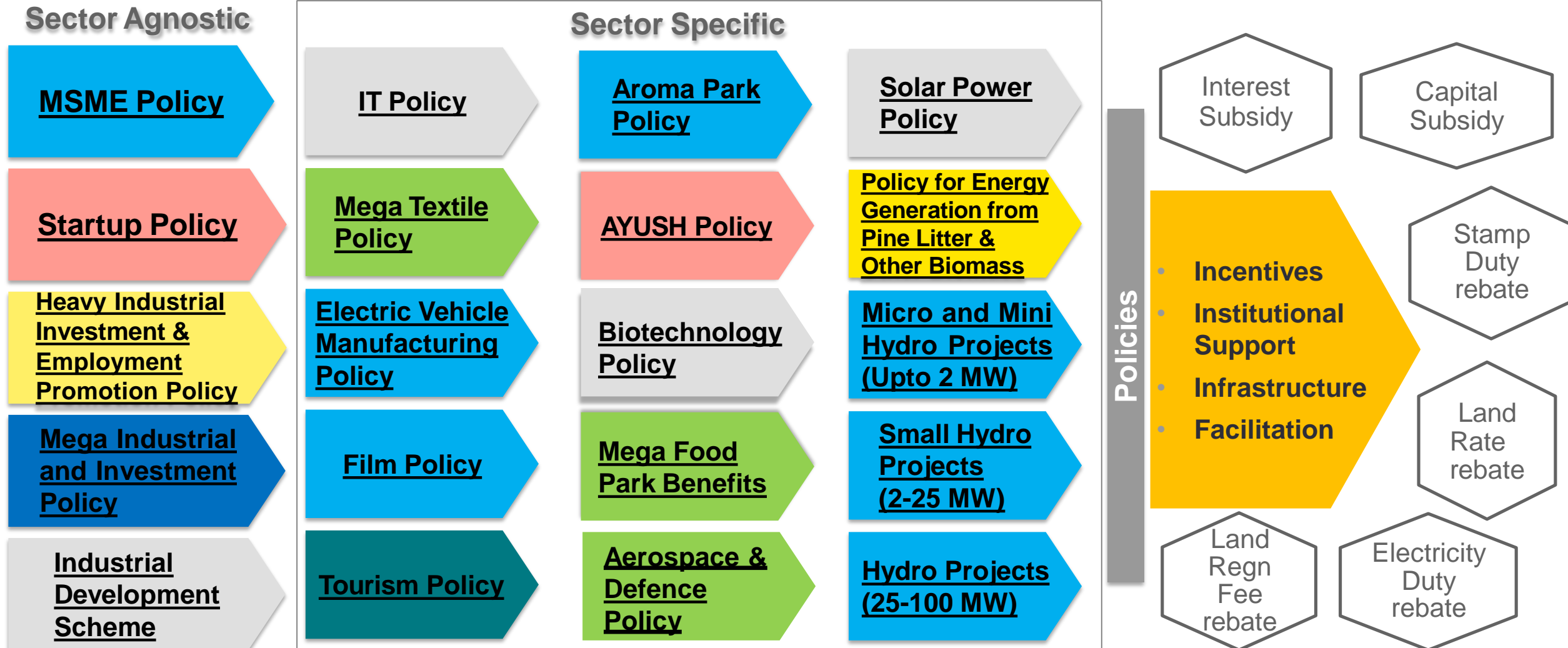




Uttarakhand Policies & Incentives

Uttarakhand | Policies & Incentives



MSME Policy 2015 (As Amended in 2019)

Categorization of industries for the purpose of quantifying incentives

Category	Included Region
Category A	Whole Districts of Pithoragrah, Uttarkashi, Chamoli, Champawat, Rudraprayag and Bageshwar
Category B	<ul style="list-style-type: none"> ▶ Whole District of Almora ▶ All hilly development blocks of District Pauri Garhwal, Tehri Garhwal (Excluding regions under category B+) ▶ All hilly development blocks of District Nainital and Dehradun (Excluding regions under category B+)
Category B+	<ul style="list-style-type: none"> ▶ Kotdwar, Sigaddi and adjoining plain regions of Dugadda development block of district Pauri Garhwal ▶ Dhalwala, Muni Ki Reti, Tapovan and adjoining plain regions of Fakot development block of District Tehri Garhwal ▶ Kotabagh development block of District Nainital ▶ Plain regions of Kalsi development block of District Dehradun
Category C	<ul style="list-style-type: none"> ▶ Regions located above 650 mtrs from sea level in Raipur, Sahaspur, Vikasnagar and Doiwala development blocks of District Dehradun ▶ Ramnagar and Haldwani development blocks of District Nainital
Category D	<ul style="list-style-type: none"> ▶ Whole Districts of Haridwar and Udham Singh Nagar ▶ Remaining area of District Dehradun and Nainital (which are not included in category 'B', 'B+' and 'C')

MSME Policy 2015 (As Amended in 2019)

Interest Subsidy	<p>Category A: 10%(Max INR 8 Lakh)</p> <p>Category B, B+: 8% (Max INR 6 Lakh)</p> <p>Category C: 6% (Max INR 4 Lakh)</p> <p>Category D: 5% (Max INR 3 Lakh) <small>*Per year/unit (on term loan only)</small></p>	Capital Subsidy <p>Category A: 40%(Max INR 40 Lakh)</p> <p>Category B, B+: 35% (Max INR 35 Lakh)</p> <p>Category C: 30% (Max INR 30 Lakh)</p> <p>Category D: 15% (Max INR 15 Lakh)</p>	Transport Subsidy <p>% of Annual Turnover (Per year/ unit) or Inbound/ Outbound Logistics Cost whichever is less</p> <p>Category A: 7% Category B: 5% Category B+: 5% (Max INR 5 Lakh) <small>or actual transportation cost, whichever less*</small></p>
-------------------------	---	---	--

*Capital Subsidy will be applicable on the fixed investment in factory building, plant & machinery

*Only manufacturing units are eligible to avail Transport Subsidy

*Tourism project/units located in municipal areas of category C & D will not be eligible for Interest & Capital subsidies

MSME Policy 2015 (As Amended in 2019)

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%
--	---	--

**The SGST after adjustment of ITC on sale of finished product (B2C) will be reimbursed from the date of commencement of production of the unit for 5 years*

**Only manufacturing units are eligible to avail SGST & Power Bill Reimbursement*

**Tourism project/units located in municipal areas of category C & D will not be eligible for Stamp Duty*

MSME Policy 2015 (As Amended in 2019)

Internet Charges

50% Reimbursement on internet usage charges for all categories

*Applicable for IT & ITeS projects/ units only

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

*only for Manufacturing Units

Reimbursement of cost incurred for carrying out standardization and quality certification of products by accredited institutions at national and international level by means of ISO, ISI marking, registration of copyright, trade marking etc. - 75% (maximum INR 1 Lakh)

MSME Policy 2015 (As Amended in 2019)

Amendment (2016, 2018 & 2019) - Highlights

Policy Validity Period is effective from 31st January 2015 and will remain in-force up to 31st March 2023

Tourism Sector has been accorded Industry Status

SGST after adjustment of ITC on sale of finished product (B2C) will be reimbursed

Under IT & ITeS sector, **Software Development** units are also covered

Under Energy sector, units involved in **Energy Production using Non Traditional ways** are also covered

Service & Manufacturing Sector industries in **Category C & D** districts are also eligible for incentives

Commencement of commercial production before 31st March 2020 – incentive eligibility up to 31st March 2025*

Commencement of production after 31st March 2020 - incentive eligibility will be for 5 years only*

Special Incentive Scheme for Women Entrepreneurs

Capital Subsidy

Capital investment subsidy of 25% up to a maximum of INR 25 Lakh

Interest Subsidy

Interest subsidy of 6% on bank term loan taken by the entrepreneurs up to a maximum of INR 5 Lakh per year per unit

Applicable across the state for both Manufacturing and Services sector

Uttarakhand Startup Policy 2018 - Startups

Monthly Allowance	INR 10,000 for one year (INR 15,000 for Startups operated by SC/ST/women/ physically challenged or belonging to Category-A regions of MSME Policy 2015)
Marketing Assistance	<p>Up to INR 5 Lakh for marketing / publicity of innovative product.</p> <p>Up to INR 7.5 Lakh if operating business in focus sector / run by SC/ST/ women/physically challenged / Category-A regions as per MSME Policy 2015</p>
Patent (Intellectual Property)	<p>Up to 100% reimbursement of actual cost of Start-up Patent fees (including filing fees, Attorney Fees, research fees, maintenance fees)</p> <p><i>(Up to INR 1 lakh for Indian Patent and up to INR 5 Lakh for international patents)</i></p>

Uttarakhand Startup Policy 2018 - Startups

Stamp Duty

Stamp duty exemption on lease deed/ place/ purchase of space as per category defined in MSME Policy 2015 (100% in Category A, B, B+ , 50% in Category D)

State Goods & Services Tax (SGST)

SGST deposited by Start-ups will be reimbursed.

Incubation Space

Space at recognised Incubators at 25% discount for Startups operated by SC/ST/ Women/ Physically challenged and recognized by Startup Council

Uttarakhand Startup Policy 2018 - Startups

Need Based Assistance

Max up to INR 5 Lakh towards cost of raw material / components and other related equipment required for the innovative process for new product development / existing product improvement

Uttarakhand Startup Policy 2018 - Incubators

Capital Grant	One-Time Capital Grant of 50% of capital cost (excluding cost of building and land) up to INR 1 Crore to set up or scale up incubation facility
Running expense	INR 2 Lakh per year as part of operating and management expenses, for 3 years
Matching Grant	A sum equal to that obtained from Govt. of India or INR 2 Crore, whichever is lesser as alternate finance to Incubators recognised by State Govt. which are managing seed fund scheme of Govt. of India

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% upto a maximum of INR 20 Lakhs
Interest Subsidy	Interest subsidy @ 5% to a maximum of upto INR 3 Lakh will be applicable for term loans availed from scheduled commercial bank or financial institutions
Non Fiscal Incentives	
Payment provision for land obtained from SIIDCUL	<ol style="list-style-type: none">1. 50% at the time of allotment and balance 50% with in 2 years in two equal instalments2. 100% at the time of allotment will be eligible for 5 % rebate

Mega Industrial and Investment Policy 2015

Categorization of industries for the purpose of quantum of incentives

Category	Units Included
Large Projects	Investments of INR 50 Cr. to INR 75 Cr.
Mega Projects	Investments of INR 75 Cr. to INR 200 Cr.
Ultra Mega Projects	Investments above INR 200 Cr.
Super Ultra Mega Projects	Investments above INR 400 Cr. with employment generation of minimum 400 people

Mega Industrial and Investment Policy 2015

Coverage:

New & Existing Projects undergoing expansion (falling within notified Industrial Estates / identified industrial land in notified master plan / declared non-agriculture land under section 143: Large projects (INR 50 Cr to INR 75 Cr), Mega Projects (INR 75 Cr to INR 200 Cr), Ultra Mega Projects (Above INR 200 Cr), Super Ultra Mega Projects (Above INR 400 Cr)

Interest Subsidy	<p>7% for 5 years Investment – Interest Large – INR 25 Lakhs Max Mega – INR 35 Lakhs Max Ultra Mega – INR 50 Lakhs Max Super Ultra Mega – INR 75 Lakhs Max</p>	SGST Concession*	<p>Large: 30% Mega / Ultra Mega/ Super Ultra Mega: 50%</p>	Power Assistance**	<p>Reimbursement of INR 1/- per unit on the electricity bill for 5 years from the date of start of commercial production Large – Max INR 50 Lakhs/ Year Mega – Max INR 75 Lakhs / Year Ultra Mega – Max INR 1 Cr/ Year Super Ultra Mega – Max INR 1.50 Cr / year and 100% reimbursement on electric duty for 7 years</p>
-------------------------	--	-------------------------	--	---------------------------	--

***Power Assistance and Reimbursement of Electricity Duty will not be applicable for units falling under the category of Hotels & Resorts under the Mega Industrial & Investment Policy,*

**The SGST after adjustment of ITC on sale of finished product (B2C) will be reimbursed from the date of commencement of production of the unit for 5 years*

Mega Industrial and Investment Policy 2015

ETP Subsidy	Extra Employment Subsidy	Land Registration Fees	Stamp Duty	Land Rates Rebate
30% (up to 50 lacs)	@ INR 500 P.M. per Male @INR 700 P.M. per Female (Max 10 Yrs)	Land registration fee @INR 1/- per INR 1000/-	50% exemption	Rebate of 15%, 25% and 30% on SIIDCUL prevailing land rate for Large, Mega and Ultra Mega / Super Ultra Mega Projects respectively

**To avail the benefits of this policy, it will be necessary for each unit to employ at least 70% of its total workforce which are a domicile of Uttarakhand*

Mandi Tax : 75% Concession on Mandi Tax for Textile Industries

Mega Industrial and Investment Policy 2015

Amendment (2018 and 2020) - Highlights

AYUSH & Wellness activities are covered under the policy

Major **Tourism activities** are included in the policy

SGST after adjustment of ITC on sale of finished product (B2C) will be reimbursed

Policy Validity Period is effective from 28th July 2015 and will remain in-force up to 30th June 2020 or till the time new policy is notified

Industrial Development Scheme 2017

Central Capital Investment Subsidy

Central Capital Investment Incentive for access to credit (CCIIAC) @ 30% of the investment in plant and machinery* with an upper limit of INR 5.00 Crore

Central Comprehensive Insurance Incentive

Reimbursement of 100% insurance premium on insurance of building and Plant & Machinery for a maximum period of 5 years from the date of commencement of commercial production/operation

Note: 1. Units which have commenced production on or after 01st of April, 2017 and registered with DPIIT on or before 30th of September, 2018

2. All eligible units registered under the scheme with DPIIT through the portal prior to be eligible for any benefits in this scheme

*Plant & Machinery for service sector industrial unit shall include cost of construction of building and all other durable physical assets basic to the running of that particular service industry

IT Policy 2018

Subsidy for Rural BPO's

Cat A & B: BPOs that receive incentives under IBPS (India BPO Promotion scheme-MietY) would be eligible to receive an additional one time incentive of up to INR 1.0 Lakh per BPO per seat

Cat C & D: BPOs that receive incentives under IBPS (India BPO Promotion scheme-MietY) scheme would be eligible to receive an additional one time incentive of up to INR 25,000 per BPO per seat

Investment Subsidy

15% to 40% (Max up to INR 40 Lakhs) as per the MSME Policy

Patent Filing Cost

100% of actual filing costs on awarded patents, subject to a maximum of INR 2 Lakhs for domestic patents and INR 5 Lakhs for international patents as one time Incentive. (Only for Companies having their HQs in Uttarakhand)

Note: Specific Incentives for IT & ITES units will also be available under MSME policy and Mega Industrial and Investment policy as per eligibility

IT Policy 2018

Rebate on Lease/ Rental Space

Reimbursement up to 25% of lease /rental charges for the space for MSME IT/ITeS units and Incubators established in the state operating from leased / rented space in IT cities/IT Parks or any notified location, will be eligible with maximum limit of **INR 10 lakhs per year for Cat A&B and INR 5 Lakhs for Cat C&D**, for a period of 3 years for MSME IT/ITeS units and for a period of 5 years for incubators from the date of commencement of commercial operations.

Subsidy for BPO with Women Employees

BPOs that receive incentives under IBPS (India BPO Promotion scheme-MietY) in addition to above incentive the BPO is eligible to get an incentive as reimbursement on lease rentals up to 50% of the total seat employed by women for the given year with maximum limit of **INR 50,000 for Category A&B and INR 30,000 for Category C&D** on continuous basis for first 3 years only

**Incentives for Startups are available as per the Uttarakhand Startup Policy 2018*

Mega Textile Park Policy 2014

Interest Subsidy

**7% interest
subsidy for 7
year- INR 50
Lakhs Max**

Stamp Duty

**100%
Reimbursement**

Power Assistance

**Reimbursement
of INR 1/- per unit
on electricity bill**

**100%
reimbursement
on Electricity
Duty for 5 Years**

Land Rates Rebate

**Rebate of 50% on
SIIDCUL
prevailing land
rates**

**With the advent of GST, the current provision of reimbursement of VAT now stands discontinued. However, reimbursement of net State's share after adjustment of ITC on sale (B2C) is under consideration by State Government*

Uttarakhand Electric Vehicle manufacturing, EV Usage Promotion and related Services Infrastructure Policy 2018

Interest Subsidy

Applicable for 5 years from the date of commercial production, on the term loans availed from scheduled Bank/ financial Institution. Rate of subsidy to be administered as below:

For MSMEs – 5-10%

For Heavy Industries – 5%

For Large – 7% (Max. INR 25 Lakhs) , Mega – 7% (Max. INR 35 Lakhs) Ultra Mega – 7% (Max. INR 50 Lakhs)

Electricity Duty Exemption

100% for 5 years from the date of commencement of commercial production

EPF reimbursement

50% reimbursement for 10 years with Ceiling of 2 Crore for units employing 100 or more Skilled/ Semi skilled labour on full time basis

Uttarakhand Electric Vehicle manufacturing, EV Usage Promotion and related Services Infrastructure Policy 2018

Stamp Duty exemption

For MSMEs – 50-100% depending on the category (A,B,B+,C & D)
For Heavy Industrial investment: 50%
For Large, Mega & Ultra mega investment: 50%

SGST Reimbursement

For MSME & Large (investment upto INR 50 Crore) - @30% for 5 years after adjustment of input tax credit (for B2C sale)
For investment above INR 50 Crore - @50% for 5 years

Concession of Land Cost in SIIDCUL Industrial area

For Large Industrial investment – 5% (in case of 100% payment at the time of allotment)
For large – 15%, Mega – 25%, Ultra mega – 30%

Uttarakhand Electric Vehicle manufacturing, EV Usage Promotion and related Services Infrastructure Policy 2018

Environment Protection Incentives

For Large Projects: 30% (Up to INR 20 Lakhs)
For Large, Mega and Ultra Mega Projects: 30% (Up to INR 50 Lakhs)

EV mobility incentives

100% exemption of stage carriage permit for Commercial vehicles for 5 years from the date of registration
100% exemption from paying Motor Yan Tax for 5 years from the date of registration

Incentives for skill development

For organisation imparting Skill development training in EV/HEV component manufacturing will be entitled for training reimbursement @ INR 1000 per month for 50 trainees

Uttarakhand Film Policy 2015 (as amended in 2019)

Discount of Rest Houses	50% discount for Film units during the time of shooting will be provided for stay in Rest houses of Garhwal Mandal Vikas Nigam Ltd. except for the month of May, June and October
Industry Status	State Government shall grant 'Industry Status' to the cinema houses situated at a height greater than 1000 metres
Production Cost	The State may consider financing production costs (below INR 2 Crores) of up to a maximum of 75%
Tax Benefits	Based on merit, Films having more than 50% or more outdoor shooting in Uttarakhand will be made Tax free

Uttarakhand Film Policy 2015 (as amended in 2019)

Grant for Expenditure incurred in processing of Films

Expenditure incurred in processing of Films produced in Uttarakhand regional language:

- ▶ 30% or maximum of INR 25 Lakhs, whichever is minimum, if processing is done in Uttarakhand situated lab.
- ▶ 25% or maximum of INR 20 Lakh, whichever is minimum, if processing is done in lab outside Uttarakhand

Expenditure incurred in processing of Regional Films other than Uttarakhand for which 75% or more shooting is done in Uttarakhand:

- ▶ 30% or maximum of INR 15 Lakhs, whichever is minimum, if processing is done in Uttarakhand situated lab
- ▶ 25% or maximum of INR 10 Lakhs, whichever is minimum, if processing is done in lab outside Uttarakhand

Uttarakhand Film Policy 2015 (as amended in 2019)

Exemption from Shooting Charges	To popularise the region as a major tourist destination through films worldwide, the Uttarakhand Government has exempted all films shot in the state from shooting charges
SGST Reimbursement*	SGST Reimbursement upto 30% for the revival of cinema houses which are located in hilly regions (> 600 metres height) across the State.
Scholarship	A maximum of INR 25,000/- as yearly scholarship amount for the students (from Uttarakhand) pursuing their career from Film & Television Institute, Pune / Satyajit Ray Film & Television Institute, Kolkata.

**The SGST reimbursement will be done after the adjustment of ITC , effective from 1st July 2017*

Uttarakhand Tourism Policy 2018

Capital Subsidy

Up to capital investment of INR 10 Cr.)

- 15% to 40% (Max upto INR 15-40 Lakhs depending upon category)

Large (INR 10-75 Cr), Mega (INR 75-200 Cr) and Ultra Mega (More than INR 200 Cr)

- 10% or Max. upto INR 1.5 Cr. for hilly districts and 10% or Max. INR 1 Cr. for plain districts

Interest Subsidy

Up to capital investment of INR 10 Cr.)

- 5% to 10% (Max upto INR 3-8 lakh/ year/ unit depending upon category)

Large (INR 10-75 Cr), Mega (INR 75-200 Cr) and Ultra Mega (More than INR 200 Cr)

- 7% or Max. upto INR 25 Lakhs

Mega (75-200 Cr)

- 7% or Max. upto INR 35 Lakhs

Ultra Mega (More than 200 Cr)

- 7% or Max. upto INR 50 Lakhs

Uttarakhand Tourism Policy 2018

**Stamp Duty
Concession (only
on tourism related
projects)**

Up to capital investment of INR 10 Cr.

- 50-100% (depending upon category)

Large (INR 10-75 Cr), Mega (INR 75-200 Cr) and Ultra Mega (More than INR 200 Cr)

- 50% stamp duty (Reimbursed after completion of work)

**Tax Incentives
(Reimbursement
of SGST after
adjustment of
input tax credit)**

Up to capital investment of INR 10 Cr.

- 100% for first 5 years and 75-90% thereafter (depending upon category) (for B2C sale)

Large (INR 10-75 Cr), Mega (INR 75-200 Cr) and Ultra Mega (More than INR 200 Cr)

- 30 % for Large and 50% for Mega and Ultra Mega (for B2C sale)

**Power Assistance
/ Power Bill
Rebate**

Large (INR 10-75 Cr), Mega (INR 75-200 Cr) and Ultra Mega (More than INR 200 Cr)

- Concession of INR 1 per unit and 100% exemption on electricity duty for first 5 years after establishment of the unit.

Uttarakhand Tourism Policy 2018

Land Use Conversion Charges	Large (INR 10-75 Cr), Mega (INR 75-200 Cr) and Ultra Mega (More than INR 200 Cr) <ul style="list-style-type: none">10% of the circle rate towards land use conversion for any land parcel for tourism and entertainment purpose.
Special Incentive Scheme for Women Entrepreneur	Up to capital investment of INR 10 Cr. <ul style="list-style-type: none">Capital Subsidy: 25 % (Maximum up to INR 25 Lakhs)Interest Subsidy: 6 % (Maximum INR 5 Lakhs per year)
Concession on Land Registration fees	Large (INR 10-75 Cr), Mega (INR 75-200 Cr) and Ultra Mega (More than INR 200 Cr) <ul style="list-style-type: none">INR 1 per thousand
ETP	Large (INR 10-75 Cr), Mega (INR 75-200 Cr) and Ultra Mega (More than INR 200 Cr) <ul style="list-style-type: none">30 % capital subsidy or Max. upto INR. 50 Lakhs

Uttarakhand Aroma Park Policy

Capital Subsidy

- *40% (Max. INR 40 Lakhs)
- *On investment in plant and machinery and workshop building

Interest Subsidy

10% (max. upto INR 8 Lakh) per annum for a period of maximum 5 years

Stamp Duty

One time exemption of 100% on stamp duty of the sale deed/ lease deed
For units established in the designated Aroma Parks in the state.

SGST Concession

100% exemption**

***The SGST after adjustment of ITC on sale of finished product (B2C) will be reimbursed from the date of commencement of production of the unit for 5 years*

Uttarakhand Aroma Park Policy

Mandi Fee

100% exemption of Mandi fee on raw materials for a period of 5 years from the date of commencement of commercial production

Reimbursement of Electricity Bill

As per electricity tariff as applicable for Irrigation Tube wells (presently INR 1.55 per unit) for a period of 5 years from the date of start of production and uninterrupted electricity will be provided

Note: 1. The aroma units set up in Aroma Park shall undertake the same works/activities for which the units have been installed, otherwise the State government shall withdraw all grants or incentives given or proposed to be given under this policy

2. Specific Incentives will also be available under MSME policy, Mega Industrial and Investment policy and Government of India's Industrial Development Scheme 2017 as per eligibility

Uttarakhand AYUSH Policy 2018

Financial Assistance

One time financial assistance of 10% or INR 1.50 Crore for hill districts and INR 1 Crore for plains district

Investment Facilitation Desk (IFD)

Department of AYUSH shall set up an Investment Facilitation Desk (IFD) to provide necessary information related to available infrastructure such as land and physical infrastructure and various incentive/ schemes

Note: Specific Incentives for AYUSH related units will also be available under MSME policy, Mega Industrial and Investment policy and Government of India's Industrial Development Scheme 2017 as per eligibility

Biotechnology Policy 2018-23

Research Facilitation	<ul style="list-style-type: none">• Co-financing of industry sponsored research and research projects of public interest• Collaboration research grant for Uttarakhand Specific Projects
Facilitate Innovation	<p>Introduction of Grand Challenge</p> <p>Phase I: 5 innovators will receive proof of concept funding of INR 5 lakhs</p> <p>Phase II: Funding of INR 25 Lakhs to scale up to prototype</p>
Support to New Initiatives	<ul style="list-style-type: none">• Mentorship support of INR 5 Lakhs for start-ups to help facilitate access to private investors• Reimbursement of Project Report preparation cost up to INR 1 Lakh
Certification Cost	<p>Reimbursement of 50% of cost incurred in obtaining a standards certificate (ISO/BIS/GLP/GMP/NABL) limited to INR 5 Lakh per case</p>

Biotechnology Policy 2018-23

Patent Registration Cost

- Assistance in patent registration upto INR 0.5 Lakh for National and INR 2.00 Lakh for International

Preclinical Trial Support

Part Funding & Legal Backing to support preclinical trials of Biopharma & Bio-service Companies/Units and field trials of hybrid or high yielding seeds varieties limited to INR 25 Lakhs

EPF Contribution

Incentives up to 100% EPF Contribution

Biotechnology Policy 2018-23

Anchor Unit Subsidy

Anchor Unit Subsidy for the first two manufacturing Units for investment of INR 50 Cr. and employment of 70-100 members

Marketing Incentives

Reimbursement of 30% of the actual costs incurred for marketing programs, subject to a maximum of INR 2 Lakhs per year per company through Biotech corpus

Benefits for Mega Food Parks (MFP) and units established within MFP

Interest Subsidy	Stamp Duty	Power Assistance	Mandi Fee
Interest Subsidy of 6% to a maximum of INR 4 Lakhs every year till 5 years	100% Stamp Duty exemption will be available on purchase on land and lease deed for the first time	Tariff @ INR 1.55 / Unit for Irrigation purposes under agriculture sector will be applicable for food processing units	100% exemption on Mandi Fee on Raw Materials till 5 years from the commencement of Production

**With the advent of GST, the current provision of reimbursement of VAT now stands discontinued. However, reimbursement of net State's share after adjustment of ITC on sale (B2C) is under consideration by State Government*

Uttarakhand Aerospace & Defence Industrial Policy, 2020

Anchor Unit Subsidy	<p>10% (max upto INR 10 crore) on the fixed assets On investment of INR 100 crore or above with employment to 100 persons or more (The proposed investment should be made within 3 years) *Eligible for the first 5 Aerospace & Defence OEMs</p>
Incentives for skill development	<p>50% (for maximum 20 trainees employed on rolls) Max INR 5000/- per trainee per month per unit for 1 year</p>
Certification process subsidy	<p>50% (Max INR 25 Lakhs per unit)</p>
Land Subsidy	<p>20% concession/reimbursement on SIIDCUL land cost *applicable for 3 years from the date of notification of this Policy</p>

*** Notified Aerospace & Defence Industrial Parks/Clusters and industries to be established in the notified Aerospace and Defence Parks or Clusters from 1st April 2020 to 31 March 2025 will be eligible for following incentives and concessions under this policy*

Uttarakhand Aerospace & Defence Industrial Policy, 2020

Capital Subsidy for Units

As per MSME Policy and Mega Industrial & Investment Policy

Capital Subsidy for Aerospace & Defence Industrial Parks

10% on the fixed assets (maximum of INR 10 crore)

*Minimum Area requirement : 50 acres.

Development of Maintenance, Repair and Overhauling (MRO) complex is also covered

Electricity Duty Exemption

100% (for the first 5 years from the date of start of commercial production)

Expansion projects will be entitled to exemption for the additional electricity consumed for 5 years.

*** Notified Aerospace & Defence Industrial Parks/Clusters and industries to be established in the notified Aerospace and Defence Parks or Clusters from 1st April 2020 to 31 March 2025 will be eligible for following incentives and concessions under this policy*

Uttarakhand Aerospace & Defence Industrial Policy, 2020

Stamp Duty	As per MSME Policy and Mega Industrial & Investment Policy
Environmental Protection Infrastructure Subsidy	As per MSME Policy and Mega Industrial & Investment Policy
Offset Obligation Incentive	30% concession / reimbursement on the SIIDCUL land cost

*** Notified Aerospace & Defence Industrial Parks/Clusters and industries to be established in the notified Aerospace and Defence Parks or Clusters from 1st April 2020 to 31 March 2025 will be eligible for following incentives and concessions under this policy*

Uttarakhand Solar Power Policy-2013 (Amendment 2018)

Wheeling Charges

The wheeling charges shall be applicable as decided by UERC from time to time

Open Access

If Open Access is granted to any developer or beneficiary they shall have to pay the applicable Open Access charges and losses as approved by UERC from time to time. However, the Cross Subsidy Surcharge shall not be applicable for Open Access obtained for third party sale within the state

Third Party Sale

Third party sale will be eligible as per Electricity Act 2003 and orders by the UERC, from time to time, for which purchase rate can be mutually decided between generating station and consumer unit

Policy for Energy Generation from Pine Litter and Other Biomass-2018

Electricity Duty

The developers shall be exempted from payment of electricity duty on the electricity generated by the power plant for 10 year only after commissioning

Stamp Duty

If the power generation unit is set up in private land, the developer shall be exempted from payment of stamp duty for registration of documents. In case developer used this land for other purpose, the amount of stamp duty shall be recovered from the developer

Training Support

UREDA/Forest Department shall support the training & capacity building activities for CBOs on various issues related to setting-up of biomass based projects

1. Note: Specific Incentives will also be available under MSME policy as per eligibility.

Policy for Development of Micro & Mini Hydro Power (Upto 2 MW) 2015

Capital Fund Support

Developer could avail the Social Venture Capital Fund available with Rural Development Department through UPASaC (Uttarakhand Parvatiya Aajeevika Sanvardhan Company) and other programmes after fulfilling the eligibility

Royalty Exemption

100% Exemption.

Water Usage Charge Exemption

The projects awarded under this policy shall be exempted from the “Water uses charges”

Policy for Development of Micro & Mini Hydro Power (Upto 2 MW) 2015

Land Allotment

The Government land including the land belonging to the eligible PRI's, other than the forest land, if required, for Power Projects shall be allotted on lease for 40 years @ premium of INR 1 per square metre

Court Fee Exemption

Exemption from court fee for registration of documents relating to lease of land will be granted to the developer.

Industry Benefits

Micro & Mini hydro projects in Uttarakhand shall be treated as an Industry, all benefits declared by the State Government for the industry from time to time will also be applicable to these power project

Policy for Development of Small Hydro Power (2-25MW)

Small hydro Power projects (SHP) above 2.00 MW and up to 25.00 MW

Royalty Exemption

2-5 MW project: 100% Exemption for
Above 5 MW project: 100% for first 15 years.

Industry Benefits

Micro & Mini hydro projects in Uttarakhand shall be treated as an Industry, all benefits declared by the State Government for the industry from time to time will also be applicable to these power project

Policy for Development of Hydro Power (25-100 MW)

Small hydro Power projects (SHP) 25.00 -100 MW

Water Charges Exemption

The developer will be exempted from water royalty charges to an extent of units generated before scheduled date of commissioning

Right of Way

The private developer will not be required to obtain Government permission for the right of way for construction of transmission line and associated works linking with small hydro power plant with state grid substation

Industry Benefits

Hydro projects in Uttarakhand shall be treated as an Industry, all benefits declared by the State Government for the industry from time to time will also be applicable to these power project

Thank You



<https://investuttarakhand.com/>

For accessing the Uttarakhand IPFC official website
Please scan the QR Code

Contact Us

**Investment Promotion
&
Facilitation Centre
(IPFC)**

Address:

Industrial Area, Patel Nagar,
Dehradun

Email-Id:

ipfc@investuttarakhand.com

Website:

investuttarakhand.com

Toll free number:

1800-270-1213