# No. 2(2)/2019-SSS Government of India Ministry of Commerce and Industry Department for Promotion of Industry and Internal Trade (Special Scheme Section)

New Delhi, dated 8th February, 2019

#### OFFICE MEMORANDUM

Subject:

Industrial Development Scheme (IDS), 2017-General Operational Guidelines for the States of Himachal Pradesh and Uttarakhand.

The undersigned is directed to forward herewith the General Operational Guidelines for Industrial Development Scheme (IDS) in respect of Himachal Pradesh and Uttarakhand for appropriate action.

Encl: As above.

(Uday Singh Mina)

Director

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To

- 1. Shri Manoj Kumar, Principal Secretary(Ind.), Directorate of Industries, Udyog Bhawan, Shimla 171 004, Himachal Pradesh.
- 2. Ms. Manisha Panwar, Principal Secretary, Directorate of Industries, Industrial Estate, Patel Nagar, Dehradun 248 001 (Uttarakhand).
- 3. Shri Hans Raj Sharma, Commissioner/Director of Industries, Directorate of Industries, Udyog Bhawan, Shimla 171 004, Himachal Pradesh.
- 4. Shri S.C. Nautiyal, Director of Industries/Member Secretary, Directorate of Industries, Industrial Estate, Patel Nagar, Dehradun 248 001 (Uttarakhand).
- 5. Director, NIC is requested to upload the same on DPIIT website.



These operational guidelines should be read with the IDS, 2017 notification dated 23.04.2018 and IDS Portal Operational guidelines dated 06.02.2019.

## For claiming Central capital investment incentive for access to credit (CCIIAC)

#### 1.1. Inspection of the unit

- (i) The unit should file online intimation of its readiness to receive field inspection team after it has actually commenced commercial production. All the Central Capital Investment Incentive for Access to Credit (CCIIAC) Claims where value of plant and machinery is upto Rs.5.00 crore, shall be inspected by DIC, whereas for the value of plant and machinery in excess of Rs.5.00 crore, a field visit must be organized by State Govt. comprising one representative each from (i) State Govt. concerned, (ii) the financial Institution which has appraised the unit, (iii) HPSIDC/SIDCUL and (iv) in case investment in eligible plant and machinery is above Rs.20 crores, field visit team shall be nominated by DPIIT.
- (ii) The functions of the Field Visit Team as applicable shall broadly be as follows:-
  - To verify the physical availability of the Plant and Machinery in respect of which claim has been made by the industrial unit.
  - To ascertain whether the components/ items of these plant and machinery in respect of which subsidy claimed by the industrial unit is as per the provisions of the scheme and subsequent clarifications issued from time to time.
  - To invariably consider the Appraisal Report of the Financial Institutions(s) of the Industrial Unit along with other relevant documents while assessing the quantum of the value of Plant and Machinery.
  - To suitably explain the deviations (if any) in the value of Plant and Machinery considered eligible for subsidy from the Appraisal

Report. The deviation report shall be submitted as per the format given at Annexure.

- To submit field visit report within 5 working days from the date of completion of field visit of the unit
- (iii) Inspection of the unit is mandatory before considering the claims under any incentive components under the scheme, submitted by the unit.
- (iv) It should be ensured that applicant units fulfill the conditions stipulated under para 4.5 of the notification dated 23.04.2018.
- (v) DPIIT reserves the right to conduct the inspection of any unit, irrespective of the financial limit as mentioned above.
- 1.2 The claim application is to be submitted online, latest within one year of commencement of commercial production.
- 1.3 A unit at the time of submission of claim is required to submit details regarding total investment made in the project, installed capacity and calculation of actual / projected Return on Investment (RoI) up to 5 years from the date of commencement of commercial production.

### 2. For claiming Central Comprehensive Insurance Incentive

- 2.1 Each claim is to be submitted for a complete financial year. The first claim / last claim of the unit may be preferred part of the financial year, depending on the date of commencement of commercial production.
- 2.2 Claim application is to be submitted within a period of 6 months, from the end of concerned financial year for which claim is made.
- 2.3 A claimant unit will be required to furnish details of building, plant and machinery insured.

#### 3. Authority to approve claims

- 3.1 All claims pertaining to Central Capital Investment Incentive for access to credit (CCIIAC), where eligible amount of Plant and machinery is upto Rs.20.00 crores, will be approved by State Level Committee (SLC). State Level Committee (SLC) shall be setup by the concerned State Government consisting of representative from State Industries Department, State Directorate of Industries, State Finance Department, HPSIDC/SIDCUL and the financial institution concerned (if the industrial unit is being assisted by a financial institution). SLC shall go into details of each case to decide whether the unit qualifies for grant of incentive and also about the quantum of incentive.
- (i) Approval of Capital Investment Incentive, where eligible amount of plant and machinery is more than Rs. 20.00 crore will be done by the Empowered Committee.
- (ii) For insurance incentive, claims upto Rs. 20 lakhs will be approved by DLC and claims in excess of Rs. 20 lakhs will be approved by SLC.

#### 4. Other provisions

- (i) Central capital investment incentive for access to credit (CCIIAC) should mandatorily be approved by the appropriate authority (as per the limits mentioned above) before getting benefits under insurance incentive.
- (ii) No interest on account of delay in payment of any incentive can be claimed by the unit. The beneficiary unit has to furnish an undertaking to abide by this term.
- (iii) A claimant unit will be required to furnish proof of payment made through Electronic mode / cheque / DD in respect of claim preferred by them. No claims involving cash payment will be entertained.

(iv)	Time limit for filling of the claims for availing benefits under scheme is as
	mentioned above for respective incentives or within one year of the grant of
	registration, whichever is later.

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Name of the Unit-New Unit

											SI.
TOTAL							2			Items/Components of Plant & Machinery	As Appraised by Financial Institution assisting the project/ Independent Agency
							**			Cost (Rs: In lakh)	stitution nt Agency
										Items/Components of Plant & Machinery	As considered eligible for subsidy un
								0.7		(Rs. in lakh)	le for subsidy und
	107									Appraisal report of the Financial Institution	nder  Reason for deviation (if any) from

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