

INCENTIVES UNDER GUJARAT INDUSTRIAL POLICY 2020



S. N.	Particulars	Details
1.	Name of the department	Industries & Mines Department
2.	Policy title	Gujarat Industrial Policy 2020
3.	Policy operational period	2020 -2025

Name of Scheme: Scheme of Assistance to GIDC for Development of Multi Storeyed Sheds for Micro and Small Enterprises (MSEs) (Resolution No.: SSI-102020-332306-Ch			
S. No.	Scheme No.	Quantum of Assistance	
1.	Scheme 1	 55% of total eligible expenditure incurred for development of multistoried shed GIDC will pass on this assistance to the beneficiary at the time of allotment 	

Name of Scheme: Dr. Babasaheb Ambedkar Udhyog Uday Yojana for SC/ST Entrepreneurs of MSME				
S. No.	Scheme No.		Quantum of Assistance	
		Taluka	Assistance	
		Category 1	30% of term loan amount subject to a maximum amount of Rs. 40 lakhs, if the eligible FCI is above 10 Crores, additional Rs. 10 lakhs will be provided	
1.	Scheme 1 – Assistance of Capital Investment Subsidy	Category 2	25% of term loan amount subject to a maximum amount of Rs. 35 lakhs, if the eligible FCI is above 10 Crores, additional Rs. 7.5 lakhs will be provided	
		Category 3 and Municipal Corporation areas	15% of term loan amount subject to a maximum amount of Rs. 15 lakhs, if the amount eligible FCI is above 10 Crores, additional Rs. 5 lakhs will be provided	
			Manufacturing Sector	
		Taluka	Interest Subsidy	
	Scheme 2 – Assistance for Interest Subsidy	Category 1	8% on term loan with the maximum amount of Rs. 35 lakhs per annum for a period of 7 years	
2.		Category 2	7% on term loan with the maximum amount of Rs. 30 lakhs per annum for a period of 6 years	
		Category 3 and Municipal Corporation areas	6% on term loan with the maximum amount of Rs. 25 lakhs per annum for a period of 5 years	
			erest subsidy to differently abled entrepreneur, women registered startup in manufacturing sector	

			1
		1% additional subs on the date of sanc	idy to young entrepreneurs under the age of 35 years tion of term loan
			Service Sector
		Taluka	Interest Subsidy
		Category 1	8% on eligible term loan with the maximum amount of Rs. 35 lakhs per annum for a period of 7 years
		Category 2	7% on eligible term loan with the maximum amount of Rs. 30 lakhs per annum for a period of 6 years
		Category 3 and Municipal Corporation areas	6% on eligible term loan with the maximum amount of Rs. 25 lakhs per annum for a period of 5 years
		1% additional inter having Udyam/MS	rest subsidy to registered start up in service sector and SME registration
3.	Scheme 3 – Assistance for Quality Certification	(ERP) system subject Quality Certification 60% of fee payable to (i.e. BIS/ISI/WHO experies for that certification)	ost for installing the Enterprise Resource Planning et to a maximum amount of Rs. 1,00,000/- o certification for national /international certification etc.) and 60% cost of testing equipment and machinery tification totaling up to maximum amount of Rs. 10
4.	Scheme 4 – Financial Support to MSMEs in ZED (Zero Defect and Zero Effect) Certification	lakhs The enterprise will be eligible for subsidy of 50% of all charges after deducting the assistance received from the Government of India for ZED Certification, up to a maximum amount of Rs. 50,000/-	
5.	Scheme 5 – Assistance in implementation of Information and Communication Technology	Assistance of 75% of the up to Rs. 5,00,000/-	capital expenditure related to ICT facilities, maximum
6.	Scheme 6 – Assistance for Technology Acquisition	Assistance for acquisition payable subject to a max first two years	n of appropriate technology by way of 70% of the cost imum of Rs. 50 lakhs, including royalty payment for the
7.	Scheme 7 – Assistance for raising capital through SME exchange	30% expenditure incurre to Rs. 5 lakhs one time a by SME Exchange	ed on raising funds through SME Exchange maximum fter successful raising of equity as per approved scheme
8.	Scheme 8 – Assistance for Power Connection charges	Assistance of 50% of cha lakhs	rges paid for LT/HT service line, maximum up to Rs. 5
9.	Scheme 9 – Assistance to basic industrial infrastructure (water, gas and approach road)		t of capital investment for infrastructure or expenditure acilities, maximum up to Rs. 15 lakhs including all
10.	Scheme 10 – Assistance to special entrepreneurship training with 360 degree approach with mentoring support and sustenance allowance for promoters/entrepreneurs	per person Assistance for mentorshi Nodal institutions wishare his/her experie Assistance for mentor	of course fees maximum up to Rs. 10,000/- per month ip support ill identify mentor from the industrial field, who can ence with trainees orship support @100% of mentorship cost limited 5,000/- per month per person will be paid to the

		Assistance as sustenance allowance
		The entrepreneur will be provided Rs. 5000 per month as sustenance allowance for the duration of entrepreneurship training through the nodal institution
11.	Scheme 11 – Assistance to GIDC for developing multi –storied shed in estates	 An enterprise will be eligible for assistance up to 70% of the allotment price of GIDC On payment of 30% of allotment price, GIDC will hand over the possession of the shed and submit the claim of subsidy up to 70% of the allotment price to the MSME Commissionerate
12.	Scheme 12 – Assistance to MSEs for shed development by private developer	 The private developer will be eligible for additional assistance up to 15% of the total cost of land, building, other infrastructure facilities, Technical Consultancy fees and TPQA charges which is termed as cost of shed (in addition to 55% assistance granted by the government to private developer) On payment of 30% of price of shed to private developer by SC/ST entrepreneur, the private developer will hand over the possession and submit the claim. The assistance under the scheme will be disbursed to private developer at the rate of 35% of the cost of shed on the sale of individual shed and the remaining assistance shall be disbursed to private developer after the commencement of production by MSEs
13.	Scheme 13 – Assistance in rent to MSEs	 Assistance of 70% of rent paid by the enterprise with maximum limit of Rs. 1,00,000/- per annum Assistance will be provided for 5 years
14.	Scheme 14 – Assistance to MSMEs of manufacturing sector for participation in exhibitions	 State Level Exhibition – Assistance of 80% maximum up to Rs. 50,000/- National Level Exhibition – Assistance of 80% maximum up to Rs. 1 lakh International Level Exhibition (Inside India) – Assistance of 80% maximum up to Rs. 2 lakhs International Level Exhibition (Outside India) – Assistance of 70% maximum up to Rs. 5 lakhs
15.	Scheme 15 – Assistance to MSEs of SC/ST for plot developed by GIDC	 GIDC will allot the plot to SC/ST entrepreneur in the estate approved Assistance of up to 70% of the allotment price of GIDC On payment of 30% of allotment price , GIDC will hand over the possession of the plot and submit the claim of subsidy up to 70% of the allotment price to the commissioner MSME

S. No.	Scheme No.		Quantum of Assistance
1.		Taluka	Capital Subsidy
	Scheme 1 – Assistance of Capital Investment Subsidy	Category 1	 @25% of term loan amount up to Rs. 35 lakhs Additional Rs. 10 lakhs for investment > 10 crore
		Category 2	 @20% of term Loan amount up to Rs. 30 lakhs Additional Rs. 7.5 lakhs for investment > 10 crore
		Category 3 and Municipal Corporation areas	 @10% of eligible term loan amount up to Rs 10 lakh Additional Rs. 5 lakhs for investment > 10 Crores
	Scheme 2 – Assistance for Interest Subsidy		For Manufacturing and Sector
		Taluka	Interest Subsidy
2.		Category 1	@7% of term loan amount up to Rs. 35 lakhs p.a. for 7 years
		Category 2	@6% of term loan amount up to Rs. 30 lakhs p.a. for 6 years
		Category 3 and Municipal Corporation areas	@5% term loan amount up to Rs. 25 lakhs p.a. for 5 years

		entrepreneur and 1% additional int	erest subsidy to differently abled entrepreneur, Wome I registered startup in manufacturing sector erest subsidy to young entrepreneur below age of 35 of sanction of term loan.
			For Service Sector
		Taluka	Interest Subsidy
		Category 1	• @7% of term loan amount up to Rs. 35 lakhs p.a for 7 years
		Category 2	• @6% of term loan amount up to Rs. 30 lakhs p.a for 6 years
		Category 3 and Municipal Corporation areas	• @5% term loan amount up to Rs. 25 lakhs p.a. for 5 years
			erest subsidy to registered start up in service sector and gistration as MSME.
		2015, following servicesFinancial servicesHealth servicesTransport and logAudio visual services	gistics services ices tted engineering services
3.	Scheme 3 – Assistance for Quality Certification	BISASI/WHO/OMP/H certification) and 50%	ertification for national /International Certification(i.eallmark etc and other national/international cost of testing equipment and machinery required for ng up to maximum amount of Rs.10.00 lakh (Excludin
4.	Scheme 4 – Financial support to MSMEs	after deducting the assi	eligible for subsidy @ 50% of all charges on the amount istance received from Government of India for ZED aximum amount of Rs. 50,000.
5.	Scheme 5 - Assistance in implementation of Information and Communication Technology(ICT)	Assistance of 65% of th up to Rs. 5,00,000	e capital expenditure related to ICT facilities, maximu
6.	Scheme 6 – Assistance for Technology Acquisition	for its product/ process	on of appropriate technology from recognized instituti s during the operative period of the scheme will be 6 of the cost payable subject to a maximum of Rs. 50 la ent for first two years
7.	Scheme 7 – Assistance for Patent Registration		st/expenditure incurred for any number of patent maximum Rs.25 lakh per applicant/Enterprise for ration
8.	Scheme 8 - Assistance for saving in consumption of Energy and Water	consultant subject once during the op 25% of cost of equi	/water audit conducted by a recognized institution/ to maximum Rs. 50,000/- for each will be reimbursed erative period of the scheme pment recommended by the Auditing authority subjec o lakhs one time assistance will be eligible during the f the scheme.
9.	Scheme 9 - Assistance for raising Capital through SME Exchange	to Rs 5 lakhs one time	red on raising of fund through SME Exchange maximu after successful raising of equity as per approved schen ng the operative period of the scheme
10.	Scheme 10 - Assistance for reimbursement of CGTMSE fees	sanction Collateral such loans • Annual Service fee 0.85% or as amend	lia has introduced instruction to financial institution to free loans up to Rs.2 crore by charging additional fee of s: 1st Year - 1.8% + Risk Premium 2nd Year onwards - led by CGTMSE (Credit Guarantee Fund Trust for Mic ises) Trust/RBI from time to time

		Assistance as reimbursement @ 100% annual Service fees paid to Bank/financial Institution by entrepreneur for availing of collateral free term loan under CGTMSE, for the period of five year
11.	Scheme 11 - Rehabilitation of Sick enterprises	 MSME Sick Industrial enterprise satisfying the criteria of Sick enterprise as per the RBI guidelines will apply to MSME Commissionerate for Sick Enterprise registration MSME Commissioner will scrutinize the application on the basis of the balance sheets For preparing the diagnostic report from expert/ expert agency and expenditure thereof will be reimbursed @50% cost of preparation of Draft Rehabilitation Scheme as assistance subject to maximum of Rs. 1 lakh to sick enterprise
12.	Scheme 12 - Assistance for Power Connection charges	Assistance @ 35% of charges paid for LT/HT service line, maximum limit up to Rs. 5 lakhs
13.	Scheme 13 - Assistance in Rent to MSEs	 The assistance @ 65% of rent paid by the enterprise with maximum limit of Rs. 1,00,000/- (one lakh) Per Annum The assistance @ 65% of rent paid by the enterprise with maximum limit of Rs. 1,00,000/- (one lakh) Per Annum.

Name of	Name of Scheme: Scheme of Assistance to MSEs for Shed Developed by Private Developer			
S. No.	Scheme No.	Quantum of Assistance		
1.	Scheme 1 – Scheme of Assistance to MSEs for Shed Developed by Private Developer	 The assistance of 55% of the total cost of land, building, other infrastructure facilities, Technical Consultancy fees and TPQA charges subject to maximum ceiling of Rs. 5 Crores. The assistance will be disbursed @30% of the cost of shed after the sale of individual shed and the remaining 25% assistance shall be disbursed to private developer after commencement of the production by MSEs The private developer will pass on this assistance to the allotee at the time of allotment 		

Name of Scheme: MSME Awards			
S. No.	Scheme No.	Quantum of Assistance	
		Separate awards to be given to Micro, Small and Medium Category: • Award of Rs. 2 lakhs, trophy and appreciation letter to each winner	
1.	MSME Awards	Award to best MSEs Entrepreneur for woman entrepreneur, young entrepreneur (below 35 years) and SC/ST entrepreneurs: • Award of Rs. 2 lakhs, trophy and appreciation letter to each winner	
		Award for commercially successful best MSME start up: • Award of Rs. 2 lakhs, trophy and appreciation letter to each winner	

Name of	Name of Scheme: Market Development Assistance to MSMEs			
S. No.	Scheme No.	Quantum of Assistance		
1.	Scheme 1 – Assistance to MSME Manufacturing sector participation in the Exhibition (National and International	 State Level Exhibition – Assistance @75% maximum up to Rs. 50,000 National Level Exhibition – Assistance @75% maximum up to Rs. 1 lakh International Level Exhibition (Inside India) – Assistance @75% maximum up to Rs. 2 lakh International Exhibition (outside India) - Assistance to MSMEs to attend National & International Exhibitions for 60% of stall rent up to INR 5 lakh 		
2.	Scheme 2 – Assistance to organizers for organizing industrial exhibitions in Gujarat	Assistance to organizers – Assistance @60% of bill of electricity consumption during the exhibition and pre preparation period of the exhibition		

Name of Scheme: Scheme for Assistance to Logistic Park			
S. No.	Scheme No.	Quantum of Assistance	
1.	Scheme 1 – Scheme for Assistance to Logistic Park	 Assistance of up to 25% of eligible fixed capital investment with a ceiling of Rs. 15 crore Reimbursement of Stamp Duty 	

Name of Scheme: Scheme of Assistance for Industrial Infrastructure			
S. No.	Scheme No.	Quantum of Assistance	
1.	Scheme 1 – Scheme for Assistance to Logistic Park	For Industries Association, Chamber of Commerce and industry or SPV of industries (which are registered under Societies Act, Trust Act or the Companies Act) or any Large Project/Group and Any Government Department, Govt. Agency or Authority, State and Central Govt. PSUs, Board, Corporation, Municipal Corporations • Under the scheme, assistance will be considered up-to 80% of eligible project cost or Rs. 25 Crores per project, whichever is less • If the assistance sanctioned is less than 80% of project cost under any scheme of Government of India, the remaining assistance, collectively to be not more than 80% of total project cost will be provided for eligible activities mentioned in para 2.2 under this scheme. In case of MSE Cluster, balance assistance up to 90% of total project cost will be eligible	

Name of Scheme: Scheme for Financial Assistance to Industrial Parks			
S. No.	Scheme No.	Quantum of Assistance	
1.	Scheme 1 – Scheme for Assistance to Logistic Park	Private industrial parks Assistance of up to 25% of FCI (50% in case of Vanbandhu talukas) for building and infrastructure development up to Rs. 30 crore Additional 50% for common hostel/dormitories with a ceiling of Rs. 20 crore Stamp duty reimbursement	

Name of Scheme: Scheme for Capital Subsidy to Large Industries and Thrust Sectors				
S. No.	Scheme No.	Quantum of Assistance		
	Scheme 1 – Scheme for Capital Subsidy to Large Industries and Thrust Sectors	Taluka	For General Sectors	For Thrust Sectors
		Category 1	10% of eligible Fixed Capital Investment (FCI) (excluding land)	12% of eligible FCI (excluding land)
		Category 2	8% of eligible FCI (excluding land)	10% of eligible FCI (excluding land)
1.		Category 3	4% of eligible FCI (excluding land)	6% of eligible FCI (excluding land)
		Date of Co subject to If the tota 10 years d eligible pe remain IN In case, if	le capital subsidy will be given over a pommercial Production (DOCP) in equal annual ceiling of INR 40 Crore I eligible capital subsidy could not be due to upper ceiling of INR 40 cr. per a priod will be extended further upto 10 y IR 40 cr. per annum during such extended total eligible capital subsidy is not such to total eligible capital subsidy is not such to upper ceiling of INR 40 cr. per	d annual installments disbursed within period of nnum, for such unit the rears. The annual ceiling will aded period disbursable within period

entitlement of capital subsidy will be disbursed in equal 20 yearly installments of without any upper ceiling

S. No.	Scheme No.	Quantum of Assistance		
		Eligible Activity Quantum of Assistance per project		
1.	Scheme 1 – Scheme of Assistance for Environment Management	 Up to 35% of the cost of plant and machinery with a ceiling of Rs. 35 lakhs Up to 10% of the cost of plant and machinery with a ceiling of Rs. 35 lakhs for large projects Any other environment management project with use of clean, efficient and innovative pollution control equipment Up to 25% of the cost of plant and machinery with a ceiling of Rs. 35 lakhs Up to 10% of the cost of plant and machinery with a ceiling of Rs. 35 lakhs Up to 10% of the cost of plant and machinery with a ceiling of Rs. 35 lakhs 		
	Scheme 2 – Scheme for Assistance to Encourage "Green Practices and Environmental Audit to MSMEs"	Eligible Activity	Quantum of Assistance per	
2.		Periodic Environmental at except those required to b out under the act and rule direction of court of law	udits e carried • Up to 75% of fees of audit service wit a ceiling of Rs. 50,000 per audit,	
		Any other environment management project with clean, efficient and innova pollution control equipme	tive • Up to 10% of the cost of plant and	
		Installation of Online Con Stack Emission Monitorin system, online effluent qu monitoring system with connectivity to GPCB/CET project	g lakhs, whichever is less	
		Industrial building of mor 2,000 sqm built up area w obtained green rating und IGBC/LEED or GRIHA	hich 2.5 lakhs, whichever is less	
		Setting up of Environment Management System inclusetting up of Environment Management Laboratory	iding ceiling of Rs. 10 lakhs	
		Purchase of new equipment/system related safety, occupational health environment compliances common use of industries in a cluster of minimum 10	or for per cluster for located	
		Industries practicing at lea waste water recovery thro liquid discharge as certifie GPCB	ugh zero relevant equipment/system or Rs. 75	

S. No.	Scheme No.	Quantum of Assistance		
1.	Scheme 1 – Financial Assistance for Common Environmental Infrastructure Facilities	Assistance up to 40% of eligible fixed capital investment in the project for Common Effluent Treatment Plant, Waste Management System, upgradation of existing CETPs, common spray dryer, common multiple effect evaporator etc. up to INR 50 Crore		
2.	Scheme 2 – Common Boiler project by SPV constituted by minimum 10 MSMEs	35% or maximum Rs. 2 Crores, if solid fuel is used and 50% of cost maximum Rs. 2 Crores, if cleaner fuels like CNG, PNG, Bio Fuel etc are used for Common Boiler project		
3.	Scheme 3 – Scheme for strengthening the Regulation and Environmental Compliances	Need based support, maximum up to Rs. 50 lakhs will be provided		
4.	Scheme 4 – Scheme for Development of Green Estate	Eligible Activity	Quantum of Assistance per project	
		Assistance for preparation of site masterplan for relocation/retrofitting of existing polluting industrial units into Green Industrial estate as per the direction of GPCB/MoEF by recognized Institutions of the state	• 75% assistance maximum up to Rs. 80 lakhs	
		Assistance for preparation of site masterplan for relocation/retrofitting of existing polluting industrial units into Green Industrial estate	• 25% of capital cost or maximum Rs. 25 Crores	

Name of Scheme: Scheme for Enhancement of Technical Competence and Manpower			
S. No.	Scheme No.	Quantum of Assistance	
1.	Scheme 1 – Scheme of Financial Assistance for Setting up Anchor Institute	Financial assistance both for capital and operating expenses to Anchor Institute shall be maximum up to Rs.10 crores during the operative period of 5 years, subject to furnishing of 10% of the sanctioned budget (by SLEC) as Performance Bank Guarantee	
2.	Scheme 2 - Short-term Bridge Courses by Industries/Institute	 The cost of machinery and equipment including classroom furniture and fixture and refurbishing of building up to 75% (Grant release 60% as first phase and balance 15% after completion of 5 years), of the total fixed cost limited up to Rs.100 lakhs Refurbishing of the existing building premises dedicated for the specific training courses will be eligible for financial support limited to 20% of project cost and maximum up to Rs.20 lakhs 	
3.	Scheme 3 - Specialized Skill Development Centers	The assistance to the extent of 50% of the project cost, maximum of up to Rs.2 crore, covering only equipment and machinery including installation cost, electrification, and other related investment will be provided, subject to furnishing of 10% of sanctioned grant as performance bank guarantee, on reimbursement basis	
4.	Scheme 4 - Scheme of financial assistance for setting up Skill Up- gradation Centers (SUCs) at GIDC Estates/ Other registered Estates/ Industrial Parks/ SEZs/ Investment Regions	Support for acquisition of machinery/ equipment/ tools/ furniture and fixtures costing up to Rs.1 crore	

5.	Scheme 5 - Skill Development to MSME Sector	100% of course fees, maximum up to Rs.10,000 per trainee for a one week or for more duration of skill upgradation for MSMEs in a training programme conducted in institutions recommended by an Anchor Institute or as per existing provision in force in MES/ NCVT/ GCVT/ Sector Skill Council etc. in specific sector
6.	Scheme 6 - Assistance for Tuition fees for Enhancement of Skill	Financial assistance shall be given for per training programme per candidate as under: Rs. up to 15.000/- for 121 hrs and above training duration Rs. up to 10,000/- for 61 to 120 hrs training duration Rs. up to 5,000/- for40 to 60 hrs training duration

Name of Scheme: Scheme for Assistance for Research & Development Activities			
S. No.	Scheme No.	Quantum of Assistance	
1.	Scheme 1 – Assistance to establish R&D/product development centre	For institutions/companies • Eligible institutions can avail assistance of up to 30% of the project cost of machinery and equipment maximum up to INR 5 crore for setting up Research & Product Development center in the state	
2.	Scheme 2 – Assistance for contract/sponsored research work	For institutions/companies • Assistance for Contract/Sponsored research work from any industrial enterprise/Industrial association to recognized R&D institution / technical collages approved by AICTE, at 50% of project cost, excluding cost of land and building, subject to maximum INR 50 Lakhs	
3.	Scheme 3 – Assistance to R&D institutions/laboratories set up by the state government or by Government of India	Assistance as per requirement after scrutiny of proposal by SLEC and submission to government with recommendations	
4.	Scheme 4 – Assistance to Industrial Association for establishment of R&D Laboratories	Assistance of up to 60% of the project cost of machinery and equipment cost for setting up of laboratories by Industries Association subject to a maximum of Rs. 5 Crores	

 $Refer\ \underline{\textbf{https://ic.gujarat.gov.in/industrial-policy2020.aspx}}\ for\ detailed\ scheme\ documents$