



Industrial Policy 2014-19

Government of Chhattisgarh

Department of Commerce and Industries

Note

This English translation is for reference purposes only. In the event of any discrepancy between the Hindi original and this English translation, the Hindi original shall prevail.

Industrial Policy 2014-19

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1 Preface

1.1 The state of Chhattisgarh was created with immense possibilities of development. The State, because of its economic powers like immense mineral resources; 44 percent forest area, peaceful labour environment, availability of necessary infrastructure and good governance has successfully established itself as the preferred destination in the country for the investors. The State is well connected through road, rail and air links to all major metro cities of the country. The State Capital "Naya Raipur" is being developed as the first greenfield "Smart City" in the country; the city has a planned underground network of power supply and communication facilities. . The State is self-sufficient in power supply and has virtually "zero power cuts". The electricity rates in Chhattisgarh are lower as compared to the other developed states in the country. Due to uninterrupted quality power supply and abundance of mineral resources, the price of cement, steel, aluminium is comparatively lower.

The state is aggressively adopting 'Ease of Doing Business' practices towards facilitating transparent and a public-oriented administration. Online platforms are being promoted for issuing all types of sanctions, approvals etc. Timeframes for specific procedures have been fixed and provisions of 'Deemed Approval and Self verifications' have also been introduced wherever necessary. The State has been able to attract sizeable investment proposals owing to the advantages of geographical location, abundant natural resources, availability of land at competitive prices, availability of skilled labour, quality uninterrupted power supply, transparent administration, etc.

1.2 Industrial policy has been implemented in the State on the basis of Five Year Action-plans for planned industrial development. After the state was created in 2000, "Industrial Policy 2001-06", "Industrial Policy 2004-09" and "Industrial Policy 2009-14" have been implemented. The rate of industrial growth in the state has been 6.07% due to the successful implementation of the third Industrial Policy 2009-14 of the State. The state has achieved significant increase in exports from INR 1,675 crores in 2009-10 to INR 7,701 crores in 2013-14. The state collected revenue of INR 4,470 crores through central excise and service tax from various industrial units in the state in FY 2009-10 which went up to INR 7,889.76 crores by FY 2012-13. In the last 5 years, approximately INR 252 crores of subsidy was provided to the industrial units in the State as incentives for investment. Besides, stamp duty exemption of INR 30.71 crores was provided. Electricity duty exemption certificates were issued to 159 industrial units. An ambitious annual growth target of 7.5% for industrial sector has been set for the 12th Five Year Plan period.

1.3 Towards optimum and sustainable utilization of coal, iron ore, bauxite, dolomite, limestone and other mineral resources available in the State, the policy of development of core sector was adopted after the formation of the State. Out of 121 MoUs executed under this policy by the Industries Department, 60 have started production while the remaining 61 projects are under implementation. Through these projects, investments worth more than INR 44,000 crores have materialised. Similarly, against 73 MoUs executed by the Energy Department for power generation of 60,000 MW, the establishment of power plants with a capacity of approximately 20,000 MW is under various stages of implementation thus bringing in capital

investment of INR 1,20,000 crores. The state has witnessed excellent progress in the core sector. Now, the State has adopted a policy for investment promotion in the non-core sectors, i.e., agriculture and food processing, automotive, new and renewable energy, IT, pharmaceuticals, healthcare, tourism, skill development, forest produce etc. With the objective of promoting investment in the non-core sectors, the first state Global Investor Meet was successfully organised in 2012 in which 275 MoUs and 155 EOIs were executed for the non-core sectors. Further, in order to promote the non-core sector industries, various relevant policies including Agro and Food Processing Industries Policy 2012, Automotive Industries Policy 2012, IT and ITES Policy 2012-17 and Solar Policy 2012-17 have been implemented in the State. Value addition in agriculture produce is being promoted through the establishment of more than 1500 rice mills, 200 dal (pulses) mills, 200 poha mills and 20 edible oil mills.

- 1.4 The state in coordination with the Government of India has undertaken an ambitious project for establishment of three railway corridors (East corridor, North corridor and East-west corridor) under the Railway Corridor project. The cumulative length of these three proposed corridors is 300 Km. In addition, the 235 Km long Dalli Rajhara-Rowghat-Jagdapur railway project is also proposed for which MoUs have been executed. On completion, these ambitious projects are expected to change the face of railway mobility and have a revolutionary impact on industrial development in the State.
- 1.5 The Government of India (GoI) has proposed laying a Gas Pipeline from Surat in Gujarat to Paradip in Odisha. The main trunk pipe line of the proposed Gas Pipeline is crossing through four districts of the State, namely Rajnandgaon, Durg, Raipur and Mahasamund. On completion, this shall have immense positive impact on the industrial development of the concerned districts and the adjoining areas.
- 1.6 The industrial environment of the country is changing at a fast pace due to enhanced impetus on economic liberalization, privatization and globalization. This change has been kept in consideration while capturing the views of the industry associations of the State, leading industrialists, Department officials, and Heads of the Departments connected with the industrial development of the State through an extensive consultation process towards preparation of the framework of the Industrial Policy 2014-19. The Industrial Policy 2014-19 is a manifestation of important ideas and suggestions generated through this consultation process, and will set a new direction of industrial development in the coming decade. We are confident that as a result of the State's sustained focus on industrial development, Chhattisgarh will be counted among the most rapidly developing states of the country.

2 Objectives

- 2.1 To promote the manufacturing sector on a priority basis, design "Make in Chhattisgarh" on the lines of the ambitious plan of "Make in India" of the Government of India.
- 2.2 To bring Chhattisgarh state at par with developed Industrial states of country by 2024 by reaping the benefits of the enabling environment created for inclusive rapid industrialization in the State.

- 2.3 To encourage the domiciles of the state towards entrepreneurship and to provide them with abundant opportunities of livelihood and employment among the industries.
- 2.4 In addition to the established sectors, facilitate industrial development in sectors which are relatively new to the State and are not yet established.
- 2.5 To create a conducive environment for promotion of exports and attract foreign investments by encouraging establishment of Special Economic Zones and other enabling infrastructure in the State.
- 2.6 To increase the per capita income and gross domestic product of the State by making the process of capital investment in the state easier and competitive and providing comparatively better financial incentives.
- 2.7 To ensure balanced industrial development by providing relatively higher economic incentives for industrial development to the industrially backward blocks of the State.
- 2.8 To establish Industries in sectors which are environment friendly and which rely on skilled manpower such as Information Technology, Bio-Technology, Agriculture and Food Processing, Minor Forest Produce, Herbal and Forest Medicine Processing, Automobile, Pharmaceutical, Electrical & Electronics , New and Renewable Energy Equipment Manufacturing, Textile and Core sector based down-stream industries on a priority basis.
- 2.9 To provide greater economic benefits to the weaker sections of society including Schedule Castes/Schedule Tribes, Differently abled persons, retired soldiers, Naxalism affected families and women entrepreneurs in order to bring them into the mainstream of industrial development.
- 2.10 To facilitate private sector participation in the construction and maintenance of industrial infrastructure.
- 2.11 To enhance the quality of life of citizens through value addition in the available mineral and forest resources.
- 2.12 To ensure participation of industries in the skill development of the local populace.
- 2.13 To increase the warehousing capacities for the agriculture produce/products in the state, especially in rural areas.

3 Strategy

- 3.1 The following actions are being taken under Ease of Doing Business:
 - i. Simplification and reduction in the number of application forms and documents to the extent possible.
 - ii. Promoting self-certification of documents / certificates wherever possible.
 - iii. Simplification of the process of issuing permits, approvals, acceptances, etc. and reducing their number.
 - iv. Defining time-lines for completion of set procedures and making provision for 'Deemed Approval' in cases where procedures are not completed within the stipulated time.
 - v. Online execution wherever possible.
 - vi. Provision of self-certification by replacing "verification by inspection" in all potential areas.

- 3.2 The State Investment Promotion Board has been established under the Chairmanship of the Hon'ble Chief Minister as per the provisions of the Chhattisgarh Industrial Investment Promotion Act, 2002. The board is engaged in continuous monitoring of the progress made towards extending requisite state and central government approvals to all the investment proposals and making appropriate decisions whenever required. As per the state regulations, the decisions taken by the State Investment Promotion Board will override the existing Acts/Rules of the State. Similarly, an Empowered Committee has also been constituted under the Chairmanship of the Chief Secretary for resolving the issues and challenges of the investors.
 - 3.3 "State PMG" web-portal is being developed for resolving the difficulties faced during establishment of industrial and infrastructure projects in the State.
 - 3.4 To resolve the cases related to the industries established in the State, a separate portal will be developed, through which industries can check the status of their applications.
 - 3.5 Establishment of Industrial estates dedicated to the MSMEs at a district level and procurement of land for the said purpose through a transparent mechanism.
 - 3.6 Creation of a Land Bank for establishment of large, mega and ultra-mega projects.
 - 3.7 Providing for a Special Package for Scheduled Castes and Scheduled Tribes.
 - 3.8 Special incentive schemes for rehabilitation of sick and closed industries in the State will be formulated.
 - 3.9 Fiscal incentives for promotion of industrial investments, strengthening of Micro, Small and Medium and large Industries' capabilities in product quality, technological upgradation, access to finance, simplification of investment and marketing facilities and decentralization of powers.
 - 3.10 To create awareness among entrepreneurs and the youth about the programmes of the Government.
 - 3.11 To establish a Single Window System for time bound approvals and clearances.
 - 3.12 Establishment of effective mechanism at the state and district levels for monitoring, evaluation and grievance redressal.
- 4 Action-plan for Industrial Infrastructure
 - 4.1 Establishment of industrial areas and Land Banks
 - 4.1.1 Establishment of new industrial areas at locations conducive to industrial activities in all the districts of the State. Chhattisgarh State Industrial Development Corporation will be the nodal agency for establishment of the industrial areas.
 - 4.1.2 Environment friendly industries will be set up in Naya Raipur.
 - 4.1.3 Expansion of existing industrial areas of the State as much as possible
 - 4.1.4 Establishment of industrial areas/industrial parks as required will be encouraged
 - 4.1.5 Land will be earmarked for the establishment of small industries at appropriate locations within the areas under purview of the proposed 'Rail

Corridor Project' and Dalli Rajhara-Rowghat-Jagdarpur Railway Project of the State Government and Government of India.

- 4.1.6 Chhattisgarh State Industrial Development Corporation will be empowered to purchase land for establishment of new industrial areas, approach roads for industrial areas, expansion of existing industrial areas, establishment of land banks, etc.
 - 4.1.7 Multi-storeyed shed/buildings will be constructed for MSMEs in the proposed industrial areas and in the vacant land of established industrial areas for appropriate use.
 - 4.1.8 For meeting the growing demand of the industrial land in the state, land bank of 10,000 hectares land will be created
 - 4.1.9 In the acquisition of private land and transfer of Government land for land bank, minimum 20% of land will be reserved for allotment to MSMEs.
 - 4.1.10 In order to reduce the cost of establishing MSMEs, land will be reserved for power sub stations/ power transformers in the new industrial areas. Appropriate arrangements shall be made towards supply of industrial/drinking water in the industrial areas and land will also be reserved for communication facilities.
 - 4.1.11 Necessary amendments in the related acts will be made to facilitate the maintenance of the industrial areas and collection of property tax and other local taxes
 - 4.1.12 Special parks shall be created for development of cluster of Industries in sectors such as Gems and Jewellery, Food Processing, Engineering, Railway Accessories Industry, Aluminium, Pharmaceutical, IT, Core Sector based down-stream Industry, Solar and Solar-based and Herbal products.
 - 4.1.13 Infrastructure Monitoring Committees established for the maintenance of industrial areas shall be empowered.
 - 4.1.14 In the industrial areas, as per the requirements, arrangements will be made/initiated for RCC roads having high load carrying capacity, continuous supply of high quality electricity, water supply, tool room/testing lab, fire brigade, warehouses, communication facilities, etc.
 - 4.1.15 Private Sector participation shall be encouraged in the maintenance of existing industrial areas.
 - 4.1.16 Due attention shall be given to environmental conservation in the Industrial Areas. Effluent treatment plant, hazardous waste management system, solid waste disposal, use of recycled water, planting of trees and rain water harvesting will be encouraged as needed.
 - 4.1.17 Chhattisgarh Housing Board, other Government agencies as well as the private sector will be encouraged to provide housing facilities to those employed in the industrial areas/ near land banks.
- 4.2 Industrial Land Management
- 4.2.1 New set of rules will be made for allotment of land within and outside industrial areas (Land Bank) and the powers for land allotment will be decentralized to appropriate levels.
 - 4.2.2 The rates for allotment of land in the industrial areas for industrial and other purposes will be determined in a reasonable manner.

- 4.2.3 The rates of land-shed transfer will be appropriately revised
- 4.2.4 For evacuation of industrial land, shed-building and for realisation of departmental dues, powers of Premises Eviction Act and Revenue Department will be delegated to the Officers of CSIDC /District Trade and Industries Centre.
- 5 Marketing assistance to micro and small enterprises
- 5.1 A Plant Level Committee will be constituted under the Chairmanship of Principal Secretary / Secretary, in which the Managing Director of the concerned public enterprise and industrial association will also be members. The purpose is to protect the marketing interests of MSMEs as set out in the country public procurement policy effective from 01.04.2012. Due attention will be given to the protection of the interests of established ancillaries.
- 5.2 An effective system will be created for ultra-mega projects and mega projects established / being established in the state so that they can procure materials required for their projects from the micro, small and medium industries of the State on priority.
- 5.3 Necessary amendments will be made in prevailing Chhattisgarh Store Purchase Rules to protect the MSMEs of State and to make them competitive.
- 5.4 Appropriate provisions will be made for implementation of Chhattisgarh Store Purchase Rules by the corporations, boards and other government institutions of the State.
- 5.5 The production of such material which are required by the State Government in sizeable quantity but are not produced within the state as of now shall be encouraged.
- 6 Entrepreneurship Development
- 6.1 Chhattisgarh Consultancy Organization (CGCON) will be formed in the State as a joint venture of CSIDC - undertaking of the Department of Commerce and Industries, nationalized banks and other government departments towards undertaking various activities related to entrepreneurship development in the State such as the industrial potential survey, preparation of preliminary and detailed project reports, pre-investment studies, selection of potential new entrepreneurs and implementation of their projects, technical and managerial support; preparation of techno economic feasibility reports, to act as industrial managerial and financial consultants, providing engineering consultancy services, providing project supervision services as well as creating entrepreneurship awareness, conducting entrepreneurship development programs, skill development programs, faculty development programs, trainer training programs, management training programs, providing marketing support, conducting workshops, buyer-seller meets, etc.
- 6.2 For entrepreneurship development among the youth, state level entrepreneurship development programs will be organized. An annual calendar for coordinating the entrepreneurship programs organized by various departments and enterprises shall be prepared.

- 6.3 A new course outline on entrepreneurship development will be created in which facility of practical training and industrial tours will be included.
- 6.4 Entrepreneurship development programs in specific product segments will be started.
- 6.5 Entrepreneurs of the State will be supported for participation in relevant training programs conducted at prestigious institutions such as the "Entrepreneurship Development Institute, Ahmedabad".
- 6.6 Services of other technical and management institutes shall be availed for development of entrepreneurship culture amongst youth in the State. Efforts shall be made for inclusion of entrepreneurship development programs in the regular curriculum.
- 6.7 Project profiles of potential industries in the district prepared through Micro, Small and Medium Enterprise Development Institute and other approved agencies in the State will be provided to entrepreneurs free of cost.

7 Export

The following schemes will be implemented for direct exports from the State:

- 7.1 Establishment of Exports Facilitation cum Convention Centre in Naya Raipur.
- 7.2 Establishment of air cargo facility along with a customs clearance facility in Raipur.
- 7.3 Preparation of action plan through survey of exports potential products/materials, exports infrastructure requirements in the State and effective use of an export / import related website.
- 7.4 Awareness programs will be organized for export promotion in the state through coordinated efforts of the Export Promotion Council, the Director General of Foreign Trade and state government agencies to encourage exports from the State and to acquaint the entrepreneurs with the exports process.
- 7.5 Export Cell will be established in the Directorate of Industries to leverage benefits of exports related schemes of the Government of India
- 7.6 A reasonable system will be implemented for the tax exemption on the products exported from the State.
- 7.7 Additional industrial investment incentives will be provided to export oriented manufacturing industries.
- 7.8 Necessary initiatives will be taken towards upgradation and expansion of the Inland Container Depot.
- 7.9 A proposal will be sent to the Government of India for upgradation of the Office of the Director General of Foreign Trade at Raipur so that all clearances can be obtained at one place.

8 Udyog Mitra

- 8.1 For simplified procedure of industrial investment / development in the State, departmental officers shall be nominated as "Udyog Mitra" to individual units at

District and State level for Industrial projects of more than INR 10 crores, These Udyog Mitras, will provide full support and guidance in securing the benefits of the schemes of industrial investments from the initial stage of setting up of the industry till establishment and thereafter.

- 8.2 An Industrial Promotion Assistance Committee headed by district collector will be formed for the resolution of district level issues of established industries or industries under establishment in the State and a Coordination Committee will be formed under the chairmanship of Industry Commissioner/ Director at Directorate level for resolving the issues related to industrial infrastructure and marketing. A coordination committee under the chairmanship of the Managing Director of CSIDC and an interdepartmental committee under the chairmanship of the Additional Chief Secretary/ Principal Secretary, Department of Commerce & Industries will be constituted for addressing issues related to the governance. These committees will meet every three months.
- 8.3 The functioning of the State Investment Promotion Board, Directorate of Industries, CSIDC, will be modernized and computerized at the State level. EM-Part-I and EM-Part II will be made available online and thereafter action will be taken to make all the applications and their disposal available online.
- 8.4 The decentralization provisions for environmental clearance to micro and small enterprises shall be reviewed and the existing list shall be suitably expanded.
- 8.5 Due consultation process shall be followed with relevant industries associations in the state for deciding on any changes required in the rates of land allotment, land transfer, water and electricity for industrial purpose.

9 Single Window System

- 9.1 A Single Window System at District and State Level will be developed under the Chhattisgarh Industrial Investment Promotion Act, 2002, as a result of which all clearances related to industrial investments like certificate, NoC, consent, nomination, registration, permission, approval, license, allotment will be done within a defined time period.
- 9.2 This system will be called "Mitaan".

10 Labour Reforms

- 10.1 Necessary initiatives will be undertaken for simplification of labour laws.
- 10.2 In accordance with the policies of the Government of India, units established within Special Economic Zones shall be exempted from adherence to the provisions of the labour laws.
- 10.3 For effective implementation of the labour reform measures, meetings of the "Task Force" formed at district level with representation from Department of Industries, Labour Department and Industrial Associations shall be organized regularly.
- 10.4 As required, initiatives will be taken for increasing the number of labour courts in the districts undergoing rapid industrial development.

- 10.5 Online system will be adopted for renewal of the licences of labour laws. Till the arrangements for online renewal are made, the licences will be renewed upto a period of 5 years.
- 11 Human Resource Development
 “Right to Skill Development Act 2013” has been implemented for the youth of the State. Effective initiatives will be taken for connecting skill development with the industrial development of the state for securing placements on priority basis for vocationally trained youth and apprenticeship/internship to ITI, diploma holders and graduate engineers in industrial projects in the State.
- 12 Cluster Development
 Clusters have been identified for industries of rice, poha, pulses, wire drawing, re-rolling mills, stone cutting and polishing, Kosa silk, handicrafts, engineering products, minor forest produce based industries, etc. in the State. Chief Minister’s Micro and Medium Cluster Development Scheme will be introduced for promoting congregational development under the cluster development schemes of the Government of India, in which 10% subsidy will be given by the State Government to the clusters sanctioned by the Government of India for their development, with a ceiling of INR 50 lakhs per cluster.
- 13 Brand – “Credible Chhattisgarh”
- 13.1 Road Shows/Investment Meets will be organized to showcase the economic might of the State and to attract domestic and foreign capital investment from industrial houses in the country and abroad in various sectors like Automobile, Agriculture and Food Processing, Information Technology, Infrastructure Development, Tourism, New & Renewable Energy, Herbal, Small Forest Produce etc.
- 13.2 For overall branding of the State, necessary initiatives will be taken to appoint a “Brand Ambassador” of the State.
- 13.3 To make the people of the State aware of the overall development plans of the State Government, publicity will be done through advertisements in the electronic media.
- 13.4 "Industry Day" will be celebrated across the state and at a district level in which seminars, workshops, exhibitions, buyer-seller meets and presentations will be organized and entrepreneur awards will be given for industrial development.
- 14 Obligations of industries
- 14.1 Compliance with the CSR Policy of the State Government shall be mandatory.
- 14.2 Industries must give apprenticeship and internship for a period of 3 to 6 months to 10%, 20% and 25% of their total employment to Graduate Engineers, Diploma holders, ITIs passed domiciled youth of the State respectively.
- 15 Industrial Investment Promotion:–

- 15.1 The Definitions regarding industrial investment promotion policies will be applicable as per "Appendix-1".
- 15.2 In order to promote industrial investments, industries have been categorized into the following four categories –
1. Saturated Category Industries –The list of saturated industries for the entire state is provided in "Appendix-2(a)" and list of saturated industries in the industrially developing areas is provided in "Appendix-2(b)". The industries listed at Appendix 2(a) will not be eligible for industrial investment promotion but the industries listed at Appendix-2(b) will be eligible for industrial investment promotion if they are established in industrially backward areas.
 2. Priority industries – Priority industries being established in the State under "Make in Chhattisgarh", are listed at Appendix-3 of the Industrial Policy, 2014-19.
 3. Core Sector Industries – Core sector means Integrated Steel Plant, Cement Plant, Thermal Power Plant and Aluminium Plant (Reference: Appendix-4).
 4. General Category Industries – All other industries, except the industries of saturated category, priority industries and core sector industries are listed in Appendix-4.
- 15.3 By following the prescribed strategy for achieving the objectives of the industrial policy in the state, the subsidies, exemptions and concessions will be given (according to Appendix-5) as follows:
- Entrepreneurs under the general category will get Interest subsidy, fixed capital investment subsidy, electricity duty exemption, stamp duty exemption, exemption / concession in land premium on allotment of land in industrial areas, project report subsidy, land-diversion fee exemption, Reasonable service charges for land allocation, quality certification subsidy, technical patent subsidy, technology purchase subsidy, margin money subsidy, entry tax exemption, disabled employment subsidy.
- Capital investment made in plant and machinery for modernisation of rice mills established in the State will be eligible for Industrial Investment Incentives within the maximum limit.
- 15.4 NRIs, Foreign direct investors (FDI), exporting industries and investors starting projects with foreign technology will be extended 5 percent additional subsidy and the maximum limit of subsidy will be increased by 5 per cent and in cases relating to exemption, the exemption shall be allowed for one more year, in addition to the subsidies enumerated in clause 15.1 above for the general category entrepreneurs.
- 15.5 Women Entrepreneurs, soldiers of the State retired from the Indian armed forces and persons and families affected by Naxalism and persons with disabilities will be extended 10 percent additional subsidy and the maximum limit of subsidy will be increased by 10 per cent and in cases relating to exemption, the exemption shall be allowed for one more year, in addition to the subsidies enumerated in clause 15.3 above for the general category entrepreneurs.
- 15.6 To bring the Schedule Castes/Schedule Tribes of the State into the mainstream of industrial development, special economic package as per Appendix 6 will be given.
- 15.7 The rehabilitation policy of the Government will be applicable to the affected/displaced farmers due to land acquisition in cases of establishment of

industrial projects/land bank/industrial areas/industrial and stamp duty exemption will be given for purchase of agricultural land from the compensation received.

- 15.8 In order to promote establishment of private industrial areas in minimum 25 acres of land, subsidy of 30% of the infrastructure cost (except land) with a ceiling of INR 5 crores and exemption from stamp duty, registration fee of land and land diversion fee will be given. The industries being established in these industrial areas will also be given industrial investment promotion benefits.

In case the subsidy approved by the government of India is more than the subsidy given by the State government, industry will not be eligible for any additional subsidy but if the subsidy approved by the Government of India is less than the subsidy given by the state government, then the difference could be paid as top up subsidy.

- 15.9 Industrial Award Scheme will be implemented at the state and district levels.
- 15.10 Subsidies, exemptions and concessions as per the provisions of the Industrial Policy will be given on investments in establishment of new logistics hub, warehousing, cold storage, and expansion of existing logistics hubs, warehousing and cold storage.
- 15.11 For the development of the film industry in the state, establishment of film studios, editing studios and activities related to film processing will be eligible for subsidy, exemptions and concession which shall be given to small scale industries under the provisions of the Industrial Policy.
- 15.12 “Chief Minister’s Youth Self Employment Scheme” has already been launched to increase the opportunities of self-enterprises for the youth of the State. Under this scheme, economic incentives for industrial investment will also be given to the manufacturing and services enterprises.
- 15.13 Production technique of extracting liquid fuel/Gas/Petroleum products from coal base will be promoted on priority.
- 15.14 In the industrial policy, developmental blocks have been categorized as follows-
- 1 Developing Areas - Under this region those developmental blocks in the State have been included, where the industrial development has started and is under progress. These are listed in Appendix -7.
 - 2 Backward Areas - In this category all developmental blocks of most backward tribal dominated districts and industrially backward developmental blocks of the general districts are included. These are listed in Appendix-8.
- 15.15 In terms of category of investors, the industries have been categorized into the following five:
- 1 General category entrepreneurs
 - 2 Scheduled Caste/ Scheduled Tribe category entrepreneurs
 - 3 NRIs, foreign direct investors, exporter investors, foreign tech industry
 - 4 Women entrepreneurs
 - 5 Retired soldiers of the state, person affected by Naxalism and disabled persons.
- 15.16 On the basis of investment, industries have been categorized into the following five categories-
- 1 Micro and small industries
 - 2 Medium industries
 - 3 Large industries

- 4 Mega projects
- 5 Ultra-mega projects

- 15.17 “Industrial Investment Incentives” will be given for establishing new industries, expansion of established units under production, modernisation of rice mills and diversification of existing industrial units under production.
- 15.18 Incentives for industrial investment will be given to those eligible industries, which provide, in the case of unskilled workers 90 percent, 50 percent in the case of skilled workers and on administrative/ managerial positions at least 33 percent employment to the domiciles of the State.
- 15.19 The micro, small, medium and large industrial units, mega projects and ultra –mega projects which before the appointed date, 01/11/2014, possess legitimate E.M. Part 1 / IEM / letter of intent / industrial licenses for establishment of industry or have executed MoU with the state government and the MoU is alive but could not start its production before 31st October 2013 i.e. expiry of Industrial Policy 2009-14, will have the option of availing subsidy/exemptions/concessions provided in the industrial policy 2009-14 upon commencing production by 31 October 2015.
- 15.20 All industries which get fresh land allotment in industrial areas/parks to be established after the appointed day and in established industrial areas/industrial areas being established in industrial areas/parks before the appointed day, will be eligible for 10% additional subsidy and the maximum limit of subsidy will be increased by 10% and in cases relating to exemption, the period of exemption will be one year.
- 15.21 For the proposals for providing additional incentives other than economic investment incentives declared in the Industrial Policy for mega and ultra-mega projects of non-core sector which are not yet established in the State, the decision will be taken by the Council of Ministers after thorough examination and on merits.
- 15.22 The state government has made policies for different sectors as follows:
1. Agro and Food Processing Industry Policy, 2012
 2. Automotive Industry Policy, 2012.
- The industries, which have executed MoUs under these policies /possess E.M. Part-1/IEM, to those, in the cases of Automotive industries in addition to the facilities given under the Automotive Industry Policy, 2012 and in the cases of agriculture and food processing, under the Agriculture and Food Processing Industry Policy, 2012, will also get those subsidies, exemptions and concessions declared in this industrial policy, which are not included in the above policies.
- 15.23 To extend the industrial investment incentives for industrial investment subsidy/ exemptions/ concession to eligible industries under the policy, Gazette notifications will be issued within 3 months from the date of publication of the Industrial Policy, rules will be made and administrative directions will also be issued under the relevant laws.
- 15.24 For industries in the priority sector under this policy, the policies for which have been made by other departments, necessary provisions in the budget of the concerned department will be made for requisite amount of Industrial Investment Promotion.

16 Non-fiscal facilities for the industries

For rapid industrialization in the State, fulfilling the objective of the industrial policy and for simplification of the process of industrial investment as well as to make the competitive as compared to other states, non-fiscal facilities will also be provided as per Appendix-9.

17 Implementation Period and Review

The period of the Industrial Policy 2014-19 will be from the date 01 November 2014 to 31 October 2019. For being eligible for industrial investment promotion after establishment of the industry, commercial production has to be started between 01 November 2014 to 31 October 2019 and the industrial investment incentive offered before the establishment of the industry will be available from 01 Nov. 2014 up to 31 Oct. 2019 only. In this period of 5 years, the State Government shall have the right to review from time to time the provisions of this industrial policy keeping in view the industrial development of the State and can add new provisions, or amend and delete the listed provisions.

INDUSTRIAL POLICY 2014-19

Definitions:-

1. "Appointed Day" means the date of Industrial Policy 2014-19 from which it is effective, i.e. First day of November, 2014.
2. "Industrially developing Area" means Area included in "Appendix -7".
3. "Industrially backward Area" means Area included in "Appendix -8".
4. "Industrial Area" means and includes - industrial corridor, industrial area, industrial estate, semi-urban industrial estate / rural workshop, industrial growth centre, industrial areas to be / established under joint ventures, integrated infrastructure development centre; industrial area, industrial park, special economic zone in the possession of and held by the State Government / Chhattisgarh State Industrial Development Corporation; industrial area, industrial park, special economic zone to be / established in the private sector approved / assisted by the State Government / Government of India; industrial area approved by New Raipur Development Authority and partly industrial area (such industries which are being established or have established, partially by receiving allotment of land in industrial areas and partially by purchasing land attached to industrial areas; established or proposed to be established in the State from or before the Appointed Day.
5. "Industrial Unit" means a unit which is established/proposed to be established as Production/Processing/Service Enterprise.
6. "New Industry / New Industrial Unit" (Greenfield Industry) means such industrial unit which proposes to commence commercial production on or after 01.11.2014 and is holding E.M. part-1/ I.E.M./ Letter of Intent / Industrial Licence issued by the competent authority for this purpose and is also holding E.M. part-2 and Commercial Production Certificate issued by the competent authority with Commencement of Commercial Production on or after 01st November, 2014 up to 31st October, 2019.

Such industries will also be considered in the category of New Industry / New Industrial Unit which is holding E.M. part-1/ I.E.M./ Letter of Intent / Industrial Licence issued by the competent authority for this purpose and on commencement of commercial production in the industry; is also holding E.M. part-2 and Commercial Production Certificate issued by the competent authority with Commencement of Commercial Production on or after 01st November, 2014 up to 31st October, 2019.

- 6.1 For eligibility of New Industry the following conditions must be fulfilled:-
 - (1) Land - In case of Sole proprietorship, land must be in the name of the Owner of the Industry / Industrial Unit. In cases other than Sole proprietorship, land to be in the name of Industrial Unit / Company's name, is compulsory.
 - (2) Shed-Building - New Shed / Building should be constructed on the Land as mentioned above.
 - (3) Plant and Machinery - New Plant and Machinery should be installed in the Land and Shed / Building as mentioned above.
- 6.2 The industry commenced by the existing industrial unit in the premises of existing

industry will be considered in the category of New Industry / New Industrial unit, if the following conditions are fulfilled:-

- (1) E.M.Part-1, I. E.M., Letter of Intent, Industrial Licence is held by the unit in the name of New industry / New Industrial Unit, issued by the competent authority after the Appointed Day or E.M.Part-1, I. E.M., Letter of Intent, Industrial Licence issued in the name of New industry / New Industrial Unit, should be valid on the Appointed Day.
- (2) Land - In case of Sole proprietorship, land must be in the name of the Owner of the Industry / Industrial Unit. In cases other than Sole proprietorship, land to be in the name of Industrial Unit / Company's name, is compulsory.
- (3) Shed-Building - New Shed / Building should be constructed on the Land as mentioned above.
- (4) Plant and Machinery - New Plant and Machinery should be installed in the Land and Shed / Building as mentioned above.
- (5) Production, Purchases and Sales registers are maintained separately for the New Industry.
- (6) Any agreement / notification, related to the industrial investment incentive obtained by the existing industry established previously in the present premises, are not violated.
- (7) In addition to the above, on commencement of commercial production, unit is also holding E.M. part-2 and Commercial Production Certificate issued by the competent authority.

Note: Inclusion of new product in existing industries/ existing industrial units will not be considered in the category of New industry.

7. "Existing Industry/ Existing Industrial Unit" means such industry (enterprise) which has commenced commercial production during the period from the effective date 01st November, 2001 of Industrial Policy 2001-06 till the closing day 31st October, 2014 of Industrial Policy 2009 –14 and which is holding E.M. part-2 / I.E.M./ Letter of Intent / Industrial Licence and is also holding Small Scale Industry Registration Certificate / Commercial Production Certificate issued by the competent authority for this purpose.
8. "Expansion of the Existing Industry" means - in cases of micro and small Industries, medium industries, large industries, mega projects, very large industries / ultra-mega projects; existing industry in production on or after the appointed day of Industrial Policy 2014-19, invests minimum 25% in addition to the approved capital Investment in the plant and machinery items, till date of commencement of commercial production and production capacity is increased minimum by 25% of its originally installed capacity registered with the Department of Commerce & Industries or average production (whichever is more) and total employment is also increased by 10 percent and commencement of commercial production under expansion, is from 01st November, 2014 till 31st October, 2019.
9. A. "Micro & Small industry" means such industry(enterprise) which comes under the definition of Micro & Small Enterprise issued by Government of India from time to time under "Micro, Small and Medium Enterprise Development Act, 2006 of Government of India and is holding E.M. Part-1 issued by District Trade and Industry

Centre of the concerned district and is also holding E.M. part-2 and Commercial Production Certificate issued by competent authority, on commencement of commercial production.

B. "Micro & Small Service Enterprise" means such enterprise which is in Service Category under "Micro, Small and Medium Enterprise Development Act, 2006 of Government of India and comes under the definition of Micro & Small Service Enterprise issued from time to time and is holding E.M. Part-1 issued by District Trade and Industry Centre of the concerned district and is also holding E.M. part-2 and Commercial Production Certificate issued by competent authority, on commencement of commercial production.

10. A. "Medium Industry" means such Industry (Enterprise) which comes under "Micro, Small and Medium Enterprise Development Act 2006 of Government of India and whose capital investment exceeds the maximum capital investment in Plant & Machinery items prescribed by Government of India as per definitions issued from time to time for Small Enterprises but is up to maximum Rs. 10 Crores and the industrial unit has obtained E.M. part-1 / Industrial Licence / Letter of Intent, as applicable and on commencement of commercial production in the industry, is also holding E.M. part-2 and Commercial Production Certificate issued by the competent authority.

B. "Medium Service Enterprise" means such enterprise which is in Service Category under "Micro, Small and Medium Enterprise Development Act, 2006 of Government of India and comes under the definition of Medium Service Enterprise and is holding E.M. Part-1 issued by District Trade and Industry Centre of the concerned district and on commencement of commercial production, is also holding E.M. part-2 and Commercial Production Certificate issued by competent authority.

11. "Large Industry" means such industry whose capital investment in Plant and Machinery exceeds Rs.10 Crores and Fixed Capital Investment is up to Rs.100 Crores (except under the definition of Mega Project- white goods, electronic and electrical consumer products, pharmaceutical, IT sector, biotechnology, textile; plant, machinery and accessories used for generation of new and renewable energy; cycle manufacturing and products / accessories / spares used for manufacturing of cycle), and is holding I.E.M./ Letter of Intent / Industrial Licence as applicable and on commencement of commercial production in the industry, is also holding Commercial Production Certificate issued by the competent authority.

12. "Mega Project" means such industry which by projecting Fixed Capital Investment of more than Rs.100 Crores up to Rs.1000 Crores has proposed commencement of commercial production and for this purpose holds I.E.M. / Industrial Licence / Letter of Intent, as applicable, issued by the Ministry of Commerce & Industries, Government of India or / and has executed MOU with the State Government for establishing Industry and on commencement of commercial production in the industry, is also holding Commercial Production Certificate issued by the Directorate of the State Government; but under the following sector only those projects will be considered as Mega Projects whose Fixed Capital Investment is as under:

S.	Category	Fixed Capital Investment
1	2	3

1	White Goods, Electronic & Electrical Consumer Products	Rs.50 Crores to 100 Crores
2	Pharmaceutical Industry	Rs.15 Crores to 20 Crores
3	IT Sector, Bio Technology	Rs. 15 Crores to 20 Crores
4	Textile	Rs.50 crores to 100 crores
5	Plant, Machinery and Accessories used for generation of New and Renewable energy	Rs.30 crores to 60 crores
6	Cycle manufacturing and Products / Accessories / Spares used for manufacturing of Cycle	Rs.25 crores to 100 crores

13. "Ultra-Mega Project" means such industry which by projecting Fixed Capital Investment of more than Rs.1000 Crores has proposed commencement of commercial production and for this purpose holds I.E.M. / Industrial Licence / Letter of Intent, as applicable, issued by the Ministry of Commerce & Industries, Government of India or / and has executed MOU with the State Government for establishing Industry and on commencement of commercial production in the industry, is also holding Commercial Production Certificate issued by the State Government Directorate; but only those will be considered in the category of Ultra Mega Project whose Fixed Capital Investment amount is more than the maximum limit amount prescribed in the above table of "Mega Project". .
14. "Industries under Saturated category" means Industries included in Appendix-2 (a) and Appendix-2(b) of Industrial Policy 2014-19 of the State Government.
15. "Priority Industry" means industries of Priority category to be established in the State under the scheme of "Make in Chhattisgarh" and are included in Appendix-3 of Industrial Policy 2014-19.
16. "Core Sector Industries" means Steel Plant, Cement Plant, Thermal Power Plant and Aluminium Plant falling under mega and ultra mega project (As per Appendix-4).
17. "General Industry" means Industries other than industries included in Appendix-2, Appendix-3 and Appendix-4.
18. "Fixed Capital Investment" means investments in Land / Land-Development, Shed-Building, Plant & Machinery, Electrical supply and Water supply and on Boundary-wall; necessary in the industry premises for establishment of New Industry / Expansion of existing industry / Diversification in existing Industry / Modernization of Rice Mills, as applicable.

Fixed capital investment shall be calculated as under –

- A. Capital investment in industry premises in Micro and Small industries / Micro and Small Service Enterprises, made from the date of issuance of valid E.M. part-1 / Letter of intent / Industrial Licence by commencing project work at the site, till the date of commencement of commercial production and the fixed capital investment made in the plan items up to six months period after commencement of the commercial production.

- B. Capital investment in industry premises in Medium industries / Medium Service Enterprises made from the date of issuance of valid E.M. part-1 / Letter of intent / Industrial Licence by commencing project work at the site, till the date of commencement of commercial production and the fixed capital investment made in the plan items up to twelve months period after commencement of the commercial production
- C. Capital investment in industry premises in Large industries made from the date of issuance of valid E.M. part-1 / Letter of intent / Industrial Licence by commencing project work at the site, till the date of commencement of commercial production and the fixed capital investment made in the plan items up to eighteen months period after commencement of the commercial production.
- D. Capital investment in industry premises in Mega Projects made from the date of issuance of valid E.M. part-1 / Letter of intent / Industrial Licence by commencing project work at the site, till the date of commencement of commercial production and the fixed capital investment made in the plan items up to twenty four months period after commencement of the commercial production
- E. Capital investment in industry premises in Ultra-Mega Projects made from the date of issuance of valid E.M. part-1 / Letter of intent / Industrial Licence by commencing project work at the site, till the date of commencement of commercial production and the fixed capital investment made in the plan items up to thirty months period after commencement of the commercial production

Note: The investment generated by amalgamation and merger of the companies will not be considered as fixed capital investment.

- 19. "Land Value" means value paid for land purchased or taken on lease for establishment of New industry / Expansion of Existing industry / Diversification in existing Industry / Modernization of Rice Mills and it includes – Actual purchase value of Land / Land premium and amount of Stamp duty & Registration fees paid. Land Premium means the amount paid for allotment of land by Land Allotment Officer (except Lease Rent, Maintenance Charges, Street light charges and other taxes / cess).

Note: - In case private land is taken on lease, the period of lease is compulsory to be of minimum 10 years.

- 20. "Shed-Building" means and includes factory building, shed, laboratory building, research building, administrative building, canteen, labour rest room, vehicle stand, security post and warehouse constructed in the industry premises of the industrial unit.
- 21. "Power Supply Investment" means for establishment of New industry / Expansion of Existing industry / Diversification in Existing Industry / Modernization of Rice Mills, the amount paid for power connection for arrangement of power supply to Chhattisgarh State Electricity Distribution Company Ltd./ Chhattisgarh State Electricity Transmission Company Licenced by Chhattisgarh State Power Regulatory Commission for distribution of power.

Note:-(1) Security deposit and the amount paid for old bills of the Industrial Unit will not be included in the amount of payment made.

(2) Captive power plant shall also be considered in the Power Supply Investment

item.

22. "Water Supply Investment" means for establishment of New industry / Expansion of Existing industry / Diversification in Existing Industry / Modernization of Rice Mills, the investment made in industry premises for water supply necessary for industrial product, provided the water supply arrangements have been made after obtaining permission from the concerned administrative departments of the Government. Security deposit and the amount paid for old bills of the Industrial Unit will not be considered in the amount of payment made under this head.
23. "Plant & Machinery" means and includes plant & machinery, pollution control laboratory and equipments of pollution control, plants and equipments for research, testing equipments installed at the industry premises of the Industrial Unit and the capital investment / expenditure made on their installation and transport.

Note: Investment on such lease-hold plant, machinery and equipments obtained for a minimum period of 10 years, which is directly connected with the production of registered product, will also be considered towards investment in the plant & machinery and its valuation will be done according to the "Accounting Standard (A.S.) 19, Procedure and Measurement of Leases" issued by the Institute of Chartered Accountants of India, but such lease value shall not be considered more than the value of that Plant / Machinery in any case.

24. "Date of Commencement of Commercial Production" means-
- (a) Micro & small industry- Date up to 30 days period from the date of trial production communicated by the industrial unit, or the date of commencement of commercial production certified by the competent authority, whichever is earlier.
- (b) Medium Industry- Date up to 60 days period from the date of trial production communicated by the industrial unit, or the date of commencement of commercial production certified by the competent authority, whichever is earlier.
- (c) Large Industry- Date up to 90 days period from the date of trial production communicated by the industrial unit, or the date of commencement of commercial production certified by the competent authority, whichever is earlier.
- (d) Mega project- Mega projects of white goods, electronic, electrical consumer products, pharmaceutical, IT sector, biotechnology, textile; plant, machinery and accessories used for generation of new and renewable energy; cycle manufacturing and products / accessories / spares used for manufacturing of cycle; and projects of more than Rs.100 Crores up to Rs.500 Crores. Date up to 120 days period from the date of trial production communicated by the industrial unit, or the date of commencement of commercial production certified by the competent authority, whichever is earlier.
- (e) In the projects of fixed capital investment of more than Rs. 500 crores up to Rs. 1000 Crores, Date up to 180 days period from the date of trial production communicated by the industrial unit, or the date of commencement of commercial production certified by the Directorate of Industries, whichever is earlier.
- (f) In cases of Ultra-Mega projects of fixed capital investment more than Rs.1000 Crores and in cases of white goods, electronic, electrical consumer products, pharmaceutical, IT sector, biotechnology, textile; plant, machinery and accessories used for generation of new and renewable energy; cycle manufacturing and

products / accessories / spares used for manufacturing of cycle; covered in the category of Ultra Mega projects. Date up to 210 days period from the date of trial production communicated by the industrial unit, or the date of commencement of commercial production certified by the Directorate of Industries, whichever is earlier.

25. Commercial Production Certificate -

- (1) "Commercial Production Certificate" will be issued by the competent authority on commencement of commercial production in industry, as per plan of Industrial unit.
- (2) Only one Commercial Production Certificate shall be issued in favour of Industrial unit as per plan of industrial unit. In case of phase-wise production entries relating to capital investment, products and annual production capacity, date of commencement of commercial production and employment shall be made accordingly.
- (3) In Micro, Small and Medium industries, Commercial Production Certificate shall also be issued along with issuance of E.M. part-2.
- (4) In cases of Large, Mega and Ultra Mega Projects Commercial Production Certificate will be issued.
- (5) On production of product different from its plans, it will be included in the Commercial Production Certificate, but there will not be any type of eligibility of any subsidy, exemption and concessions on the different product.

Note : It is explained that –

1. Under this policy if any entrepreneur does not come under the definition of "Existing Industry / Industrial unit" but does expansion in the industry, whether comes in the purview of expansion of existing industry or not, its entries will be made in the Commercial Production Certificate and certification of such intention will also be done in the Commercial Production Certificate.
 2. Entries and certification related to Modernization will also be done in the Commercial Production Certificate.
26. "Scheduled Caste / Scheduled Tribe" means such person who is of scheduled caste / scheduled tribe of the State of Chhattisgarh as per the definition of scheduled caste / scheduled tribe given by the Government of India from time to time; be resident of the State of Chhattisgarh and is holding permanent certificate issued by the competent authority for this purpose for the class of scheduled caste/scheduled tribe.
27. "Industry proposed / established by Scheduled Caste / Scheduled Tribe" means such industry which is proposed to be established or established by the entrepreneur belonging to the scheduled caste/scheduled tribes notified for the State of Chhattisgarh and resident of the State of Chhattisgarh, all partners in case of partnership firm, all shareholders in case of company incorporated under Indian Companies Act, all members in case of co-operative society and all members in case of organization formed under Societies Act, belong to the scheduled caste/scheduled tribes notified for the State of Chhattisgarh and resident of the State of Chhattisgarh, holding valid E.M.part-1 / I.E.M / Letter of intent / Industrial Licence and on commencement of commercial production is holder of E.M. part-2 and Commercial Production Certificate issued by competent authority.

28. "Manufacturing Industry" means and includes industries in the category of manufacturing industry as defined under Micro, Small and Medium Enterprise Development Act, 2006.
29. "Job Work" means such activity which is notified by the Department of Commerce and Industries of the State Government, from time to time.
30. "Plan" means –
 - (a) In micro, small, medium and large industries, project cost (Excluding working capital) of industry as shown in the application / in the project report enclosed with the application of the Industrial Unit for E.M. part- 1/I.E.M./ Letter of intent/Industrial Licence.
 - (b) In mega projects and ultra-mega projects, project cost (excluding working capital) of the industry shown in MOU executed with State Government or in the application for issuing I.E.M./Industrial Licence/Letter of intent submitted in the Ministry of Commerce & Industries, Government of India/ Project cost of the industry in the Acknowledgement issued, whichever is less.

Note: - In case of expansion of existing industry/diversification in existing industry/modernization of Rice mills, to submit separate plan before competent authority and get acknowledgement thereof, will be compulsory.

31. "Women Entrepreneur" means such domicile women of the State who has proposed to establish / has established industry, in case of partnership firm, minimum 51% partners; in case of company incorporated under Indian Companies Act, minimum 51% shareholders; in case of co-operative society minimum 51% membership and in case of society formed under Society Act, minimum 51% members should be women from the State of Chhattisgarh and minimum 25% of total employment in industry should be women in managerial, skilled and unskilled categories.
32. "Disabled/Handicapped" means such domicile of the State who comes under the purview of the Persons with Disabilities (Right of equal opportunity, Protection and Full Participation) Act, 1995 of the Government of India and holds certificate for such purpose, issued by competent authority.
33. "Retired Soldier" means such person who has retired from the Armed forces/Para Military forces of Government of India and holds certificate for such purpose, issued by concerned Administrative Department / Office and is domicile of the State.
34. "Person affected by naxalism" means such person who himself or / and his / her family member has been killed / has become handicapped in Naxalite activities in the State and is domicile of the State and includes husband - wife, son - daughter and mother-father, holding certificate for this purpose issued by concerned District Collector or by the officer nominated by that Collector.
35. "Export Oriented Industry" means such industry in whose favour L.O.P (Letter of Permission) has been issued by the competent authority of Government of India.
36. "100% Export Oriented Industry" means such export industry which comes under the definition issued by the Government of India from time to time.
37. "Diversification" means such existing industry in production which comes in the category of Existing Industry and holds E.M. Part-2 and Commercial Production

Certificate by the competent authority, if it includes production of some new product in the existing industry after the appointed day of Industrial Policy 2014-19, then the new product will come under diversification category, provided the Industrial unit has invested in the existing industry, minimum 25% of the agreed investment in plant & machinery, from 01st November 2014 up to the date of commencement of commercial production and the total employment have been increased by 10 %. For this purpose commercial production should be commenced up to 31st October, 2019.

38. "Term Loan" means term loan sanctioned and disbursed by Bank/Financial Corporation/Scheduled Tribes Finance and Development Corporation/ Scheduled caste Finance and Development Corporation/Other corporations/All India Financial Institutions/District Central Co-operative Bank/Nagrik Co-operative Bank as notified/registered/Licensed by the Reserve Bank of India for financing. (It includes purchase value and establishment expenses incurred on procurement of machinery under Hire Purchase Scheme from National Small Industries Corporation).
39. "Project Report" Project report means project report for establishing a new industry prepared by project consultant approved by any Department/Board of the State Government, Udyamita Vikas Kendra, Chhattisgarh Industrial and Technical Consultancy Centre, Micro, Small, Medium enterprise organization, Bureau of Public Enterprises and Business consultant approved by financial institutions of national level, or any consultant/chartered accountant/chartered engineer from the private sector, in which in addition to the financial format of the project; availability of raw material, market potential, competition, technical study, Profit-Loss, policies of the Government should also be mentioned.
40. Skilled labour, Unskilled labour and Administrative/ Managerial position- Definition thereof shall be considered as issued by the State Government from time to time.
41. Non Resident Indian – Definition thereof shall be considered as issued by the Government of India from time to time.
42. FDI investor- Definition thereof shall be considered as issued by the Government of India from time to time.
43. Industry related to Foreign Technology- means such industry to which the Government of India has given clearance for establishment of Industrial Project in the State of Chhattisgarh.
44. Domicile of the State means those who have been defined by the State Government from time to time, as original domicile of the State and who holds the certificate issued for this purpose by the competent authority.
45. "Closed Industrial Unit" –
 1. In cases of subsidy, exemptions and concessions given by the Department of Commerce & Industries, the closed industrial unit means such unit which is established and holds Commercial Production Certificate issued by the competent authority of the Department of Commerce & Industries and after the establishment of the industry, is closed for more than 6 months, without communicating any appropriate and acceptable reason to the Chief General Manager/General Manager, District Trade & Industries Centre.

2. In cases other than the above-1, closed/sick industrial unit means- such closed/sick industrial units, which has been referred to Board of Industrial Finance and Reconstruction (BIFR) or any Liquidator or has been acquired by the Financial Institutions or Banks or which comes under the definition of sick industry given by the Reserve Bank of India or has been declared Closed/Sick by the State Level Committee.
46. Industry Premises- Industry premises means the land allotted by the State Government / any agency of the Department of Commerce & Industries for establishment of Industrial Project/Industrial purpose or boundaries of the legally purchased land.
- Note:- In these boundaries, land for commercial or residential use will not be included.
47. "Village Industry" - means any industry of village industry which is situated in the rural area and produces any good or provides any service with or without using electricity and which provides employment to one artisan or labour by investment of fixed capital amount of Rs. 50,000/-.
48. "Rural Area" - means such area which as per Revenue records, in addition to the population, is under the definition of villages, or any urban area, population thereof is not more than 20,000 as per Census of 2011 or data prepared by the Central Government from time to time.
49. "Village Industry Unit"- means any village industry unit established which is classified as such by Khadi and Village Industries Commission (except restricted/negative industry).
50. "Modernization of Rice mills" means improvement in quality of the product or production capacity is increased or cost of production is reduced or need of the labour is reduced; by addition of some new machines / equipments in established machinery or establishment of same machinery with new technology in place of existing machinery relating to manufacturing / production of rice.
- Note: Rice Mills should be registered with the Department of Commerce & Industries / Food department for Custom milling and as per the definition of Modernization, by investing minimum Rs.100 Lakhs in Plant and Machinery, have completed modernization.
51. "Permanent Employment" means direct salary/wages given by industrial unit to officers / employees / labours in category of management/ skilled labour/ unskilled labour in the registered established industries it means that the employment provided through contractors is not included.
52. "Land Bank" means private and government land acquired outside industrial areas for the purpose of projects related to manufacturing.
53. "White goods" means and includes- air conditioner, refrigerator, washing machine, television set etc.
- Note:-In case of any dispute in respect to above definitions, decision of the State Government, Department of Commerce and Industries, shall be final and binding.
-

List of Saturated Category industries (List of ineligible Industries)

- (a) List of saturated industries for the entire state -
- (1) Pan Masala, Gutkha, Supari and tobacco based industries.
 - (2) Alcohol, Distillery and alcohol based beverages.
 - (3) Crackers, Matchbox and industries related to Fireworks.
 - (4) Saw mill
 - (5) Leather tannery
 - (6) Slaughter house
 - (7) Re-packing of any product
 - (8) Mineral water
 - (9) Polythene Bag (excluding HDPE bags)
 - (10) Coal and Coke briquette, coal screening (excluding coal washery)
 - (11) Manufacturing of Lime, Lime powder, Lime chips, Dolomite powder and all types of mineral powder
 - (12) Crushing, grinding and pulverizing of all type of mineral materials
 - (13) Stone crusher / manufacturing of Ballast (gitti)
 - (14) Sponge Iron
 - (15) Clinker
 - (16) Such other industries which may be notified by the State Government
- (b) List of saturated industries for industrially developing areas-
- (1) Rice Mill, Paddy parboiling and mechanised cleaning
 - (2) Huller mill
 - (3) Murmura Mill
 - (4) Solvent Extraction Plant based on Rice bran
 - (5) Refining of edible oil (independent unit)/refinery
 - (6) Mini Cement Plant
 - (7) Such other industries which may be notified by the State Government.

Note- In case of establishment of industry of saturated category along with industry of any other category, the eligibility under industrial investment promotion shall be decided by way of deducing the investment made on saturated category product from the investment of entire project.

List of Priority Industries

(a) On the basis of Classification:-

1. Industries based on Herbal, Forest medicine and Minor Forest produce
2. Automobile, Auto components
3. Cycle and product/accessories/spares used for manufacturing of cycle
4. Plant/machineries/engineering products and its spares
5. Downstream product based on non-ferrous metal
6. Downstream product based on Aluminium
7. Industries based on food processing and Agriculture as defined by Govt. of India (Except Rice mill, Paddy parboiling and cleaning, Huller mill, Murmura Mill and Rice Bran Solvent Extraction Plant and Refining of edible oil (Independent unit)/refinery)
8. Branded dairy product (Including milk chilling)
9. Pharmaceutical industry
10. Production of Anti-snake venom, Anti-rabies medicine
11. White goods, electronic and electrical consumer goods
12. Information Technology and Information Technology supported service industry
13. Product covered under Bio-Technology and Nano-Technology.
14. Textile Industry (Spinning, Weaving, Power loom, Fabrics & other process)
15. Product/equipment/spares for the supply to Railway, Space, Defence institutions/Departments, Telecom and, Aviation companies.
16. Plant, Machinery & equipment required for the generation of power from new and renewable sources.
17. Machinery and equipment required for generation, transmission and distribution of power.
18. Gems and jewellery
19. Medical and Laboratory equipment
20. Sports goods
21. Industries established in the private sector by foreign technology as joint ventures of Foreign Company and Indian Company.
22. Production of liquid fuel/gas/petroleum product from coal
23. Such other category Industries which may be notified by the State Government from time to time.

NOTE: - For eligibility in priority sector it is mandatory to invest on account of Plant & Machinery up to minimum limit fixed or more, by the State Government, Department of Commerce & Industries.

(b)Product based

1. HDPE Bags & Pipes
2. Moulded furniture, containers and PVC pipes and fitting, household plastic item.
3. Transmission line tower/mobile tower and their spare parts/equipment
4. Automatic agriculture machine, tractor based agriculture implements/ agriculture implements
5. Bamboo based industry (Wherein Bamboo has to be used as the main raw material and investment on account of plant & machinery, more than Rs. 25 Lakh)
6. Shellac based industry (Wherein Shellac has to be used as the main raw material and investment more than Rs. 25 Lakh on account of plant & machinery.)
7. Fly Ash product (except cement)
8. Readymade garments (Established only in Apparel Park)
9. Single Super Phosphate & all types of fertilizers
10. Export industry and 100 % export industry
11. Wagon coach spares and fitting.
12. Cutting tools, dies and fixtures
13. Cutting and polishing of Flooring Stone, cutting and polishing of Granite Stone, cutting and polishing of Marble Stone and cutting and polishing of other Mineral Rocks and production of Tiles
14. Polyester staple fibre
15. Village industry (Gramodyog) units like - Pen manufacturing, Jhalar manufacturing, Incense stick, Dona leaf plate manufacturing, Animal feed, Soap and Washing powder, Phenyl, School bag, CFL Bulb, Steel window/door/ rolling shutters and other Industries with a minimum investment of Rs. 10 Lakh on account of plant and machinery.
16. Production of cosmetics items (with a minimum investment of Rs. 10 Lakh on account of plant and machinery)
17. Wooden Seasoning and Chemical Treatment Plant (with a minimum investment of Rs. 25 Lakh in plant and machinery).
18. Hand pump
19. Submersible pump
20. Electric motor
21. Grain silo
22. Prefabricated building material
23. Paint/Distemper
24. Poha
25. Non plastic bags
26. Such other products which may be notified by the state government from time to time.

Note: -For eligibility in priority sector it is mandatory to make investment on account of Plant & Machinery up to minimum limit fixed or more, by the State Government, Department of Commerce & Industries.

Industries of Core Sector

Following mega/ultra mega projects shall come under core sector category:

1. Steel Plant
2. Cement Plant
3. Thermal Power Plant
4. Aluminium Plant

Note: Core sector industries are eligible for exemptions on stamp duty, exemptions on entry tax, and handicapped (disabled) person employment subsidy. They are not eligible for any other industrial investment promotion mentioned in this Industrial Policy.

Fiscal Incentives for Industrial Investment
(Subsidy, Exemption & Concessions)

1. Interest Subsidy:-

Interest subsidy for eligible industries established by entrepreneurs of general category on term loan will be as given below -

A- Micro & Small Industry

Area	General Industry	Priority Industry
In industrially developing areas (as per appendix-7)	40% of the total interest, paid up to 5 years, Maximum limit Rs. 10 Lakh per year.	50% of the total interest paid up to period of 6 years, Maximum limit Rs. 15 Lakh per year.
In industrially backward areas (as per appendix-8)	50% of the total interest paid up to period of 6 years - maximum limit Rs. 20 Lakh per year.	60% of the total interest paid up to period of 7 years Maximum limit Rs. 30 Lakh per year.

B- Medium and large industry

Area	General Industry	Priority Industry
In industrially developing areas (as per appendix-7)	25% of the total interest, paid up to 5 years, Maximum limit Rs. 10 Lakh per year.	50% of the total interest paid up to period of 5 years, Maximum limit Rs. 20 Lakh per year.
In industrially backward areas (as per appendix-8)	50% of the total interest paid up to period of 5 years, Maximum limit Rs. 25 Lakh per year.	60% of the total interest paid up to period of 7 years, Maximum limit Rs. 40 Lakh per year.

C- Mega projects and ultra-mega projects (only for White goods, Electronic and Electrical consumer product, Pharmaceutical, IT sector, Biotechnology, Textile, Plant machinery & equipment for the production of New and Renewable energy and Cycle manufacturing and product/equipment/spares used for manufacturing of Cycle)

Area	
In industrially developing areas (as per appendix-7)	50% of the total interest, paid up to 6 years, Maximum limit Rs. 60 Lakh per year.
In industrially backward areas (as per appendix-8)	70% of the total interest paid up to period of 8 years, Maximum limit Rs. 100 Lakh per year.

2- Fixed Capital Investment Subsidy:-

Fixed capital investment subsidy for eligible industries established by entrepreneurs of general category will be as details given below :-

A- Micro & Small Industry.

Area	General Industry	Priority Industry
In industrially developing areas (as per appendix-7)	30% of the fixed capital investment, Maximum limit Rs. 30 Lakh.	35% of the fixed capital investment, Maximum limit is Rs. 60 Lakh
In industrially backward areas (as per appendix-8)	30% of the fixed capital investment, Maximum Rs. 60 Lakh.	35% of the fixed capital investment, Maximum limit is Rs. 80 Lakh

B- Medium Industry

Area	General Industry	Priority Industry
In industrially developing areas (as per appendix-7)	30% of the fixed capital Investment, Maximum Rs. 60 Lakh.	35% of the fixed capital investment, Maximum limit is Rs. 70 Lakh
In industrially backward areas (as per appendix-8)	35% of the fixed capital investment, Maximum Rs. 70 Lakh.	45% of the fixed capital investment, Maximum limit is Rs. 100 Lakh

C. Large Industry

Area	General Industry	Priority Industry
In industrially developing areas (as per appendix-7)	30% of the fixed capital investment, Maximum Rs. 90 Lakh.	35% of the fixed capital investment, Maximum limit is Rs. 110 Lakh
In industrially backward areas (as per appendix-8)	35% of the fixed capital investment, Maximum Rs. 100 Lakh.	45% of the fixed capital investment, Maximum limit is Rs. 120 Lakh

D- Mega/Ultra-Mega projects (Excluding core sector and saturated category industries)

Area	Priority Industry
In industrially developing areas (as per appendix-7)	40% of the fixed capital investment , Maximum limit is Rs. 350 Lakh
In industrially backward areas (as per appendix-8)	50% of the fixed capital investment, Maximum limit is Rs. 500 Lakh

3. Electricity Duty Exemption –

Electricity duty exemption to eligible new industries established by the entrepreneurs of the general category shall be exempted as per the details given below :-

A- Micro, Small & Medium and Large Industry

Area	General Industry	Priority Industry
In industrially developing areas (as per appendix-7)	Full exemption up to 5 years from the date of commencement of commercial production	Full exemption up to 7 years from the date of commencement of commercial production
In industrially backward areas (as per appendix-8)	Full exemption up to 7 years from the date of commencement of commercial production	Full exemption up to 10 years from the date of commencement of commercial production

B- Mega Projects/Ultra-Mega projects (Excluding core sector and saturated category industries sector)

Area	Description
In industrially developing areas (as per appendix-7)	Full exemption up to 8 years from the date of commencement of commercial production
In industrially backward areas (as per appendix-8)	Full exemption up to 10 years from the date of commencement of commercial production

Note: Industries having Captive power generation plants will get electricity duty exemption only on captive consumption of power

4- Stamp Duty Exemption–

In view of classification of investors, all categories of entrepreneurs who have established eligible Micro, Small, Medium, Large industries and all Mega project and

Ultra-Mega project (including the industries of the Core sector, according to the Appendix-4) will get complete exemption from stamp duty in the following cases-

- 4.1 (a) On Deeds executed for purchase/lease of land, shed and buildings and on deeds of transfer of land lease (excluding land for mining lease)
(b) Up to 3 years on the execution of deeds related with loan & advances from the date of sanction of loan by bank/financial institutions.
- 4.2 On purchase of agriculture land within 2 years of receipt of land acquisition compensation amount up to the extent of amount received as compensation by the affected land owners for the land acquired for industrial areas/ industrial purpose/ plots reserved for industrial purpose/ industrial areas (excluding land for mining lease).
- 4.3 On purchase/lease of land for Industrial areas/ Industrial park to be established in private sector sanctioned/approved by the Govt. of India/State Government and on industrial units established in those areas/parks.
- 4.4 On purchase/ lease of land by the Chhattisgarh State Industrial Development Corporation limited for industrial area/industrial plot/industrial purposes, land bank and for creation of infrastructure.
- 4.5 On purchase/sale deeds of purchase of closed/sick industrial unit.
- 4.6 On purchase/ lease of land for establishing film studio, editing studio.
- 4.7 On purchase/ lease of land for establishing logistic hub, warehousing, cold-storage and grain silo.

5- Exemption/concession in land premium on allotment of land in industrial areas/industrial parks:-

Eligible industries to be established by the entrepreneurs of general category, shall be given exemption on land premium on the allotment of land in industrial areas of Department of Commerce & Industries/CSIDC, as per the details given below –

(A) Micro, Small & Medium Industry

Area	General Industry	Priority Industry
In industrially developing areas (as per appendix-7)	Nil	50% exemption in land premium
In industrially backward areas (as per appendix-8)	50% exemption in land premium	60% exemption in land premium

(B) Large Industry and Mega projects/Ultra-Mega projects category (Excluding core sector and saturated category of industry)

Area	Description
In industrially developing areas (as per appendix-7)	20% exemption in land premium
In industrially backward areas (as per appendix-8)	25% exemption in land premium

6- Project Report Subsidy –

Eligible new Micro, Small and Medium category industries established by the

entrepreneurs of general category shall be given :-

Area	Description
In industrially developing areas (as per appendix-7)	1 % of the fixed capital investment, maximum Rs. 1 Lakh
In industrially backward areas (as per appendix-8)	1 % of the fixed capital investment, maximum Rs. 2 Lakh

7- Diversion in Land use –

In view of classification of investors, all categories of entrepreneurs who have established eligible new micro and small industries will get 100% exemption from the land diversion fee (on having industrial purpose) up to a maximum limit of 5 acres land.

8. Service Charges for allotment of land outside industrial area (Land Bank) :-

(1) In the case of acquisition of private land and transfer of government land for the industrial purpose (Land Bank) the service charges to be received by the Department of Commerce & Industries/Chhattisgarh State Industrial Development Corporation for allotment of acquired private land/ government land are as given below -

- A. – 5% amount of the land acquisition value payable to the District Administration for acquisition of private land.
- B. – 10% amount on the amount equal to the price of land acquisition for allotment of private/government land.

Note: It is clarified that in the private/government allotment cases made outside the industrial areas, the 10% land allotment service charge payable to the Department of Commerce & Industries/CSIDC shall be added in the land value. The 5% land acquisition fee payable to the District Administration shall not be included in the calculation of land premium.

9- Quality Certification subsidy –

The new and existing Micro, Small and Medium category industries established by the entrepreneurs of general category in the State shall be reimbursed 50% of the amount spent, maximum Rs. 1.00 Lakh for obtaining ISO– 9000, ISO -14000, ISO -18000, ISO -22000 category, BIS certification, Bureau of Energy Efficiency (BEE) certification, LEBP certification in the field of new and renewable energy, AGMARK, Euro Standard or other equal national/international certification will be reimbursed for getting each certification.

10- Technical Patent Subsidy –

New and existing Micro, Small and Medium category industries established by the entrepreneurs of general category in the State shall be reimbursed 50% of the amount spent, maximum Rs. 5.00 Lakh on the basis of successful registered and sanctioned patent for original work/research.

11- Technology Purchase Subsidy-

New and existing Micro, Small, Medium, Large industries and Mega projects and Ultra-Mega projects excluding core sector and saturated category industries established by the entrepreneurs of general category in the State shall be reimbursed 50% of the amount spent, maximum Rs. 5.00 Lakh on purchase of

technology from the NRDC or other Govt. Research Centres.

12- Margin Money Subsidy- Women Entrepreneurs, Retired Soldiers and Naxal affected person and entrepreneurs of Disabled category of the state will get 25 % Margin Money Subsidy on capital investment of Rs.5 crores for establishment of new industry, maximum limit will be Rs.35 Lakh.

13- Industrial Award Scheme –

13.1 At state level-

In the following categories first, second and third prizes will be of Rs.1,00,000/-, 51,000/- and 31,000/- respectively and also Citation will be given.

1. For complete evaluation of Micro & Small industries
2. Micro & Small industry established by the SC/ST category
3. Exporting Micro & Small scale industry
4. Industry established by woman entrepreneur

13.2 At district level

Best Entrepreneur Award for Micro & Small industries and its Prize Money will be Rs.25,000/- and a citation will be given.

The prizes given at the state and district level will not be for those industries which are Ineligible/Saturated category industries under any industrial policy of the State Govt.

14 Exemption from Entry Tax-

Entry Tax exemption shall be given to eligible Micro, Small, Medium, Large industry and all Mega and Ultra-Mega projects (including core sector described in Appendix-4, Steel plant, Cement plants, Thermal power plants and Aluminium plants)

Area	General Industry	Priority Industry
In industrially developing areas (as per appendix-7)	For goods specified in Schedule Two and Three of the Entry Tax Act (excluding Captive quarry/ goods acquired by mining lease located in the State, diesel and petrol) on entering into the local area for consumption or for use in manufacturing, exemption up to 5 years	For goods specified in Schedule Two and Three of the Entry Tax Act (excluding Captive quarry/ goods acquired by mining lease located in the State, diesel and petrol) on entering into the local area for consumption or for use in manufacturing, exemption up to 6 years
In industrially backward areas (as per appendix-8)	For goods specified in Schedule Two and Three of the Entry Tax Act (excluding Captive quarry/ goods acquired by mining lease located in the State, diesel and petrol located in the State) on entering into the local area for consumption or for use in manufacturing, exemption up to 6 years	For goods specified in Schedule Two and Three of the Entry Tax Act (excluding Captive quarry/ goods acquired by mining lease located in the State, diesel and petrol located in the State) on entering into the local area for consumption or for use in manufacturing, exemption up to 7 years

Note-

1. Industries in core sector will get exemption on entry tax as applicable to general category industries.
2. During the period of the Industrial Policy 2014-19 on implementation of Goods and Services Tax (GST), by Government of India, the exemption from Entry Tax will be from November 1, 2014 till the date of applicability of GST.

15 Disabled Person Employment Subsidy-

In view of classification of investors, all categories of entrepreneurs who have established eligible new and existing Micro and Small, Medium industry, Large and all Mega and Ultra-Mega project (including the industries of the Core sector, according to the Appendix-4, Steel plant, Cement plants, Thermal power plants and Aluminium plants) on providing permanent employment to disabled persons under The Persons with Disabilities (Right to equal opportunities, Protection and Full Participation) Act, 1995 of the Government of India, shall be given reimbursement of 25% of their net salary/remuneration as subsidy amount until they are kept in permanent employment.

16 Environment Management Project Subsidy -

- 16.1 In view of environmental management if any technology is adopted by which Carbon Credits is received and if Carbon Footprint gets lowered, subsidy will be given for each such technology, 25 percent of cost of machinery, subject to maximum of Rs. 10 Lakh. This subsidy will be given to all Micro, Small and Medium category industries.
- 16.2 Consultants will be enlisted for getting the subsidy in respect of Carbon Credit given by the World Level Institutions.

Special economic package to the industries established by
entrepreneurs of Scheduled Cast / Tribe category.

Under the special economic package subsidy, exemptions and concessions and land allotment etc. facilities will be provided as follow:-

1- Interest Subsidy:-

Interest subsidy on term loan taken will be given to eligible industries as per the following details:-

- A- Micro and Small Industry- In developing industrial areas, general industries will be given 75% of the total interest, paid up to 6 years, maximum limit Rs. 20 Lakh per year and to the industries of priority sector 75% of the total interest, paid up to 7 years, maximum limit Rs. 25 Lakh per year.

In backward industrial areas, general industries will be given 75% of the total interest, paid up to 6 years, maximum limit Rs. 40 Lakh per year and to the industries of priority sector 75% of the total interest, paid up to 7 years, maximum limit Rs. 50 Lakh per year.

- B- Medium and Large Industry- In developing industrial areas, general category industries will be given 75% of the total interest, paid up to 6 years-maximum limit Rs. 25 Lakh per year and to the industries of priority sector 75% of the total interest, paid up to 7 years, maximum limit Rs. 40 Lakh per year.

In backward Industrial areas, general industries will be given 75% of the total interest, paid up to 6 years, maximum limit Rs. 40 Lakh per year and to the industries of priority sector 75% of the total interest, paid up to 7 years, maximum limit Rs. 60 Lakh per year.

- C- Mega project and Ultra-Mega projects (Only to White goods, Electronic and Electrical consumer product, Pharmaceutical, IT sector, Biotechnology, Textile, Plant, Machinery and equipments for production of New and Renewable energy, Cycle and product/equipment/spares used for manufacturing of cycle)

Area	Description
In industrially developing areas (as per appendix-7)	75% of the total interest, paid up to 6 years, Maximum limit Rs. 70 Lakh per year.
In industrially backward areas (as per appendix-8)	75% of the total interest paid up to period of 8 years, Maximum limit Rs. 120 Lakh per year.

2- Fixed Capital Investment Subsidy :-

- A- Micro & Small Industry- In developing Industrial areas, General Industries 40% of the fixed capital Investment, with Maximum limit of Rs. 40 Lakh and to Priority Industries 40% of the fixed capital Investment, - Maximum Rs. 80 Lakh.

In backward Industrial areas, General Industries 40% of the fixed capital Investment, Maximum limit Rs. 80 Lakh and to Priority Sector Industries 40% of the fixed capital Investment - Maximum Rs. 120 Lakh.

- B- Medium Industry- In developing industrial areas, General category Industries 35% of the fixed capital Investment, Maximum limit Rs. 80 Lakh and to Priority Sector Industries 35% of the fixed capital Investment, - Maximum Rs. 100 Lakh.

In backward industrial areas, General Industries 35% of the fixed capital investment, - Maximum limit Rs. 90 Lakh and to Priority Industries 45% of the fixed capital Investment - Maximum Rs. 125 Lakh.

- C- Large Industry- In developing industrial areas, General Category Industries 35% of the fixed capital Investment - maximum limit Rs. 100 Lakh and to Priority Sector Industries 35% of the fixed capital Investment - maximum Rs. 120 Lakh.

In backward Industrial areas, General Category Industries 35% of the fixed capital investment - maximum limit Rs. 120 Lakh and to Priority Sector Industries 45% of the fixed capital investment - maximum Rs. 140 Lakh.

- D- Mega/Ultra-Mega projects (Excluding core sector and saturated category sector)

Area	Priority Sector Industry
In industrially developing areas (as per appendix-7)	40% of the fixed capital investment - Maximum limit is Rs. 350 Lakh
In industrially backward areas (as per appendix-8)	50% of the fixed capital investment - Maximum limit is Rs. 500 Lakh

- 3- Project Report Subsidy –

New Micro, Small and Medium category industries after the establishment of the industrial unit shall be entitled for reimbursement of expenses made on project report as per the following plan – for the industries established In industrially developing areas 1 % of the fixed capital investment, maximum Rs. 1.5 Lakh and for the industries established in view of industrially backward areas in the state 1 % of the fixed capital investment, maximum Rs. 2.5 Lakh.

- 4- Electricity Duty Exemption (Only for new Industries)

In industrially developing areas only eligible new Micro, Small, Medium and Large category industries established in general industries and priority industries will be given full exemption up to 10 years from the date of commencement of commercial production.

In industrially backward areas only eligible new Micro, Small, Medium and Large category industries established in general industries will be given full exemption up to 10 years from the date of commencement of commercial production and to the industries of priority category full exemption will be given up to 12 years from the date of commencement of commercial production.

Mega projects/Ultra-Mega projects (Excluding core sector and saturated category industry)

Area	Description
In industrially developing areas (as per appendix-7)	Full exemption up to 10 years from the date of commencement of commercial production
In industrially backward areas (as per appendix-8)	Full exemption up to 12 years from the date of commencement of commercial production

Note :- Industries having Captive power generation plants will get electricity duty exemption only on captive consumption of power.

5- Exemption/concession in Land Premium on land allotment in industrial areas (For Micro, Small, Medium, Large, Mega and Ultra Mega Industries):-

- (1) In the industrial areas of the Department of Commerce & Industries/Chhattisgarh State Industrial Development Corporation Ltd., 100 % exemption of land premium shall be given on land allotment for establishing Industries and service enterprises. Rate of lease rent will be Rs.1 per acre per year. Maintenance charges, street light charges, water charges and other taxes and cess will be payable at the prescribed rate.
- (2) In view of providing the facility of free of cost allotment of land (in industry and services enterprise) in the State Government/Chhattisgarh State Industrial Development Corporation Ltd., the earlier policy will remain unchanged. In industrially developing areas 25 percent and in industrially backward areas 50 percent of the land-blocks maintained in all industrial areas will be reserved. The period of reservation will be from the effective date or the date of establishment of the industrial area, whichever is later, up to two years, will be as per earlier policy and shall remain unchanged.
- (3) Small sheds will be made for SC/ST category under the Scheduled Tribe Sub-plan and Scheduled Cast Sub-plan.
- (4) The volume of the plot/land for the entrepreneurs of SC/ST category will be determined according to the eligibility under the Chhattisgarh Industry Land-Shed Rules.
- (5) A special cell will be established in the District Trade and Industry Centre.
- (6) Mega/Ultra-Mega projects of Core Sector shown in the Appendix-4 and Industries of Saturated category will not get any concession in Land Premium and Lease Rent.

6- Quality Certification subsidy –

The new and existing Micro, Small and Medium category industries in the State shall be reimbursed 60% of the amount spent, maximum Rs. 1.25 Lakh for obtaining ISO 9000, ISO 14000, ISO 18000, ISO 22000 category, BIS certification, Bureau of Energy Efficiency (BEE) certification LEBP certification in the field of new and renewable energy, AGMARK, Euro Standard or other equal national/international certification.

7- Technical Patent Subsidy –

New and existing Micro, Small, and Medium industries established in the State shall be reimbursed 60% of the amount spent in obtaining patent up to a maximum limit

of Rs.6 Lakh as encouragement on the basis of Original work/ Research on successfully Registration & Sanctioned patent.

8- Technology Purchase Subsidy-

The eligible new and existing Micro, Small, Medium industry, Large industry and Mega and Ultra-Mega projects category excluding core sector and saturated category industries established in the State shall be reimbursed 60% of the amount spent on purchase of technology from the NRDC or other Govt. research centre, up to a maximum limit of Rs.6 Lakh.

9- Margin Money Subsidy-

To the industries of up to the capital cost of Rs.5 crores, 25 % of the Project Cost will be given as Margin Money Subsidy from the Tribal Sub-Plan / ST Special share scheme of the state govt., the maximum limit of the subsidy will be Rs.40 Lakh.

10- Industrial Award Scheme –

Every year first, second and third prize will be given at state level, in which amount of Rs.1 Lakh, 0.51 Lakh, and 0.31 Lakh will be awarded as first, second and third prize respectively and also Citation will be given.

11- Other Economic Incentives -

In addition to the above special economic incentives of industrial investment, in terms of category Investors like the industries established by the entrepreneurs of the General category, will also get the following economic incentives of industrial investment:-

11.1 Exemption from Stamp Duty

11.2 Exemption from payment of Entry Tax

11.3 Disabled Employment Subsidy

11.4 Environment Management Project Subsidy (Only for Micro, Small and Medium industries)

Note: All the industrial areas/ parks established after the appointed date and industries which have been allotted land in industrial areas/ parks that are either established or under establishment, will be given 10% more benefit in subsidy cases and maximum limit will also be increased by 10% and tenure exemption will increase by 1 year in exemption cases.

List of Industrially Developing Areas for Promotion of Industrial Investment

S.No.	Name of District	Name of Development Block
1	Raipur	Dharsiwa, Tilda, Abhanpur
2	Balodabazar-Bhatapara	Balodabazar, Bhatapara, Simga
3	Bilaspur	Belha, Kota, Takhatpur
4	Durg	Dhamdha, Patan, Durg
5	Rajnandgaon	Rajnandgaon
6	Mahasamund,	Mahasamund
7	Dhamtari	Dhamtari
8	Janjgir-Champa	Akaltara, Champa (Bamhanideeh), Janjgir (Navagarh), Sakti and Baloda
9	Raigarh,	Raigarh, Pusour, Gharghoda, Tamnaar, Kharsiya
10	Korba	Korba, Katghora

List of Industrially Backward Areas for Promotion of Industrial Investment

S.No.	Name of District	Name of Development Block
1	Raipur	Aarang
2	Balodabazar-Bhatapara	Kasdol, Bilaigarh, Palari
3	Bilaspur	Gaurela, Pendra, Marwahi and Masturi
4	Mungeli	Mungeli, Pathariya, Lormi
5	Balod	Balod, Daundi, Dondi-Lohara, Gunderdehi & Gurur
6	Bemetara	Bemetra, Saja, Navagarh & Berala
7	Rajnandgaon	Ambagarh-Chowki, Maanpur, Mohla, Chhuriya, Chhuikhadan, Dongargarh, Dongargaon & Khairagarh
8	Mahasamund	Basana, Pithora, Bagbahara & Saraipali
9	Dhamtari-	Nagari, Magarlod & Kurud
10	Janjgir-Champa	Malkharoda, Jaijaipur, Dabhara & Pamgarh
11	Raigarh	Dharamjaigarh, Baramkela, Sarangarh & Lailunga
12	Korba	Kartala, Podi-Uroda & Pali
13	Gariyaband	Gariyaband, Mainpur, Chhura, Devbhog, Fingeshwar
14	Kabirdham-	Kawardha, Pandariya, Lohara & Bodala
15	North Bastar (Kanker), South Bastar (Dantewada), Sukma, Kondagaon, Narayanpur, Bijapur, Bastar, Jashpur, Balrampur, Surajpur, Sarguja & Koriya.	All Development Blocks

Non Fiscal Facilities

1. For Land diversion, authority for land diversion at the District level shall be given to the concerned District Collector and re-fixation of the land revenue after diversion will also be done by the Collector within a time limit of 30 days. For this purpose necessary amendments in the land revenue code will be made.
2. Necessary amendments in the concerned Act will be made for issuing “No Objection Certificates” to industrial projects/ establishment of industries, local bodies (Nagar Palika/ Nagar Parishad/ Nagar Nigam/ Nagar Panchayat/ Gram Panchayat). Process simplification/ acceptance of Deemed No Objection Certificate/ no requirement of NOC for establishment of industries from two kilo meter away of rural areas.
3. To make easy and up-to-date clearance, concerned process for establishment of industrial projects/ industries, following amendments will be made:-
 - 3.1 Renewal period of consent to operate the industries issued by Chhattisgarh Environment Conservation Board will be increased to 5 years for red category of industries, 10 years for orange category of industries and 15 years for green category of industries.
 - 3.2 Single certificate will be issued by clubbing all consents in place of much operational consent for different activities in single premises. And in future the operational consent will be single.
 - 3.3. Renewal of electrical licence will be done for 5 years.
 - 3.4 Period for storage licence under Chhattisgarh Mineral (Mining, transportation and storage) Rules will be increased up to 10 years.
 - 3.5 Inspection for renewal of certificate under Indian Boiler Act, will be done by third party i.e. trained Engineers and for this purpose necessary notification will be issued.
 - 3.6 Stamp duty exemption for registration in case of change of constitution of any industrial unit (single proprietary, partnership, private limited) to limited liability partnership (LLP) will be examined.
- 4 Necessary amendments will be made after examination for exemption from “Agriculture Land Ceiling Act” for the agricultural land to be purchased for establishment of Industrial Project/ Industries.
- 5 After thorough examination, necessary amendments will be made/ Notification will be issued to keep all the industrial areas/parks out of the purview of Local Bodies to avoid double taxation by Local Bodies in all the industrial areas approved by Government of India/ State Government.
- 6 The prevailing rate for transfer of land in industrial areas and out of industrial areas allotted through Industries Department/ any of its agencies will be decreased.

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