR SPARE PART OF ELECTRIC VEHICLE IS ELIGIBLE FOR THE SCHEME. ALSO, FOR THE PURPOSE OF EV AND SPARE PARTS, ANY COMPANY WHOSE PRODUCTS ARE CONTRIBUTING TO EV AND SPARE PARTS SECTOR WILL BE ELIGIBLE TO CLAIM INCENTIVES. MAINTENANCE AND REPAIR OF MOTOR VEHICLES CENTRE IS ELIGIBLE UNDER SERVICE SECTOR FOR INTEREST SUBSIDY.

 - **MEDICAL DIAGNOSTICS**
MEDICAL DIAGNOSTICS IS THE PROCESS OF DETERMINING WHICH DISEASE OR CONDITION EXPLAINS A PERSON'S SYMPTOMS AND SIGNS. IT IS MOST OFTEN REFERRED TO AS DIAGNOSIS WITH THE MEDICAL CONTEXT BEING IMPLICIT.OFTEN, ONE OR MORE

DIAGNOSTIC PROCEDURES, SUCH AS MEDICAL TESTS, X-RAYS OR OTHER SUPPORTIVE MEDICAL CARE PROCEDURE ARE ELIGIBLE. MANUFACTURING OF PRODUCTS PERTAINING TO MACHINERY FOR DIAGNOSTICS IS ELIGIBLE FOR CAPITAL AND INTEREST SUBSIDY. SETTING UP SUCH DIAGNOSTIC CENTRE SHALL BE ELIGIBLE FOR THE BENEFITS IN SERVICE SECTOR WHEN THEY GO FOR NEW CENTRE OF EXPANSION OF EQUIPMENT.

FURTHER, IT IS ALSO CLARIFIED THAT 100% OF THE PRODUCTS DOES NOT NEED TO BE MANUFACTURED PERTAINING TO SPECIFIED THRUST SECTOR AS IT WILL BE IMPRACTICAL DUE TO MULTIPLE PRODUCT LINES INVOLVED IN MANUFACTURING AND DECISION WILL BE TAKEN ON CASE TO CASE BASIS TO AVAIL BENEFITS UNDER THE SCHEME.

6. ARE SECONDHAND MACHINERIES ELIGIBLE FOR THE BENEFITS UNDER THE SCHEME?
 - NO. ONLY NEW MACHINERIES SHALL BE ELIGIBLE FOR THE BENEFITS UNDER THE SCHEME. HOWEVER, THE EXISTING SECOND HAND MACHINERIES CAN BE CONSIDERED FOR ASCERTAINING THE EXPANSION CRITERIA AS PER SCHEME.
7. IF MANUFACTURING UNIT ELIGIBLE UNDER MORE THAN ONE SCHEME THEN CAN IT SELECT THE SCHEME WHICH ALLOWS MOST BENEFITS?
 - YES. THE UNIT CAN SELECT ANY ONE SCHEME TO AVAIL BENEFITS IF IT ATTRACTS ELIGIBILITY UNDER MORE THAN ONE SCHEME. HOWEVER, UNIT CANNOT APPLY FOR BENEFITS FOR THE SIMILAR SUBSIDY IN MULTIPLE SCHEME AND CAN APPLY IN SCHEMES WHICH ARE COMPLIMENTARY IN NATURE.
8. WHAT CAPITAL EXPENDITURES ARE ALLOWED TO AVAIL CAPITAL AND INTEREST SUBSIDY IN FURNITURE MANUFACTURING UNITS?
 - GROSS FIXED CAPITAL INVESTMENT IN NEW MACHINERY, BUILDING AND NEW EQUIPMENT AS DONE IN OTHER SCHEMES ARE CONSIDERED AS ALLOWABLE GFCI TO AVAIL BENEFITS OF FURNITURE SECTOR INCENTIVES.
9. IS IT COMPULSORY TO TAKE TERM LOAN FOR SOLAR SUBSIDY?
 - NO. HOWEVER, IT IS ADVISABLE.
10. WHICH CHARTERED ENGINEER CAN CERTIFY FOR BUILDING, SELF FABRICATED MACHINERIES, SOLAR CERTIFICATES? WHAT IS QUALIFICATION REQUIRED?
 - A QUALIFIED PERSON WHO IS CERTIFIED BY OR MEMBER OF INDIAN INSTITUTION OF ENGINEERS (IIE).
11. WHAT ARE DEDICATED INDUSTRIAL PARKS?
 - DEDICATED INDUSTRIAL PARKS ARE MENTIONED IN FOOD PROCESSING INCENTIVES WHERE ADDITIONAL 10% WILL BE ACCORDED TO FOOD PROCESSING UNITS SETUP IN INDUSTRIAL PARK HAVING ONLY FOOD PROCESSING INDUSTRIES.

12. WHAT SHOULD BE CONSIDERED WHILE CONSIDERING EXISTING OR NEW GFCI FOR EXPANSION?
- EXISTING GFCI INCLUDES BUILDING, MACHINES, EQUIPMENTS, OR ANY OTHER CAPEX DIRECTLY USED FOR MANUFACTURING. CRITERIA FOR EXPANSION SHALL BE AS PER THE SCHEME.
13. WHAT IF ENTERPRISE BECOMES DEFAULTER IN PAYMENT OF INTEREST OR INSTALLMENT OF TERM LOAN TO BANK/FINANCIAL INSTITUTION? MAY CLARIFY REGARDING MORATORIUM PERIOD?
- IF THE ENTERPRISE BECOMES DEFAULTER IN PAYMENT OF INTEREST OR INSTALLMENT OF TERM LOAN TO BANK / FINANCIAL INSTITUTION AS PER GUIDELINES OF RBI AND AS MENTIONED IN CERTIFICATE OF BANK / FINANCIAL INSTITUTION SUCH DEFAULT PERIOD WILL BE DEDUCTED. MORATORIUM PERIOD SHALL NOT BE CONSIDERED AS DEFAULT PERIOD.
14. WHAT PERIOD DOES ENTERPRISE HAVE TO REMAIN IN PRODUCTION IF THE SUBSIDY IS AVAILED?
- ENTERPRISE WILL HAVE TO REMAIN IN PRODUCTION FOR 5 YEARS FROM THE DATE OF COMMERCIAL PRODUCTION AND IF IT FAILS TO CONTINUE PRODUCTION FOR 5 YEARS, THE AMOUNT OF SUBSIDY DISBURSED WILL BE RECOVERED AS ARREARS OF LAND REVENUE.
15. ARE NON-BANKING FINANCIAL INSTITUTIONS ELIGIBLE FOR INCENTIVES?
- BANK OR FINANCIAL INSTITUTIONS OR NON-BANK FINANCIAL INSTITUTIONS THAT ARE REGULATED BY THE RESERVE BANK OF INDIA WILL BE ELIGIBLE FOR INCENTIVES UNDER THE SCHEME.