

HARYANA INVESTMENT SUBSIDY

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Objective

- The scheme provides for a financial incentive which will be given to the enterprises as a percentage of their net SGST cash liability (i.e. SGST liability to be paid through electronic cash ledger) up to a certain period, subject to a limit applicable for the class of the enterprise in terms of their New Fixed Capital Investment (FCI).
- The government wants the enterprises to invest in the backward areas and they have categorized those blocks as A, B, C and D, where D is the most backward. The investment amount is the least and rewards are most for the backward blocks.

Basic Features

- Effective from **January 1st, 2021** to **December 31st, 2025**.
- Applicable on –
 - a) New Enterprises;
 - b) Expanding/Diversifying Enterprises (50% additional investment in P&M);
- Applicable on –
 - a) Enterprises which have gone into production on or after 1st January 2021; or
 - b) Enterprises which have taken effective steps for establishment of Industrial Unit before on or before December 31st, 2025.

Basic Features

- **Effective steps means** an industrial unit fulfilling following conditions—
 - a) has arranged land or premises by way of purchase, allotment/ transfer, registered lease/rent; and
 - b) has obtained sanction for raising finance from financial institution if applicable or has made adequate arrangement for investments to the satisfaction of competent authority; and
 - c) has applied for CLU/NOC (if applicable); and
 - d) such unit would start commercial production within two years i.e. before December 31st 2027 and in case of Mega Projects having special package of incentives, commercial production before December 31st 2028.

The background of the slide is a repeating pattern of light gray L-shaped symbols. Each symbol consists of three vertical lines on the left and three horizontal lines on the bottom, forming an 'L' shape. These symbols are arranged in a grid across the entire page.

Quantum of Incentive

Mega Projects

Investment Criteria

Fixed Capital Investment (Block wise)

- Area B- 200 Cr.
- Area C- 100 Cr.
- Area D- 75 Cr

Incentive (As a % of Net SGST)

First 5 years & Next 3 years

- B- 30% & 15%
- C- 50% & 25%
- D- 75% & 35%

Maximum incentive

- B & C – 100% of FCI
- D- 125% of FCI

Large Projects

Investment Criteria

- Investment in P&M > 50 Cr.; and
- Turnover > 250 Cr.

Incentive (As a % of Net SGST)

First 5 years & Next 3 years

- B- 30% & 15%
- C- 50% & 25%

First 7 years & next 3 years

- D- 75% & 35%

Maximum Incentive

- B & C – 100% of FCI
- D- 125% of FCI

Micro, Small, Medium Enterprises

Investment Criteria

Medium Enterprises

- Investment in P&M/Eq. < 50 Cr.; and
- Turnover < 250 Cr.

Small Enterprises

- Investment in P&M/Eq. < 10 Cr.; and
- Turnover < 50 Cr.

Micro Enterprises

- Investment in P&M/Eq. < 1 Cr.; and
- Turnover < 5 Cr.

Incentive (As a % of Net SGST)

First 5 years & Next 3 years

- B- 50% & 25%

First 7 years & Next 3 years

- C- 75% & 35%

First 10 years & Next 3 years

- D- 75% & 35%

• **Maximum Incentive**

- B- 100% of FCI
- C- 125% of FCI
- D- 150% of FCI

Thrust Sectors

Investment Criteria (8 thrust sectors)

- Auto, Auto-Components, Light Engineering
- Agro-based, Food Processing & Allied Industry
- Textiles & Apparels
- Defence & Aerospace manufacturing
- Pharmaceuticals and Medical devices
- Chemical & Petrochemicals,
- Large scale energy & data storage
- Electronic System Design & Manufacturing.

Incentive (As a % of Net SGST)

- B- 50% for 7 years
- C- 75% for 8 years
- E- 100% for 10 years
- A- 100% up to 5 years
- B, C & D- 100% up to 10 years

- **Maximum Incentive**
- B- 100% of FCI
- C- 125% of FCI
- D- 150% of FCI
- 100% of FCI

Start-ups

Investment Criteria

- As defined by Department of Electronics and Information Technology, Haryana and registered with Startup Haryana.

Incentive (As a % of Net SGST)

- 100% for 7 years

Maximum Incentive

- 100% of FCI

Services Enterprises

Investment Criteria

- Health Care;
- Education,
- IT;
- Bulk Courier;
- R&D Centres;
- Testing Lab;
- Engineering & Design,
- Equipment leasing, Equipment Maintenance and Repair,
- Environmental services,;
- Entertainment parks

Incentive (As a % of Net SGST)

- B, C & D- 50% up to 5 years

Maximum Incentive

- 100% of FCI

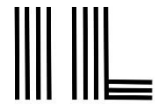
Thank You

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