

भारत सरकार / Government of India

# सरकारी राजपत्र

### **OFFICIAL GAZETTE**

### संघ प्रदेश दादरा एवं नगर हवेली तथा दमन एवं दीव प्रशाशन

### U.T. ADMINISTRATION OF DADRA AND NAGAR HAVELI AND DAMAN AND DIU

### श्रेणी – २

### **SERIES – II**

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### U.T. ADMINISTRATION OF DADRA & NAGAR HAVELI AND DAMAN & DIU, DEPARTMENT OF INDUSTRIES <u>dic-dnh@nic.in</u>, 0260-2643122/2642367.

No. DIC/5(519)/IPS-2021/2021/316

Date:07/05/2022

### **NOTIFICATION**

## **I.** NAME OF THE SCHEME: Investment Promotion Scheme (IPS) – 2022- U.T. of Dadra & Nagar Haveli and Daman & Diu.

### **<u>II.</u>** <u>**DEPARTMENT**</u>:

Industries Department.

### **III. INTRODUCTION:**

The U.T. Administration of Dadra & Nagar Haveli and Daman & Diu has been providing Incentives / Assistance to New Industrial Units as well as for the Expansion / Diversification / Modernization of existing units in the MSME Sector and Textile Sector which are established in the Territory and as well as for Skill Development of the workforce in the Industries since 2015 under a Scheme popularly known as Investment Promotion Scheme-2015 and the same has been operative since 03.07.2015 for a period of five years and has been extended further.

Also, the U.T. Administration has notified a new Industrial Policy in the year 2018 to make the U.T. of Dadra & Nagar Haveli and Daman & Diu a preferred Industrial and Investment Destination. The Policy aims for sustainable industrialization with focus on employment generation, product competitiveness, value addition in products and higher export oriented growth while giving due consideration to all aspects of environmental conservation and preservation. It envisages strong and specific initiatives to ensure timely and hassle-free guidance / clearances to new entrepreneurs. The policy intends to leverage the comparative strengths of the U.T. and to propel it among the most preferred global business destinations and promote DNH & DD as a hub for industries, Enterprises, Investments and Employment in the western region.

### **IV. OBJECTIVES:**

- The scheme envisages to provide incentives and assistance to the MSME Sector in order to nurture them and protect them from market vagaries thereby making them vibrant and successful.
- The Scheme intends to provide impetus for the identified Thrust sectors such as Furniture, Marble, IT & ITeS, Electric Vehicles & Spare Parts, Toys and Semi-Conductor Industries Sector, Medical Equipment and Accessories, Medical diagnostics and AYUSH Products, Vaccine Manufacturing units, Food Processing, Marine Products thereby making the U.T as a hub of manufacturing of these Products.
- To double the value of Export of the Processed Products as well as to make the U.T, a center for these identified export products.
- To incentivize industry to take up environment protection measures for judicious use of scarce resources and as well as to ensure inter generational equity.
- To reduce unemployment among the local residents and incentivize the industries to employ resident laborers.
- To maximize Women participation in the business sector by providing incentives.
- To encourage first generation Entrepreneurs and support them in their entrepreneurial endeavor.
- To hone the Entrepreneurship skills of the youth of the Territory and create a skillful workforce.
- To provide further fillip to the specialized Textile sector such as Technical textiles, Fabrics, Carpets, Garments, Apparels and Industries Manufacturing Textile Machinery, Medical Fabrics, therefore making the U.T. a Special Hub for Technical Textiles.

• To promote innovation in Industrial sector by encouraging industry to involve themselves in Research & Development (R&D) works and to obtain Patents both, National and International Level.

### V. TARGET BENEFICIARIES / SCOPE:

The Beneficiaries in the U.T. of Dadra and Nagar Haveli & Daman and Diu is as under:

- 1. All MSMEs for incentives under the Scheme A.
- 2. All MSMEs and Non-MSMEs in the Textile Sector under the Scheme B.
- 3. All MSMEs and Non-MSMEs in the Thrust Sector under the Scheme C.
- 4. All Industrial units taking up specific measures for which incentives are provided under the Scheme D.
- 5. All Eligible Handicrafts or Handloom Artisans and Cottage Industries.

### VI. ELIGIBILITY:

- 1. New Manufacturing / Service units.
- 2. Existing Manufacturing / Service units which undertakes Expansion / Diversification.
- 3. Units which commence the commercial production during the operative period of Scheme.
- 4. Unit shall be located in the U.T. of Dadra and Nagar Haveli & Daman and Diu.
- 5. Unless specifically mentioned against the respective items of incentives sanctioned under Investment Promotion Scheme-2022, it shall come into effect from the date of its notification in official Gazette of Dadra & Nagar Haveli and Daman & Diu and shall remain in force for a period of five years.

Provided that wherever an incentive is being allowed to an enterprise for a specific period reckoned from the date of commencement of commercial production of the enterprise or any other prescribed date, such benefit will continue to be available till the expiry of the specified period for that particular enterprise, even beyond the operative period of the scheme (5 years from the date of notification).

Provided that if a newly setup enterprise is sold or otherwise transferred to a new owner during the period of five years, the benefit of the incentive shall be available to such transferee or the new owner, only for the unexpired portion.

### VII. DEFINITIONS:

### 1. Manufacturing Sector:

Manufacturing Unit is the one which is involved in the production of goods through the use of labour, machines, tools, and chemical or biological processing or formulation.

### 2. Service Sector:

The service sector, also known as the tertiary sector, is the third tier in the three-sector economy. Instead of the product production, this sector produces services. Examples of service sector jobs include IT, ITeS, Tourism & Hospitality Services, Transport, Logistics Services, Financial Services, Health Services, Audio Visual Services, Construction related Engineering Services and Environmental Services. (List provided as Annexure I.)

#### 3. Micro, Small and Medium Enterprise:

An Enterprise which satisfies the conditions of Micro, Small and Medium Enterprises as per the definition under the MSME Development Act, 2006 and its Amendment on 01-06-2020 as well as the subsequent amendments from time to time by the Government of India and has obtained an acknowledgment of "Udyam Registration"

#### 4. New Entrepreneur:

A New Entrepreneur is an individual who creates a new business by aggregating capital and labour in order to produce goods or services.

#### 5. Women Entrepreneur:

An enterprise where Women have a minimum ownership of 60% of the capital investment and Women as Chairman of Board and MD of the Company in case of Registered companies.

#### 6. Young Entrepreneur:

Young Entrepreneur is one who is below 35 years of age and who creates business as entrepreneurship.

#### 7. New Enterprise:

New enterprise means an enterprise which has been set up as a new project and commences commercial production of eligible activity as mentioned in this scheme during the operative period of this scheme, provided it satisfies the following conditions:

The new enterprise should have filed a separate Industrial Entrepreneur Memorandum (IEM)/Udyog Aadhar Memorandum (UAM), as prescribed, with the competent authority.

The new enterprise should have separately identifiable fixed capital investment. "Separately identifiable fixed capital investment" means the new plant and machinery housed in separate premise/building and maintaining separate books of accounts. However, the new project will not lose its eligibility if the utilities of an existing project, such as water, electricity, steam, gas, pollution control facilities etc. are utilised.

An existing enterprise that sets up a new independent project of eligible activities, with separately identifiable fixed capital investment, under this scheme, will be treated as new enterprise.

#### 8. Expansion/Diversification:

Expansion/Diversification means where an existing / New Enterprise increases its investment by at least 50% (out of which at least 60% of investment is made in plant and machinery for which expansion is carried out) of its existing Gross Fixed capital investment on the date of initiating expansion and compared with the date of commencing production during the operative period of the scheme. Only one Expansion / Diversification will be eligible for assistance during the operative period of the Scheme.

#### 9. Gross Fixed Capital Investment (GFCI):

In case of Manufacturing Sector, Gross Fixed Capital Investment means the investment made in building, plant and machinery, utilities, tools and equipment, and other assets (excluding Land) required for manufacturing the end product. In case of Service Sector, the Gross Fixed Capital Investment means the investment made in plant and machinery, utilities, tools and equipment, and other assets (excluding land and building) required for the services provided.

### **10. Furniture Sector:**

The Furniture sector is defined as "Industry consists of businesses that design, commercially manufacture and sell functional and decorative objects of domestic furniture or office / corporate furniture or hotel furniture or furniture parts". Furniture refers to movable objects intended to support various human activities such as city, eating and sleeping etc.

### 11. Zero Defect Zero Effect (ZED):

ZED certificates are given to enterprises whose manufacturing processes cause Zero Effect on the environment and whose quality standards are so high that there are Zero Defects in their products. Zed certificates are issued after assessment or rating by empanelled rating agencies of Government of India.

#### 12. Free On Board (FOB) Expense:

FOB Expenses is an international trade term and costs associated with FOB include transportation of the goods to the port of shipment, loading the goods onto the shipping vessel, freight transport, insurance and unloading and transporting the goods from the arrival port to the final destination.

#### **13. Differently Abled Entrepreneurs:**

Those entrepreneurs having a disability of more than 30 % shall be considered for benefits under this Scheme.

#### 14. Startup:

A startup is a new enterprise established by one or more entrepreneurs and is registered as a startup by DPIIT, Government of India.

### 15. Export Value:

Export includes the taking or sending out of goods by land, sea or air, on consignment or hire-purchase, or under any other arrangement by whatever name called, and in the case of software, also includes transmission through any electronic media.

Export Value in relation to export by way of lease or hire-purchase or under any other similar arrangement, includes the charges, by whatever name called, payable in respect of such lease or hire-purchase or any other similar arrangement (As per Notification No. FEMA 23(R)/2015-RB Dated 12-01-2016 of RBI.).

#### **16. Reputed National Level Institutes:**

Reputed National Level Institutes are those institutions providing entrepreneurship or management development training and certified by National Skill Development Corporation or State Skill Councils.

#### **17. Chartered Engineer:**

Chartered Engineers are those engineers who are certified by Indian Institution Engineers (IIE). Contemporarily, Chartered Engineers (Professional Engineers) are Degree-Holders, having professional competencies through training & practice by monitoring of expertise gained in their respective fields. Chartered Engineers are characterized by their ability to develop appropriate solutions to engineering problems using new or existing technologies through innovation Chartered Engineers are engaged in techno-commercial leadership activities in multiple fields.

#### **18. Medical Equipments:**

Medical equipment is any type of equipment or tools used in a hospital & related settings for diagnostic and therapeutic purposes.

#### **19. Medical Accessory:**

As defined by FDA, a medical device "accessory" is a device "intended to support, supplement, and/or augment the performance of one or more parent devices," while a parent device is a device "whose performance is supported, supplemented, and/or augmented by one or more accessories."

### **20. AYUSH Products:**

AYUSH is the acronym of the medical systems that are being practiced in India such as Ayurveda, Yoga & Naturopathy, Unani, Siddha, and Homeopathy. These systems are based on definite medical philosophies and represent a way of healthy living with established concepts on prevention of diseases and promotion of health.

### **21. Food Processing Industry:**

Food processing is the transformation of Agricultural products into food, or of one form of food into other forms. Food processing includes many forms of processing foods, from grinding grain to make raw flour to home cooking to complex industrial methods used to make convenience foods. Some food processing methods play important rolesin reducing food waste and improving food preservation, thus reducing the total environmental impact of agriculture and improving food security.

### 22. Marine Products Processing Units:

The term Marine processing refers to the processes associated with fish and fish products between the time fish are caught or harvested, and the time the final product is delivered to the customer. Although the term refers specifically to fish, in practice it is extended to cover any aquatic organism harvested for commercial purposes, whether caught in wild fisheries or harvested from aquaculture or fish farming.

### 23. Cottage Industry:

Cottage industry is a business or manufacturing activity carried on in people's homes at very low scales as a small-scale, unorganized/ decentralized manufacturing business using simple hand-operated tools. Examples include Smithy, Carpentry, weaving, Pottery, Blanket making, Stone Carving, Textiles, Ceramics, Handmade Jewelry, etc.

### 24. Industrial Complex/Park:

An Industrial Complex/Park is an industrial area developed in a minimum area of 2 acres and having a minimum of 10 Industrial units.

### VIII. NATURE OF ASSISTANCE /BENEFIT:

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### I. SCHEME A. MSME SECTOR:

### SCHEME NO. A.1 ASSISTANCE OF FIXED CAPITAL INVESTMENT SUBSIDY

### A.1.1. Quantum of Capital Investment Subsidy:

Capital Investment Subsidy @ 15% of the investment made in Gross Fixed Capital investment (GFCI) with an upper ceiling of Rs.15 lakhs to Micro Industries; Rs.30 lakhs to Small Industries and Rs.35 lakhs to Medium Industries. If the eligible GFCI is over Rs.10 Cr., an additional Rs.10.00 lakhs will be given.

### A.1.2. Conditions for Capital Investment Subsidy: -

- 1. This Scheme is applicable to New Enterprises as well as Existing / New units for Expansion / Diversification projects during the operative period of the Scheme.
- 2. The First Generation Women and Differently Abled Entrepreneurs setting up new Micro / Small / Medium Enterprises shall be entitled to additional subsidy equivalent to 10% of GFCI subject to a maximum of Rs.15 lakhs.
- 3. The enterprise shall have to submit the application through an online portal within one year from the date of the first disbursement of loan or on or before one year from the date of commencement of commercial production whichever is later. The application submitted after one year will not be entitled to Capital Subsidy.
- 4. The Enterprise will not be eligible for Capital Investment Subsidy under this Scheme if, a term loan is sanctioned after one year from the date of commencement of commercial production.
- 5. Capital Investment subsidy will be paid only after the commencement of commercial production of the enterprise.
- 6. If enterprise is availing Capital Subsidy under Scheme of Central Government then total quantum of Capital Subsidy from U.T. and Central, in any case shall not exceed 35% of GFCI amount disbursed by

Bank / Financial institution and should submit affidavit in this regard containing details of subsidy received from GOI or any other agencies.

7. 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.

### SCHEME NO. A.2 ASSISTANCE OF INTEREST SUBSIDY

### A.2.1. Manufacturing Sector:

This Scheme is applicable to new enterprises as well as existing / new units for Expansion / Diversification projects during operative period of the Scheme on term loan on new machinery, equipment, building and furniture / fixtures (except land).

### A.2.2. Service Sector:

Only new MSME of Service Sector as listed at Annexure I will be eligible for Interest Subsidy on the term loan on equipment/machinery etc and furniture's / fixtures (except land and building).

### A.2.3. Quantum of Interest Subsidy:

- 1. Interest subsidy at the rate of 50% of interest charged by Bank with an upper ceiling of Rs.30 lakhs per annum for a period of 5 years OR for the period of repayment of loan whichever is earlier.
- 2. 10% additional interest subsidy to differently abled entrepreneurs, women entrepreneurs and registered Start up in manufacturing / service sector.
- 3. 10% additional subsidy to young entrepreneurs below the age of 35 years on the date of sanction of term loan.

### A.2.4. Conditions for Interest Subsidy:

- 1. Loan Sanctioned by Bank or Financial Institution as per RBI guidelines for the industry located in U.T. will be eligible for subsidy under this Scheme.
- 2. 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 / rendering services.

- 3. Enterprise shall have to apply on online portal 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.
- 4. Interest subsidy will be eligible either from the date of first disbursement of the loan or from the date of commencement of commercial production / rendering of services, whichever is later.
- 5. Reimbursement of interest subsidy will be made only after commencement of commercial production / first time rendering of services of the enterprise.
- 6. If the Enterprise becomes defaulter in payment of interest or instalment 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.
- 7. The interest subsidy will be available only on interest levied by the financial institution / banks.
- 8. Interest Subsidy will not be available for penal interest or any other bank charges.
- 9. The eligible Enterprise shall have to bear a minimum of 2% interest levied on term loan by any Bank / Financial institution and shall submit an affidavit in this regard containing details of subsidy received from GOI or any other agencies.
- 10. The interest subsidy shall be directly credited to Bank / Financial institution.
- 11. The Service Enterprises which has GST registration are only eligible for incentive.
- 12. The Service Enterprise shall have to obtain shop and establishment registration as per applicability for doing business, if Enterprise is located in the area of Municipal Council.

### A.2.5. The Services listed at Annexure-I shall have to comply with following additional conditions:

- 1. The Enterprise shall have to give permanent employment to minimum 10 (ten) persons in the U.T.
- 2. The Enterprise must have GST registration.

### General conditions applicable to capital investment subsidy and interest subsidy (Scheme A.1 & A.2):

- 1. Loan sanctioned and disbursed by Bank or Financial institution as per RBI guidelines will be eligible for incentive under the Scheme. Loan sanctioned by Non-Banking Financial Institutes will not be eligible for incentive under this resolution.
- 2. Only new building, new plant machinery / equipment will be eligible for incentives.
- 3. Enterprise shall have to furnish information regarding production, sales, turnover and employment etc. annually to concerned DIC before end of September each year.
- 4. Enterprise will have to observe Pollution Control measures as prescribed by PCC or other competent authority as per Notification No. PCC/DMN/13(PART IV)/2020-2021/448 DATED 25/01/2021.
- 5. The Enterprise shall have to obtain shop and establishment registration from Municipal Council for doing business for service enterprises, if Enterprise is located in the area of Municipal Council.
- 6. 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 Capital Investment Subsidy disbursed will be recovered as arrears of land revenue.
- 7. Out of Diversification and Expansion, only one activity once will be eligible for subsidy during the policy period.
- 8. Existing or New Enterprise carrying out an activity of Diversification or Expansion with an investment more than 50% (out of which minimum 60% investment should be in Plant & machinery) of GFCI will be eligible.

### SCHEME NO. A.3 ASSISTANCE FOR QUALITY CERTIFICATION

The Scheme aims to extend support to MSME to get quality certification to introduce quality products in competitive market. Quality certification can improve quality standards in MSME, Competitiveness among MSMEs, improve good demand for the products and ensure sustainability of the unit. MSMEs as defined in the manufacturing sector will be eligible for assistance.

### A.3.1. Quantum of Assistance for Quality Certification:

50% of fee payable to certification for National / International Certification i.e. Bureau of Indian Standards (BIS), Indian Standards Institution (ISI), World Health Organization (WHO), Good Manufacturing Practice (GMP), Hallmark, etc. and other National / International Certification and 50% cost of testing equipment and machinery required for that certification totalling up to maximum amount of Rs.10 lakhs.

### A.3.2. Conditions for Assistance for Quality Certification:

- 1. The cost for certification will include: Fees charged by certification agency (excluding travel, hotel & surveillance charges), Cost of testing equipment/machinery as required for certification, Calibration charges of equipment.
- 2. The enterprise will not be eligible if any certification is required as a part of statutory provision.
- 3. The cost of testing equipment and machinery includes equipment required for upgrading hygiene, Quality Control Testing facilities such as in-house food testing laboratories, etc.
- 4. Details of plant & machinery should be duly certified by the consultant and their relevance to BIS / ISO with full justification in support of cost claimed.
- 5. MSMEs acquiring the certificates from certifying bodies, registered with National Accreditation Board for Certification Bodies (NABCB) alone will be eligible to avail incentives under the Scheme.

- 6. This Quality Certification Scheme will be supplementary to such Scheme to Government of India. However, in no case total assistance from this scheme and GOI should exceed more than actual expenditure incurred by the Enterprise for said purpose.
- 7. The testing equipment purchased after the issuance of Quality certificate shall not be eligible for assistance.
- 8. The Enterprise shall have to apply within one year from the date of issue of the Certificate.
- 9. Expenditure incurred for renewal of certificate shall not be eligible for assistance under the Scheme.

### SCHEME NO. A.4 ASSISTANCE FOR PATENT REGISTRATION / TRADE MARK REGISTRATION

Any individual / legal entity will be eligible for assistance under the Scheme for Patent Registration / Trade Mark Registration.

### A.4.1. Quantum of Assistance for Patent Registration / Trade Mark Registration:

- 1. 75% of the cost/expenditure incurred for any number of patent applications subject to Rs.25 lakhs per applicant / enterprise for obtaining Patent Registration / Trade Mark Registration of developed product / process during policy period.
- 2. Fees paid to patent attorney, patent service centre, patent registration and patent equipment purchased to develop Patent / Trade mark will be eligible as cost / expenditure (excluding travel & hotel charges).
- 3. Max fee for attorney for national patent shall be capped at Rs.50,000/for domestic patents and Rs.2,00,000/- per country for international patent within the overall cap of 75% of the cost / expenditure of patent registration within overall ceiling.

### A.4.2. Conditions for Assistance for Patent Registration / Trade Mark Registration:

- 1. Applicant shall have to submit application within one year from the date of publication / notification of the Patent / Trade Mark.
- 2. Application submitted after one year from the date of publication / notification of Patent / Trade Mark will not be eligible for assistance.

### SCHEME NO. A.5 ASSISTANCE FOR ZED CERTIFICATION

Zero Defect Zero Effect (ZED) Certification was introduced to urge industries, especially Micro, Small and Medium Enterprises (MSMEs), to manufacture goods in the country with "Zero Defects" so that the exported goods are never returned due to bad quality.

The Scheme envisages promotion of Zero Defect and Zero Effect (ZED) manufacturing amongst MSMEs and ZED Assessment for their certification so as to:

- 1. Develop an Ecosystem for Zero Defect Manufacturing in MSMEs.
- 2. Promote adaptation of Quality tools / systems and Energy Efficient manufacturing.
- 3. Enable MSMEs for manufacturing of quality products.
- 4. Encourage MSMEs to constantly upgrade their quality standards in products and processes.
- 5. Drive manufacturing with adoption of Zero Defect production processes and without impacting the environment.
- 6. Support "Make in India" campaign.
- 7. Develop professionals in the area of ZED manufacturing and certification.

### A.5.1. Quantum of Assistance for ZED Certification:

Assistance will be given @ 50% of all charges on the amount after deducting the assistance received from GOI for ZED Certification up to a max amount of Rs.1,00,000/- for new and existing units.

### A.5.2. Conditions for Assistance for ZED Certification:

- 1. Existing or New Enterprise will be eligible.
- 2. The enterprise shall have to apply within a year from the date of issue of the certificate.
- 3. Application submitted after one year from the date of issue of Certificate will not be eligible for assistance.

### SCHEME NO. A.6 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.

### A.6.1. Quantum of Assistance for Saving in Consumption of Energy and Water:

- 1. 75% cost of Energy / Water audit conducted by recognized institution / auditing authority subject to a maximum of Rs.1.00 lakhs.
- 2. 25% cost of equipment recommended by the auditing authority subject to a maximum of Rs.20 lakhs one-time assistance.

### A.6.2. Conditions for Assistance for Saving in Consumption of Energy and Water:

- 1. Assistance will be given only for projects implemented and commenced during the operation period of Scheme.
- 2. Assistance will be disbursed only after submission of Certificate from Energy / Water auditors regarding installation of equipments as per audit report.
- 3. The assistance on cost of equipment will be eligible subject to the condition that saving in Energy / Water is reduced by a minimum of 20% of average monthly consumption of previous 12 months before audit.

### SCHEME NO. A.7 ASSISTANCE FOR ENTREPRENEURSHIP UNDER SKILL DEVELOPMENT

The Scheme provides assistance to budding entrepreneurs and their staff /staff of the existing entrepreneurs to undergo Entrepreneurship / Management development training/Skill training from reputed national level institutions certified by National Skill Development Corporation/State Skill Councils.

### A.7.1. Quantum of Assistance for Entrepreneurship Under Skill Development:

75% of the course fee limited to Rs. 1,50,000/- per course upto 20 persons per year for the budding entrepreneurs and their staff /staff of the existing entrepreneurs to undergo Entrepreneurship / Management development training/Skill training from a reputed national level institution.

### A.7.2. Conditions for Assistance for Entrepreneurship under Skill Development Subsidy:

- 1. Training Institute should be a Reputed National Level Institution certified by National Skill Development Corporation/State Skill Councils.
- 2. Entrepreneur shall have to apply within six months of date of completion of training.
- 3. Entrepreneur should submit training certificate from the institute.
- 4. Entrepreneurs and their staff who have undergone training during the Scheme period only will be eligible.

### **SCHEME NO. A.8**

### ASSISTANCE TO SMALL AND MEDIUM ENTERPRISES (SME) FOR RAISING OF CAPITAL THROUGH SME EXCHANGE

Under the new guidelines of Securities and Exchange Board of India (SEBI), Small and Medium Enterprises (SME) can raise equity capital through SME exchange. To encourage SME to opt for this route, assistance will be provided under this Scheme.

### **A.8.1.** Quantum of Assistance for Raising of Capital Through SME Exchange:

One-time assistance of 25% of expenditure incurred on raising of fund through SME Exchange, limited to maximum to Rs.5 lakhs, after successful raising of equity as per approved Scheme by SME Exchange during the operative period of the Scheme.

### A.8.2. Conditions for Assistance for Raising of Capital Through SME Exchange:

- 1. Enterprise shall have to apply within one year from the listing date in SME Exchange.
- 2. SME status of enterprise will be considered on the date of listing in SME Exchange.

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### SCHEME NO. A.9 INCENTIVES FOR DOUBLING OF EXPORT VALUES

The Scheme is aimed to extend support to MSMEs to increase Exports and enhance export values.

### A.9.1. Quantum of incentive for doubling of export values:

- 1. Any MSME exporter who achieves double the value of exports over the previous year would be reimbursed with 1% of their export value limited to a maximum of Rs.20 lakhs.
- 2. Women entrepreneur who achieves double the values of export over the previous year would be reimbursed with 2% of their export value limited to Rs.30 lakhs.

### A.9.2. Conditions for Incentive for Doubling of Export Values:

- 1. Enterprises will be eligible for incentive for every annual year during the Scheme period.
- 2. Enterprise shall have to apply within six months from 31<sup>st</sup> March of previous financial year.
- 3. Export of finished products only shall be considered under the Scheme.

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### SCHEME NO. A.10 REIMBURSEMENT OF FREE ON BOARD (FOB) EXPENSES

This Scheme is for boosting Exports in the Food/Marine Food Processing Sector.

### A.10.1. Quantum of Reimbursement of FOB expenses:

20% reimbursement of F.O.B. (Free On Board) value limited to Rs.20 lakhs per beneficiary per year for 3 years on Export of Food / Marine processed products.

### A.10.2. Conditions for Reimbursement of FOB Expenses:

- 1. New Enterprises will be eligible for reimbursement for 3 years during the Scheme period.
- 2. Enterprise shall have to apply within six months from 31<sup>st</sup> March of previous financial year.
- 3. Export of finished products only shall be considered under the Scheme.

### SCHEME NO. A.11 ASSISTANCE FOR CAPITAL INVESTMENT IN SOLAR POWER

### GENERATION

To encourage MSMEs to use Solar Power, Capital subsidy will be provided for setting up of Solar Power Plant for generation of power.

### A.11.1. Quantum of Incentive for Capital Investment in Solar Power Generation:

The industries who install Solar Power Plant during the Scheme period will be provided Capital investment subsidy @ 25% of capital investment on Solar Power Generation Plant limited to a maximum of Rs.50 lakhs.

### **A.11.2.** Conditions for Incentive for Capital Investment in Solar Power Generation:

- 1. Assistance will be given only for the projects commenced/generated power during the operative period of Scheme and the enterprise shall have to meet at least 10 % of their total power consumption through solar power.
- 2. Enterprise shall have to apply within six months of generation of solar power and shall be eligible only once to avail this scheme.
- 3. Should submit power consumption report before and after installation of solar power plant in prescribed format.
- 4. The rate of subsidy will be paid as per the prevailing SoR rates for the solar panels in the U.T.

### SCHEME NO. A.12 ASSISTANCE FOR PARTICIPATION IN INDUSTRIAL EXHIBITIONS ABROAD.

This Scheme is to promote the Products and Services of the territory abroad and their businesses to expand the customer base all over the world.

### **A.12.1.** Quantum of Assistance for Participation in Industrial Exhibitions Abroad:

50% of space rent subsidy would be provided (up to a maximum of Rs.2 lakhs) on actual rent paid by MSME for participation in industrial exhibitions in foreign countries.

### A.12.2. Conditions for Assistance for Participation in Exhibitions Abroad:

- 1. New and existing MSME Enterprise will be eligible.
- 2. Should submit documents regarding participation in Exhibitions for marketing of products in foreign countries.
- 3. Enterprise shall have to apply within three months from completion of exhibition.
- 4. Should furnish Chartered Accountant certified bills.
- 5. Should submit proof of account transactions through Bank Account of Payment of Rent (Bank statement).
- 6. Five exhibitions only may be covered in 5 years for one unit.
- 7. The assistance shall be granted up to Five years under IPS-2022

### SCHEME NO. A.13 INCENTIVE FOR LOCAL EMPLOYMENT

This Scheme is to generate Employment for Local residents.

### A.13.1. Quantum of Incentive for Local Employment:

One-time recruitment incentive of Rs.3 lakhs per 20 local Persons (who have Domicile certificate of the U.T.) is provided to the Industrial Units. Maximum amount of Rs.15 Lakh to each eligible unit shall be disbursed.

### A.13.2. Eligibility Conditions of Beneficiaries:

- (i) The Scheme is exclusively for new direct recruitment of Local persons above 18 years of age of U.T. of Dadra and Nagar Haveli & Daman & Diu for continuous 12 months.
- (ii) Industries Department shall monitor the compliance of employment to local persons for a period of initial 5 years and may take the assistance of the labour department in implementation of the Scheme as and when required.
- (iii) The Industries availing benefit under the Scheme shall not retrench any local employee without the permission of Industries department failing which the incentive shall be recovered.
- (iv) The applicant shall submit all necessary payment details made to the local employees over the period of last one year along with their domicile status for verification by the department regarding the eligibility of the claim.

SCHEME NO. A.14
<b>AWARDS FOR MSMEs</b>

Awards will be given for Best MSMEs under Micro, Small and Medium Category, for the following achievements.

- 1. MSME achieving highest growth in turnover over an year.
- 2. MSME achieving highest growth in exports over an year.
- 3. MSME achieving highest growth in employment over an year.
- 4. Achieving International certification over an year.

Secretary (Industries) is the recommendatory Authority for scrutiny and finalization of the nominations received and Hon'ble Administrator is awarding Authority in IPS-2022.

### A.14.1. Quantum:

Award of Rs.2 Lakhs, Trophy and Appreciation letter will be given to each Winner.

### A.14.2. Condition:

An MSME unit is eligible to receive awards for a period of three years in the entire scheme period of five years, if found eligible for the award.

### II. <u>SCHEME B. TEXTILE SECTOR:</u>

### SCHEME NO. B.1 ASSISTANCE OF INTEREST SUBSIDY FOR TEXTILE SECTOR

Under this Scheme, Subsidy will be provided for Textiles, Technical Textiles, Fabrics, Carpets, Garments, Apparels and Industries manufacturing Textile Machinery, Medical Fabrics and Textiles.

### **B.1.1.** Quantum of Assistance of Interest subsidy for Textile Sector:

- 1. Credit linked interest subsidy for Textile and Technical Textile sector including Fabrics, Garment / Apparel manufacturing units and Textile machinery manufacturing units @ 60% of interest charged by Bank with an upper ceiling of Rs.60 lakhs per annum for a period of 5 years OR for the period of repayment of loan whichever is earlier.
- 2. Additional 10% subsidy will be provided to Export oriented Carpet industry upto a maximum 70 lakhs/annum.

### **B.1.2.** Conditions for Assistance for Interest subsidy for Textile Sector:

- 1. This Scheme is applicable to new Enterprises as well as for expansion and diversification of existing enterprises during the operative period of the Scheme.
- 2. Loan Sanctioned by Bank or Financial Institution as per RBI guidelines for the industry located in U.T. will be eligible for subsidy under this Scheme.
- 3. 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.
- 4. Enterprise shall have to apply at online portal within one year from the date of eligibility.
- 5. Interest subsidy will be eligible either from the date of first disbursement of loan or from the date of commencement of commercial production whichever is later. However, Reimbursement of interest subsidy shall be made only after commencement of commercial production of the enterprise.
- 6. If the Enterprise becomes defaulter in payment of interest or instalment 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.

- 7. The interest subsidy will be available only on interest levied by the financial institution / banks.
- 8. Interest Subsidy will not be available for penal interest or any other bank charges.
- 9. The eligible Enterprise shall have to bear a minimum of 2% interest levied on term loan by any Bank / Financial institution and the Enterprise has to submit details and undertaking in this regard.
- 10. The interest subsidy shall be directly credited to the Bank / Financial institution.

### III. SCHEME C. THRUST SECTORS.

### SCHEME NO. C.1 ASSISTANCE FOR FURNITURE SECTOR.

The Scheme is to promote Furniture industries like Plastic Furniture, Steel Furniture, Brass Furniture, Metal Furniture, Cane Furniture, Wooden Furniture, Bamboo Furniture, Fibre Glass Furniture and Marble Furniture Etc.

### C.1.1. Quantum of Assistance for Furniture Sector:

- 1. Capital Investment Subsidy @ 20% of Gross Fixed Capital Investment made in Automation Machineries for Material Handling & Measurement System, Processing, Testing and Packaging Equipment, Components of Automation including Mobile Controllers, PLC, PAC, Pneumatic, Hydraulic Systems, Installation of Computer Industrial Software including CAD / CAM / CAE / HLM / CNC etc, Robotic Systems/Vision System / Sensors etc will be reimbursed subject to maximum of Rs.50 Lakhs for the Units manufacturing Furniture Only.
- 2. Credit linked Interest Subsidy for Furniture Sector @ 60% per annum limited to maximum of Rs.50 lakhs per annum for Five years OR for the period of repayment of loan whichever is earlier.
- 3. The cost of establishment of showroom for display & sale will be reimbursed @ 20 % subject to maximum of Rs.50 lakhs for the respective furniture manufacturing industry and if on rent @ 25% of actual rent paid for 3 years, for a showroom with a minimum size of 2000 square feet. All the costs involved in Building, interior furnishing and other incidental costs excluding the furniture cost for the display and land cost in the establishment of showroom shall be covered in assistance.
- 4. 50% of space rent subsidy would be provided (up to a maximum of Rs.5 lakhs) on actual rent paid by Furniture Industry for participation in industrial exhibitions in foreign countries.
- 5. 50% of the course fee limited to Rs. 75,000/- per person for training in manufacture of modern furniture in reputed institutions will be reimbursed for a maximum of 5 persons per industry course.
- 6. Power rate incentive of Re.1/- per unit as reimbursement for a period of one year subject to a maximum of Rs. 50 Lakhs from date of commencement of production.

### **C.1.2.** Conditions for Assistance for Furniture Sector:

- 1. The Scheme is applicable to new enterprises and existing enterprises who had started commercial production during the operative period of the Scheme.
- 2. Only Gross Fixed Capital Investment (GFCI) made in New Building, New Plant & Machinery / Equipment excluding land will be eligible for incentives for manufacturing.
- 3. Enterprise shall have to furnish information regarding production, sales, turnover, and employment etc. annually to concerned DIC before end of September each year.
- 4. Enterprise will have to observe pollution Control measures as prescribed by PCC or other competent authority.
- 5. 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 Capital Investment Subsidy disbursed will be recovered as arrears of land revenue.
- 6. Out of Diversification and Expansion, only one activity once will be eligible for subsidy during the policy period.
- 7. Existing or New Enterprise carrying out an activity of Expansion or Diversification with an investment more than 50% (out of which minimum 60% investment should be in Plant & machinery) of GFCI will be eligible.
- 8. Enterprise shall submit documents regarding participation in Exhibitions for marketing of products in foreign countries.
- 9. Enterprise shall have to apply within three months from completion of exhibition.
- 10. The Enterprise shall furnish Chartered Accountant certified bills.
- 11. The Unit shall submit proof of account transactions through Bank Account of payment of rent (Bank statement).
- 12.Loan Sanctioned by Bank or Financial Institution as per RBI guidelines for the industry located in U.T. will be eligible for subsidy under this Scheme.

- 13. 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.
- 14.Enterprise shall have to apply on online portal within one year from the date of eligibility.
- 15.Interest subsidy will be eligible either from the date of first disbursement of loan or from the date of commencement of commercial production whichever is later. However, reimbursement of interest subsidy shall be made only after commencement of commercial production of the enterprise.
- 16.If the Enterprise becomes defaulter in payment of interest or instalment 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.
- 17. The interest subsidy will be available only on interest levied by the financial institution / banks.
- 18.Interest Subsidy will not be available for penal interest or any other bank charges.
- 19. The eligible Enterprise shall have to bear a minimum of 2% interest levied on term loan by any Bank / Financial institution. The Enterprise shall submit details and undertaking in this regard.
- 20. The interest subsidy shall be directly credited to the Bank / Financial institution.

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### SCHEME NO. C.2 ASSISTANCE FOR MARBLE, IT & ITES, ELECTRIC VEHICLES & SPARE PARTS, TOYS UNITS AND SEMI-CONDUCTOR INDUSTRIES SECTORS

Under this Scheme, Subsidy will be provided to promote Marble, IT & ITeS, Electric Vehicles & Spare Parts, Toys Units and Semi-Conductor Industries Sectors.

### C.2.1. Quantum of Assistance for Marble, IT & ITeS, Electric Vehicles & Spare Parts, Toys and Semi-Conductor Industries Sectors:

- 1. Capital investment subsidy @ 20% of Gross Fixed Capital Investment made will be reimbursed subject to maximum of Rs.50 lakhs per unit.
- 2. Capital investment subsidy @ 15% of Gross Fixed Capital Investment made will be reimbursed subject to maximum of Rs.7.5 crores for the Large units in Semiconductor Sector.
- 3. Credit linked Interest subsidy for Marble, IT & ITES, Electric Vehicles & Spare Parts, Toys and Semi-Conductor Sectors @ 60% per annum limited to maximum of Rs.50 lakhs per annum for Five years OR for the period of repayment of loan whichever is earlier.

### C.2.2. Conditions for Assistance for Marble, IT & ITeS, Electric Vehicles & Spare Parts, Toys and Semi-Conductor Industries Sectors:

- 1. This Scheme is applicable to new Enterprises as well as for expansion and diversification of existing enterprises during the operative period of the Scheme.
- 2. Loan Sanctioned by Bank or Financial Institution as per RBI guidelines for the industry located in U.T will be eligible for subsidy under this Scheme.
- 3. 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.
- 4. Enterprise shall have to apply at online portal 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.

- 5. Interest subsidy will be eligible either from the date of first disbursement of loan or from the date of commencement of commercial production whichever is later.
- 6. Reimbursement of Interest Subsidy will be made only after commencement of commercial production of the enterprise.
- 7. If the Enterprise becomes defaulter in payment of interest or instalment 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.
- 8. The interest subsidy will be available only on interest levied by the financial institution/banks.
- 9. Interest Subsidy will not be available for penal interest or any other bank charges.
- 10. The eligible Enterprise shall have to bear a minimum of 2% interest levied on term loan by any Bank / Financial institution. The Enterprise shall submit details and undertaking in this regard.
- 11. The interest subsidy will be directly credited to Bank / Financial institution

### SCHEME NO. C.3 SCHEME FOR MEDICAL EQUIPMENT AND ACCESSORIES, MEDICAL DIAGNOSTICS AND AYUSH PRODUCTS MANUFACTURING UNITS.

Under this Scheme, Subsidy will be provided to Medical Equipment and Accessories, Medical Diagnostics and AYUSH Products Manufacturing Units.

### C.3.1. Quantum of Assistance for Medical Equipment and Accessories, Medical Diagnostics and AYUSH Products Manufacturing Units:

- 1. Capital Investment Subsidy @ 20% of Gross fixed capital investment made will be reimbursed subject to maximum of Rs.50 lakhs for the units
- 2. Credit Linked Interest Subsidy for Medical Equipment and Accessories, Medical diagnostics and AYUSH Products Manufacturing Units @ 60% per annum limited to maximum of Rs.50 lakhs per annum for five years OR for the period of repayment of loan whichever is earlier.

### C.3.2. Conditions for Assistance for Medical Equipment and Accessories, Medical Diagnostics and AYUSH Products Manufacturing Units:

- 1. This Scheme is applicable to New Enterprises as well as for expansion and diversification of existing enterprises during the operative period of the Scheme.
- 2. Loan Sanctioned by Bank or Financial Institution as per RBI guidelines for the industry located in U.T will be eligible for subsidy under this Scheme.
- 3. 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.
- 4. Enterprise shall have to apply at online portal 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.
- 5. Interest subsidy will be eligible either from the date of first disbursement of loan or from the date of commencement of commercial production whichever is later.
- 6. Reimbursement of interest subsidy will be made only after commencement of commercial production of the enterprise.

- 7. If the Enterprise becomes defaulter in payment of interest or instalment 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.
- 8. The Interest Subsidy will be available only on interest levied by the financial institution/banks.
- 9. Interest Subsidy will not be available for penal interest or any other bank charges.
- 10. The eligible Enterprise shall have to bear a minimum of 2% interest levied on term loan by any Bank / Financial institution. The Enterprise shall submit details and undertaking in this regard.
- 11. The Interest Subsidy will be directly credited to Bank / Financial institution.

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# SCHEME NO. C.4 SCHEME FOR FOOD PROCESSING INDUSTRIES

Under this Scheme, Interest Subsidy will be provided for Establishment / Expansion of Food processing industries.

# C.4.1. Quantum of Assistance for Food Processing industries:

- 1. Credit linked interest subsidy for Food Processing Units @ 60% of interest charged by Bank with an upper ceiling of Rs.50 lakhs per annum for a period of 5 years OR for the period of repayment of loan whichever is earlier.
- 2. Additional 10% subsidy for Food processing units established in dedicated Industrial parks for Food processing Industries.

# C.4.2. Conditions for Assistance for Food Processing industries:

- 1. This Scheme is applicable to new Enterprises as well as for expansion and diversification of existing enterprises during the operative period of the Scheme.
- 2. Loan Sanctioned by Bank or Financial Institution as per RBI guidelines for the industry located in U.T will be eligible for subsidy under this Scheme.
- 3. 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.
- 4. Enterprise shall have to apply at online portal 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.
- 5. Interest subsidy will be eligible either from the date of first disbursement of loan or from the date of commencement of commercial production whichever is later.
- 6. Reimbursement of interest subsidy will be made only after commencement of commercial production of the enterprise.
- 7. If the Enterprise becomes defaulter in payment of interest or instalment 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.

- 8. The interest subsidy will be available only on interest levied by the financial institution/banks.
- 9. Interest Subsidy will not be available for penal interest or any other bank charges.
- 10. The eligible Enterprise shall have to bear a minimum of 2% interest levied on term loan by any Bank / Financial institution. The Enterprise shall submit details and undertaking in this regard.
- 11. The interest subsidy will be directly credited to Bank / Financial institution.

# SCHEME NO. C.5 SCHEME FOR MARINE PRODUCTS PROCESSING UNITS.

Under this Scheme, Interest Subsidy will be provided for Establishment / Expansion of Marine products processing industries.

# C.5.1. Quantum of Assistance for Marine Products Processing Units:

1. Credit linked interest subsidy for Marine Products Processing Units @ 60% of interest charged by Bank with an upper ceiling of Rs.50 lakhs per annum for a period of 5 years OR for the period of repayment of loan whichever is earlier.

# C.5.2. Conditions for Assistance for Marine Products Processing Units:

- 1. This Scheme is applicable to new Enterprises as well as for expansion and diversification of existing enterprises during the operative period of the Scheme.
- 2. Loan Sanctioned by Bank or Financial Institution as per RBI guidelines for the industry located in U.T will be eligible for subsidy under this Scheme.
- 3. 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.
- 4. Enterprise shall have to apply at online portal 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.
- 5. Interest subsidy will be eligible either from the date of first disbursement of loan or from the date of commencement of commercial production whichever is later.
- 6. Reimbursement of Interest Subsidy will be made only after commencement of commercial production of the enterprise.
- 7. If the Enterprise becomes defaulter in payment of interest or instalment 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.

- 8. The interest subsidy will be available only on interest levied by the financial institution/banks.
- 9. Interest Subsidy will not be available for penal interest or any other bank charges.
- 10. The eligible Enterprise shall have to bear a minimum of 2% interest levied on term loan by any Bank / Financial institution. The Enterprise shall submit details and undertaking in this regard.
- 11. The interest subsidy will be directly credited to Bank / Financial institution.

# SCHEME NO. C.6 SCHEME FOR VACCINE MANUFACTURING UNITS

Under this scheme, Credit-Linked Interest Subsidy and Capital Subsidy shall be provided to Vaccine Manufacturing Units.

# C.6.1. Quantum of Assistance for Vaccine Manufacturing Units:

Credit Linked Interest Subsidy for Vaccine Manufacturing Units @ 70% of interest charged by Bank with upper ceiling up to Rs.60 Lakhs per annum for 5 years OR for the period of repayment of loan whichever is earlier and Capital investment Subsidy @ 15% of the investment upto a maximum of 10 crores.

## C.6.2. Conditions for Assistance to Vaccine Manufacturing Units:

- 1. The Scheme is applicable to New Enterprises and Existing Enterprises who had started commercial production during the operative period of the Scheme.
- 2. Only Gross Fixed Capital Investment (GFCI) made in New Building, New Plant & Machinery / Equipment and Machineries excluding land will be eligible for incentives for manufacturing.
- 3. Enterprise shall have to furnish information regarding production, sales, turnover, and employment etc. annually to concerned DIC before end of September each year.
- 4. Enterprise will have to observe pollution Control measures as prescribed by PCC or other competent authority.
- 5. 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 Capital Investment Subsidy disbursed will be recovered as arrears of land revenue.
- 6. Out of Diversification and Expansion, only one activity once will be eligible for subsidy during the policy period.
- 7. Existing or New Enterprise carrying out an activity of Expansion or Diversification with an investment more than 50% (out of which minimum 60% investment should be in Plant & machinery) of GFCI will be eligible.
- 8. The Enterprise shall furnish Chartered Accountant certified bills.

- 9. Loan Sanctioned by Bank or Financial Institution as per RBI guidelines for the industry located in U.T. will be eligible for subsidy under this Scheme.
- 10. 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.
- 11.Enterprise shall have to apply at online portal 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.
- 12.Interest subsidy will be eligible either from the date of first disbursement of loan or from the date of commencement of commercial production whichever is later.
- 13.Reimbursement of interest subsidy will be made only after commencement of commercial production of the enterprise.
- 14.If the Enterprise becomes defaulter in payment of interest or instalment 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.
- 15. The interest subsidy will be available only on interest levied by the financial institution/banks.
- 16.Interest Subsidy will not be available for penal interest or any other bank charges.
- 17. The eligible Enterprise shall have to bear a minimum of 2% interest levied on term loan by any Bank / Financial institution. The Enterprise shall submit details and undertaking in this regard.
- 18. The interest subsidy will be directly credited to Bank / Financial institution.

# IV. SCHEME D. GENERALSCHEMES

# SCHEME NO. D.1 SCHEME FOR REIMBURSEMENT OF STAMP DUTY.

New Units as well as the units undertaking Expansion/Diversification will be reimbursed payment of Stamp duty during the operative period of the Scheme for acquiring land as given below:

- 1. @ 50% Stamp duty reimbursement for MSME sector.
- 2. (a) 25% Stamp duty reimbursement for units other than MSMEs
- 3. @ 100% Stamp duty reimbursement for the Industrial complexes dedicated only to industrial units identified as Thrust sectors under this scheme.
- 4. Reimbursement of Stamp duty will be made only after purchase of total required land and development of at least 25% of the infrastructure as required by the institutions developing the Industrial parks.
- 5. Industrial units located in the Industrial parks will be eligible for reimbursement of 50% of the stamp duty paid by them on purchase of plot in the industrial park.

# **D.1.1.** Conditions for Assistance under Scheme for Reimbursement of Stamp Duty:

- 1. This Scheme is applicable to New enterprises as well as Existing / New units for Expansion/Diversification projects completed during operative period of the Scheme.
- 2. An Industrial undertaking that has availed similar incentive as provided under this Scheme under any other scheme of the U.T Administration shall not be eligible for the incentive under this Scheme.
- 3. 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.

# SCHEME NO. D.2 ENVIRONMENT PROTECTION INFRASTRUCTURE SUBSIDY

This Scheme is for Promotion of Installation of Environment Protection Infrastructure for a cleaner environment

# **D.2.1** Quantum of Assistance for Environment Protection Infrastructure Subsidy:

Eligible assistance for setting up of Zero Liquid Discharge (ZLD) Facility for Effluent Treatment and Hazardous Waste Treatment Storage and disposal facility for waste water recycling and manufacturing units dealing with alternatives to single use plastic items shall be given up to a maximum of Rs.30 lakhs or @25% of capital cost of setting up of facility, whichever is less, will be provided to enterprises.

# **D.2.2** Conditions for Assistance for Environment Protection Infrastructure Subsidy:

- 1. The incentive shall only be given to those industries for which PCC has not mandated to setup ZLD.
- 2. Applicant shall have to submit project report of proposed Environment Protection Infrastructure.
- 3. Applicant shall have to submit the completion report from Chartered engineer along with statement of actual expenditure incurred on the project.
- 4. Project started and completed during the Scheme period only will be considered for assistance.
- 5. Land cost will not be considered under cost of project.

# V. <u>SCHEME E. SCHEMES FOR HANDICRAFT/HANDLOOM</u> <u>ARTISANS AND COTTAGE INDUSTRIES</u>

# SCHEME NO. E.1ASSISTANCEFORCAPITALINVESTMENTFORTHEHANDLOOMANDHANDICRAFTSARTISANSOFTHEU.T.REQUIRINGFINANCIALASSISTANCEFORPURCHASEOFMACHINERYORRAWMATERIALSVIIIVIII

The Handloom and Handicrafts artisans of the U.T. requiring financial assistance for purchase of machinery or raw materials for development of their business shall be provided Capital subsidy for investment in Machinery and for working capital.

#### 1. Quantum of Incentive for purchase of machinery or raw materials:

A beneficiary can avail a maximum Subsidy @ 50% of the Investment made in machinery up to the maximum of Rs. 2,00,000/- and maximum subsidy @ 50% of the loan taken up for working capital (for purchase of raw materials etc) up to maximum of Rs.2,00,000/-. 10% additional subsidy shall be provided to (Scheduled Castes/ Scheduled Tribes/ Women/ Differently abled having 30% or more disability.

#### 2. Eligibility Conditions of Beneficiaries:

- 1. More than 18 years of Age.
- 2. The Artisan must have skills of Handloom or Handicraft art and shall demonstrate the products made by him/her to the committee consisting of GM (DIC), Director (Tourism) and CEO (District Panchayat) and the committee shall certify their eligibility for the scheme.

# SCHEME NO. E.2

# ASSISTANCE FOR CAPITAL INVESTMENT TO UPLIFT THE ECONOMIC CONDITION OF ARTISANS/PERSONS.

The scheme provides additional tools/equipment to SC/ST/OBC/EWS communities to generate adequate income and self-employment. The persons engaged in 27 different activities, such as hawkers, vegetable vendors, carpenters etc. whose annual income is upto Rs.2,00,000/- for rural areas and upto Rs.2,50,000/- in urban areas and who are above 18 years of age shall be provided financial assistance in the form of tools and equipment over and above the existing schemes.

#### **Implementation and Financial Assistance:**

Committee consisting of GM (DIC), Director (Tourism), CEO (District Panchayat), CO (Municipal Councils), Director (Social welfare) shall scrutinize the applications under the scheme and shall certify their eligibility and shall submit their recommendations to Secretary (Industries)

The Financial Assistance to the 27 professions will be given after inspection and the estimated cost of their toolkit as tabulated below:

Sr. No.	Name of Trade	Approximate Cost
1	Mason work	20000
2	Senting work	10000
3	Vehicle service and repair	20000
4	Cobbler	10000
5	Tailoring	25000
6	Embroidery	25000
7	Pottery work	30000
8	Different types of Push Carts	15000
9	Plumber	15000
10	Beauty Parlour	15000
11	Repairing of electrical	15000
	appliances	
12	Welding Work	15000
13	Carpentry	15000
14	Laundry services	15000

Sr. No.	Name of Trade	Approximate Cost
15	Broom maker	15000
16	Milk-Curd seller	15000
17	Fish seller	15000
18	Papad maker	15000
19	Pickle maker	15000
20	Hot, cold beverages seller	15000
21	Puncture kit	15000
22	Flour mill	15000
23	Masala mill	15000
24	Cotton wick maker (Female SHGs member)	20000
25	Mobile repairing	10000
26	Paper cup and dish maker (Female SHGs)	50000
27	Hair cutting	15000

## SCHEME NO. E3 FINANCIAL ASSISTANCE TO COTTAGE INDUSTRIES

The Scheme provides financial assistance to Cottage Industries on the term loan taken through Nationalized Banks, Cooperative banks, Public sector Banks or Private Banks.

#### **Eligibility:**

- Above 18 years of age.
- Qualification: The applicant should have passed minimum standard four and should have undergone training for minimum one month from Government of India recognized Institutes, in the area of the proposed business or should have experience of minimum 1 year in the same activity or should be hereditary craftsperson.

#### Maximum Limit for Bank Loan:

₹.20.00 lakh.

## **Rate of Capital Subsidy:**

A beneficiary can avail a maximum Subsidy @25% of the term loan amount for setting up of the Cottage Industry up to a maximum of Rs.5,00,000/-. 10% additional subsidy shall be provided to Scheduled Castes/ Scheduled Tribes / Women/ Differently abled having 30% or more disability.

#### **Rate of Interest Subsidy:**

Interest Subsidy @ 50% of the Interest charged by Bank or NBFC or Cooperative Bank shall be reimbursed up to a period of five years from the date of commencement of Production.

# VI.<u>SPECIAL / GENERAL CONDITIONS /</u> <u>SCHEME</u> <u>GUIDELINES:</u>

The incentives granted under the Scheme shall be subject to the following conditions. In case of any breach of one or more of these conditions, the incentives given under the Scheme shall be liable to be recovered as arrears of land revenue or in any other appropriate manner, the U.T Administration of Dadra & Nagar Haveli and Daman & Diu may deem fit.

- 1. The industrial undertaking shall be required to submit a list of persons employed to the District Industries Centre and such other information required for verification of having satisfied this condition, before the sanction of incentives under the Scheme.
- 2. An industrial undertaking that has availed similar incentive as provided under this Scheme under any other Scheme of the U.T Administration shall not be eligible for the incentive under this Scheme. However, the industrial undertaking may avail similar incentives under a Scheme of the Central Government.
- 3. The Maximum Capital subsidy that can be availed by a unit shall not exceed 35% of GFCI in any case.
- 4. An industrial undertaking that has availed incentive under this Scheme shall install and effectively operate and maintain pollution control measures as per the standards prescribed and approved by the competent authority in this regard.
- 5. An industrial undertaking that has availed incentive under this Scheme shall be required to remain in production continuously till the expiry of the eligible period of incentive. However, if production is discontinued due to reasons beyond the control of the management, the sanctioning authority may condone the period for which production is discontinued after due verification of details and reasons of discontinuation of production and after satisfying itself to the same.
- 6. The industrial undertaking shall furnish to the General Manager, District Industries Centre information regarding production and employment for each financial year within 60 days of the close of the financial year. It shall also furnish information on such other matters that the U.T Administration may require from time to time.
- 7. Implementation of provisions for welfare of women under the Labour Act should be complied with, wherever applicable.
- 8. Protection for women employees must be provided by the companies and provisions of Sexual Harassment of Women at work Place (Prevention, Protection and Redressal) Act, 2013 to be implemented in true spirit.
- 9. The manufacturing industries shall comply with the Corporate Social Responsibility (CSR) obligations as per the Section 135 of the Companies Act, 2013.

# VI. PAYMENT PROCEDURE:

- 1. Eligible interested person / enterprise may apply online through http://swp.dddgov.in along with supporting documents to concerned General Manager, District Industries Centre to avail the incentive / assistance under this Scheme.
- 2. The District Industries Centre will scrutinize the applications as per the Scheme and check list including physical verification of enterprise. After verification of relevant documents and fixed assets at site, will submit the proposal before the Investment Promotion Council.
- 3. The Investment Promotion Council for the U.T of Dadra & Nagar Haveli and Daman and Diu will examine, decide and will grant In-principle clearance and direct DIC for further sanction & disbursement after approval of Secretary (Industries).
- 4. After approval of Secretary (Industries), the sanction order will be issued by General Manager, DIC for disbursement of approved subsidies.
- 5. After approval of Secretary Industries, the eligible subsidy amount will be credited in to the Loan / Cash Credit (CC) account of the applicant through RTGS / NEFT.
- 6. The Interest Subsidy will be credited to the concerned bank / institution on the interval of every 6 months of the Financial Year (Every 30th September & 31st March).
- 7. The enterprise shall have to remain in production for 5 years from the date of commercial production. If it fails to continue production for five years, and found default or closes within 5 years or in case of contingencies during the operative period of the Scheme, then amount of capital investment subsidy disbursed will be recovered as arrears of land revenue.
- 8. The units eligible under IPS 2015 scheme shall submit their applications within 2 months of the notification of the IPS 2022 to avail the benefits of the earlier scheme.
- 9. The Union Territory Administration has the right to change, withdraw or modify the Scheme fully or partially at any stage.

# VII. <u>RECORD, REPORTS, MONITORING AND</u> <u>EVALUATION:</u>

All the applications submitted will be recorded and monitored by DIC, DNH & Daman.

# VIII. AUDIT / SPECIAL AUDIT OF SCHEME:

The Audit of the scheme shall be conducted as per the directions of U.T Administration of DNH & DD and as per the Guidelines of Govt. of India.

# IX. GRIEVANCE REDRESSAL & CONTACT:

The detail of contacts is as under:

General Manager, District Industries Centre, Department of Industries, E-mail address: dic-dnh@nic.in Contact No.0260-2643122 / 2642367

By order and in the name of Administrator, U.T of DNH&DD

Sd/-

(S. Krishna Chaitanya) Director (Industries) Dadra and Nagar Haveli and Daman and Diu

# <u>Annexure - I</u>

# List of Service Sectors

- 1. Financial Services
- 2. Health Services
- 3. Transport and logistics Services
- 4. Audio Visual Services
- 5. Construction related Engineering Services
- 6. Environmental Services

# **List of Eligible Services Activities**

- 1. Logistics facilities such as Container Freight Station Operators/Warehouses/ Cold Storages etc.
- 2. Material Testing Centre.
- 3. Startups and Incubation Centre.
- 4. Hall Mark certification Centers.
- 5. Technical testing and analysis servicing.
- 6. Maintenance and repair of machineries and equipment's.
- 7. Repair of Computers/Communication and Electronics equipment/ Household Goods.
- 8. Maintenance and repair of Utility Projects.
- 9. Packaging services.
- 10. Industrial reuse/ disposal services.
- 11. Apparel /Cutting & Stitching job work (other than retail tailoring).
- 12. Printing, Scanning, Digitalization & Lamination.
- 13.Weighbridges.
- 14.Color labs.
- 15.Steam & Air conditioning supply.
- 16. Waste collection, treatment, and disposal activities.
- 17. Electrical, plumbing, and other installation activities.
- 18. Maintenance and repair of Motor vehicles.
- 19.Motion pictures, Video and Television production, Sound Recording, and Music publishing activities.
- 20.Activities of internet Access by the Operator of the wireless / Satellite infrastructure.
- 21. Web hosting activities.
- 22.Specialized design activities Fashion design related to Textile / Apparel / Jewellery / Furniture / Fashion goods / Graphic design etc.
- 23.Hotels: 5 star and above.

# \*Investment Promotion Council is empowered to add / delete Service activities listed in this Annexure.