

**Scheme of Assistance for Development
of EMCs under Electronics Policy
(2016-21)**

**Government of Gujarat
Science and Technology Department
G.R. No: EHM/10/2011/276392/IT
Sachivalaya, Gandhinagar**

Date: 29th February 2016.

RESOLUTION

Read: Electronics Policy (2016-21) dated 29.02.2016

Preamble

Electronics System Design and Manufacturing (ESDM) is one of the largest and fastest growing manufacturing sectors in the world. The Government of India (GoI) has, through its National Policy on Electronics, 2012, contemplated that the demand for electronic goods in India will rise to USD 400 billion by the end of the year 2020. The policy has further contemplated domestic demand and production gap of nearly USD 300 billion by 2020.

2. With a view to provide focussed attention on boosting manufacturing through increased investment in setting up of ESDM, the Government of India has come up with National Policy on Electronics in the year 2012 which has been subsequently revised from time to time. Under the provisions of National Policy on Electronics, 2012, the GoI has issued Schemes and Implementation Guidelines for M-SIPS, Electronics Manufacturing Clusters (EMCs), etc.

3. In the context of National Electronics Policy and associated emphasis on setting up of Electronics Manufacturing industry in the country, the Government of Gujarat, with a view to providing focused attention on the subject came out with the Electronics Policy for the State of Gujarat (2014-2019) which was notified on 12th November, 2014.

4. Since the notification of Electronics Policy by the State Government, the Government of India has further emphasized the core importance of the sector by

focusing on creating facilities for electronics manufacturing within the country through policy revisions. Accordingly, the Government of India has revised M-SIPS Policy and brought in new verticals, simplified approval process, revised threshold for various industry units and has made policy more attractive by introducing production subsidy, etc.

5. As the Government of India undertook two major campaigns – National Skill Development Mission and Make in India Campaign – it also acknowledged the pivotal role that Electronics Manufacturing Industry can play in economic growth as well as employment creation. The Department of Electronics and Information Technology (DeitY), Government of India estimates that with an electronics manufacturing industry of USD 400 billion direct employment creation of 28 million positions is possible. It has also acknowledged that electronics manufacturing can give a boost to the overall manufacturing sector thus playing a central role in creating right ecosystem to realize benefits of huge demographic dividend that India boasts of.

6. Consistent with above considerations, various State Governments have also either come out with de novo electronics policy or have revamped their existing electronics policy.

7. The Electronics Policy of Gujarat, notified in 2014 was cast in overall context of Industrial environment existing in Gujarat. Though Gujarat continues to hold flag position in overall manufacturing sector in the country, the nature of electronics manufacturing sector and evolving technology trends therein position it very differently from other sectors of industry and therefore, require that incentive structure for promoting electronics manufacturing is crafted differently compared to the ones done for other sectors of the industry.

8. In the above background, to ensure that Gujarat positions itself competitively for attracting investments in electronics manufacturing, to benefit from the investment as well as the employment generation and to play a proactive, responsible and lead role in matters of national importance, it became necessary to revisit the provisions of the electronics policy for the State of Gujarat announced in 2014 and to come out with this Electronics Policy (2016 – 21).

9. The policy referred to above lists out the role of the State Government in creating an enabling environment and provides for different incentives that EMC and ESDM units getting setup or expanded to in Gujarat are entitled to. The objective of formulating a scheme to list out procedure as well as approval mechanism to operationalize the policy in relation to providing assistance for the setting up of Electronics Manufacturing Clusters was under the consideration of the Government. In consideration thereof, the Government of Gujarat resolves as under:

Resolution

In view of the strategy, approach, specified incentives under the Electronics Policy (2016-21) (referred herein under as the “Electronics Policy”), the Government of Gujarat is pleased to introduce a scheme of “assistance for the development of EMC” which will come into force from the date of issuance of this Government Resolution and will remain in operation till the operative period of the Electronics Policy (2016-21).

1. Definitions

- 1.1. All the definitions as specified under the Electronics Policy shall have the meaning as specified therein.
- 1.2. **‘ESDM units’** shall imply the definition as assigned to such under the referenced policy, and in addition, will also include type of sectors or industries which are listed in Annexure 5 to the Guidelines for the Operations of the M-SIPS dated 07th Oct 2012 issued by Gol as amended from time to time.
- 1.3. **‘EMC’** reference to the word EMC shall imply either Greenfield EMC or Brownfield EMC.
- 1.4. **‘Greenfield EMC’** shall have the meanings as assigned under the Gol Notification No. 8(50)/2011-IPHW dated 22nd October, 2012, as amended from time to time.
- 1.5. **‘Eligible Activities’** means the activities as listed out in the Annexure VI to this Scheme.
- 1.6. **‘Applicant’** under this Scheme for assistance shall be a legal entity registered under the Companies Act 2013 intending to setup Greenfield EMC. In addition, Boards and Corporations set up by Government or its entities will also be eligible to be considered as an ‘Applicant’ for the purposes of this Scheme.

- 1.7. **'Empowered Committee'** shall have the meaning as defined in para 4 of this GR.
- 1.8. **'Competent Authority'** shall have the meaning as defined in para 5 of this GR.
- 1.9. **'Project Cost'** means the total cost of implementation of the project for which the financial assistance is sought under the scheme as per the application. For purposes of calculating the project cost, the cost of land, and of buildings of individual units shall not be considered.
- 1.10. **'Processing Area'** means an area within the EMC, wherein ESDM units, common facilities and physical infrastructure, as result of activities listed out in Annexure – VI to this GR, would be located.

2. Available Assistance:

- 2.1. The assistance under the scheme shall be available to applicants, for the purposes of eligible activities as specified above in relation to the development of EMC. Provided that for the project to be eligible for assistance, processing area in EMC, in area terms, shall not be less than 80% of the total area of EMC and 60% of processing area has to be allotted to ESDM units.
- 2.2. The assistance provided under the scheme shall be in addition to the assistance provided by the Government of India or by any other Institution not belonging to Government of Gujarat or any of its legal entity.
- 2.3. **Capital Assistance**
 - (a) Greenfield EMCs which are set up in an area less than 200 acres shall be entitled to an assistance of 25% of the eligible project cost subject to a ceiling of Rs. 25 crores.
 - (b) Greenfield EMCs which are set up in an area of more than 200 acres will be entitled to an assistance of 25% of eligible project cost subject to a ceiling of Rs. 100 crores.
 - (c) In respect of Greenfield EMCs, the assistance mentioned at para (a) and (b) above shall be subject to minimum promoter contribution equal to assistance by Government of Gujarat towards the eligible project cost.

2.4. **Stamp Duty and Registration Fee Reimbursement:** Developers of Greenfield EMCs will be entitled to 100% reimbursement of the stamp duty as well as registration fee paid by them to the Government of Gujarat, towards lease/sale/transfer of land for the EMC.

2.5. **Uninterrupted Availability of Power and Power Tariff Subsidy to EMCs:**

(a) With a view to provide uninterrupted and good quality power supply to the EMCs, the Government would provide necessary feeder or a sub-station on need basis. For setting up of such feeder / sub-station, Government will contribute towards the cost of such, subject to a ceiling of Rs. 5 crores.

(b) EMCs will be given power tariff subsidy at Re. 1 per unit in the billed amount for a period of five years as promotional incentive on reimbursement basis.

(c) EMCs purchasing electricity from the state electricity / power distribution licensee will only be eligible for this subsidy. EMCs either generating power from their captive power plants or getting electricity through open access will not be eligible for this subsidy.

(d) EMC will be given 100% reimbursement for electricity duty paid by it for a period of 5 years from the date of approval of EMC.

3. **Procedure for Making Application and Approval of Assistance:** The following procedure will regulate the expression of interest, making the application by an applicant and process of approval, communication of approval by the Competent Authority for approving assistance under this Scheme:

3.1. **Expression of Interest for Setting-up of EMC:** A person intending to promote setting up of EMC or an applicant intending to avail assistance under this scheme shall intimate the Competent Authority in Government by an Expression of Interest as per Annexure-I to this scheme.

3.2. Any application received by the Government in Industries & Mines Department or in Department of Science and Technology, or under any of their subordinate offices, for benefits under the Electronics Policy of the

State Government (2014-19), in so far as it pertains to setting up of EMC, made after 12th Nov 2014 till the issuance of this Scheme, in whatever format, will be deemed to be an application for Expression of Interest under this scheme.

- 3.3. **Letter of In-principle Approval:** The competent authority, on receipt of the Expression of Interest for availing assistance for setting up of EMC, shall convey to the applicant its decision granting in-principle approval along with the indicative list of eligible assistance or alternatively convey the rejection and causes in brief thereof, the conditions, time lines that the applicant has to comply with for availing assistance, the obligations of the applicant as well as of the competent authority in relation to disbursement of the assistance and the likely disbursement schedule. The in-principle approval by the competent authority shall be conveyed in a format as per Annexure-II, within one month from the receipt of Expression of Interest as in para 3.1. Communication of in-principle approval doesn't confer any entitlement to the applicant. Entitlement and actual disbursal of the assistance as specified in the scheme will be an outcome pursuant to formal application in format as in para 3.5, and in accordance with decision of the empowered committee subject to fulfillment of conditions specified therein.
- 3.4. **Validity of In-principle Approval:** The in-principle approval, conveyed as above in para 3.3, shall be valid for a period of one year. However, subject to fulfillment of conditions (a), (b) and (c) as indicated in para 4 of Annexure-II to this Scheme and subject to satisfactory reasons for non-fulfillment of conditions (d), (e) and (f) as indicated in para 3 of Annexure – II to this Scheme, in-principle approval can be extended by the competent authority for a period of, at the most one year. After the said period of validity, in-principle approval shall lapse and the applicant will have no claim for any incentive or benefit against the Government. However, the applicant will be free to reinitiate process by filing a fresh intention for setting up of EMC which will be treated as a separate and a new application.

3.5. **Filing of Formal Application:** The applicant shall apply to the Competent Authority in the application form specified as per Annexure – III. The entitlement of the applicant for evaluation of his claim for the assistance under the scheme will arise only after filing of this application form along with the prescribed Annexures.

(a) The Competent Authority will scrutinize the proposal and place it before the Empowered Committee for a decision on total assistance eligible to the applicant.

(b) The Empowered Committee may call the applicant for a presentation or any clarification in relation to either eligible activity or the cost marked against the Eligible activity, or any of its components.

(c) The Empowered Committee will record its decision as to approval of eligible assistance in a format as placed at Annexure –IV.

3.6. **Methodology for Disbursement:** Based on the decision of Empowered Committee, the Competent Authority will convey the final decision on the eligibility of the applicant for the assistance under the Scheme, the schedule of disbursement and the contingent progress milestones in format as per Annexure – V. The disbursement will be in three tranches as per following schedule:

(a) Advance release of 25% of eligible assistance by the Competent Authority subject to availability of whole area of EMC, approval of site layout plan and approval of Pollution Control Board, if required.

(b) Second tranche of 50% of eligible assistance will be disbursed after the applicant has already incurred expenditure of 60% of the eligible project cost in eligible activities.

- (c) The third and final tranche of the assistance amounting to 25% of eligible assistance will be paid when the applicant has incurred expenditure of 100% of the eligible project cost.
- 3.7. Provision for electricity feeder or sub-station on need basis, will be made by the Government when the applicant has already incurred the expenditure of 50% of the project cost. Any cost of such feeder/sub-station, in excess of Rs. 5 crore shall be deposited by the applicant or will be adjusted against the second or third tranche of eligible assistance.
- 3.8. Reimbursement of Stamp Duty and Registration Fee will be made to an applicant along with advance release in para 3.6.(a).
- 3.9. Reimbursement of Electricity duty and benefit under power tariff subsidy will be made quarterly on production of proof of payment of the same.

4. State Level Empowered Committee

For approval of the assistance to EMCs under this Scheme, the State Level Empowered Committee (Empowered Committee as referred in the scheme) comprising of the following members is constituted:

- (i) Chief Secretary – Chairman
- (ii) Additional Chief Secretary, Finance Department – Member
- (iii) ACS/PS, Industries & Mines Department – Member
- (iv) ACS/PS, Revenue - Member
- (v) Principal Secretary, Energy & Petrochemicals Department – Member
- (vi) Secretary, Science & Technology Department – Member
- (vii) Industries Commissioner – Member
- (viii) Director, Gujarat Electronics Mission – Member Secretary

Till the time, Gujarat Electronics Mission is set up, the Director (Information Technology), Government of Gujarat shall be the Member Secretary.

5. Competent Authority

The Competent Authority for undertaking process for the grant of approval and disbursement of assistance will be the Director, Gujarat Electronics Mission

(GEM). Till the time, Gujarat Electronics Mission is set up, the Director (Information Technology), Government of Gujarat, will function as the Competent Authority. The competent authority will act as single window competent authority as referred to under the Electronics Policy.

6. Interpretation

Any interpretation or clarification under the scheme will be decided by the Department of Science and Technology and decision thereof would be final and binding to all.

7. Budgetary Provision

The expenditure on this account shall be made from the grants under the following budget head: "Demand no. 89" Major Head 2052, Information Technology Incentive Plan.

The above Government Resolution issues with the concurrence of Energy & Petrochemicals Department on the file of even number dated 14-12-2015, of Revenue Department dated 14-12-2015, of Industries and Mines Department dated 02-02-2016, and of Finance Department dated 12-02-2016.

By order and in the name of the Governor of Gujarat,

Sd/-

(Dhananjay Dwivedi)

**Secretary to the Government of Gujarat,
Department of Science and Technology.**

To

- 1. *Principal Secretary to Hon'ble Governorshri, Raj Bhavan, Gandhinagar.**
- 2. Chief Principal Secretary to Hon'ble Chief Minister.**
- 3. Principal Secretary to Hon'ble Chief Minister.**
- 4. Secretary to Hon'ble Chief Minister.**
- 5. Personal Secretary to Hon'ble Ministers, Government of Gujarat.**
- 6. *Personal Secretary to the Leader of Opposition Party in Gujarat Legislative Assembly, Gandhinagar.**

7. ***Deputy Secretary to Chief Secretary, Government of Gujarat.**
8. ***Registrar, Hon'ble Gujarat High Court, Ahmedabad.**
9. ***Secretary, Gujarat Vigilance Commission, Gandhinagar.**
10. ***Secretary, Gujarat Public Service Commission, Ahmedabad.**
11. ***Secretary, Gujarat Legislature Secretariat, Gandhinagar.**
12. ***Secretary, Gujarat Civil Service Tribunal, Gandhinagar.**
13. **All Administrative Departments**
14. **VC and MD, GIDC, Udyog Bhavan**
15. **Industries Commissioner, Government of Gujarat**
16. **All Heads of the Departments**
17. **All Collectors.**
18. **Managing Director, Gujarat Informatics Limited**
19. **Director, Information Technology**
20. **DDG and SIO, NIC, Gujarat**
21. **Account General (A&E) Gujarat, Post Box No. 2201, Rajkot.**
22. **Account General (A&E) Gujarat, Ahmedabad Branch, Ahmedabad.**
23. **Account General (Audit-1) Gujarat, MS Building, Ahmedabad.**
24. **Director, Account & Treasuries, Gujarat State, Gandhinagar**
25. **Pay & Account Offices, Ahmedabad/Gandhinagar**
26. **All District Treasury Offices**
27. **Resident Audit Officer, Ahmedabad/Gandhinagar.**
28. **Select File.**

***By Letter**

(Copy of this Resolution can be downloaded from URL: <http://dst.gujarat.gov.in>)

Annexure – I:

**Application for Expression of Interest
(to be filled in by person / entity applying)**

1. Basic Information

(a)	Name of the Person Applying	
(b)	Contact Address Telephone: Mobile: Email:	
(c)	Identity Proof PAN/ Passport/ Bank Statement with picture/ Aadhaar Card (Any one)	

2. Nature of Entity (Please provide as much information as you can)

(a)	Type of Entity that will set up EMC (Please attach certified copy of the memorandum and articles of association or equivalent registration documents if already done)	Proprietorship/ partnership/ company/ Govt. owned Boards & Corporations
(b)	Office Address: Office: Factory: Tele No. : Fax No. : Email:	
(c)	Registration Details (Enclose Memorandum and Articles of Association)	
	Certificate of Incorporation (please provide certified copy)	
	PAN Number (please provide certified copy)	
	Service Tax & Central Excise Certificate (please provide certified copy)	
(d)	Name, address & contact details of the Directors/ Promoters along with the PAN Numbers (Please provide the CA Certificate showing the shareholding pattern)	
	a)	
	b)	
	c)	

(e)	Name, designation & contact details of the Authorized Person	
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3. Details of Proposed Electronics Manufacturing Cluster

(a)	Location District Taluk Village	
(b)	Tentative area of the land over which EMC will be set up	
(c)	Tentative Project Cost (in Rupees) (excluding land)	
(d)	Brief Description of the activities undertaken so far by the applicant for setting up the EMC and for bringing ESDM units in the proposed EMC	

4. Assistance Sought under the scheme

(a)	Capital Subsidy (Amount in Rupees)	
(b)	Stamp Duty/ Registration Fee Reimbursement	
(c)	Feeder or Sub-station Requirement	
(d)	Power Tariff and Electricity Duty Reimbursement	

Signature of person making
application / Authorised Signatory of applicant

Annexure – II:

Format for Letter of In-principle Approval

Date:

To

Ref: 1. Your Expression of Interest dated _____

Sub: In-principle approval for Electronics Manufacturing Cluster Proposed at _____.

Sir/ Madam,

1. Please acknowledge registration no. for your application is _____. In future correspondences please quote this number.
2. On behalf of the Government of Gujarat, I convey the “in-principle” approval/ refusal with reference to your application for development of Electronics Manufacturing Cluster (EMC) at <<location>> with an estimated project cost of Rs. << >>.
3. Subject to the adherence to conditions as laid out in para 4 of this letter and subject to approval by the Empowered Committee, the maximum assistance that you can avail under the scheme will be as under:
 - (a) Capital subsidy: Rs. _____ or 25% of Project Cost, whichever is lower
 - (b) Electricity Feeder / Sub-station at _____ to be set up by Government on your behalf with Government contribution limited to Rs. 5 crores.
 - (c) Stamp Duty/ Registration Fee Reimbursement: on actual basis.
 - (d) Power Tariff and Electricity Duty Reimbursement: on actual basis.
4. This in-principle approval is valid for a period of one (1) year from the date of issuance of this letter subject to fulfillment of the following conditions:-
 - (a) Procurement and having final possession of the land
 - (b) Formation of SPV
 - (c) Financial Closure of the Project – for computing financial closure, the applicant will be allowed to incorporate eligible assistance from GoI, GoG, under respective schemes for assistance to EMCs, and expected proceeds of user/ service charges to be collected from ESDM units, along with own equity and debt that the applicant will take.
 - (d) Preparation and submission of Detailed Project Report (DPR), detailed drawings and designs of the works along with their cost estimates

- (e) Component/ activity wise implementation schedule specifying the timelines and corresponding milestones
 - (f) Submission of application as per para 3.5 of the scheme within 1 year.
5. In case, the above conditions are not met by the end of the validity period of this in-principle approval, the validity may be extended by an additional period of up to one year subject to fulfillment of the mandatory conditions in sub para (a), (b), (c), with a satisfactory justification for the delay of other conditions mentioned in para 4 above.
 6. Application for extending validity of in-principle approval shall be made before expiry of one year from grant of in-principle approval. In case, the validity period is extended, a detailed timelines for fulfilling the following conditions should be intimated to the Competent Authority.
 - a. Preparation and submission of DPR, detailed drawings and designs of the works along with their cost estimates
 - b. Component/ activity wise implementation schedule specifying the timelines and corresponding milestones
 - c. Submission of formal application as per para 3.5 of the Scheme
 7. In an instance where the criteria is not met within the validity period, with or without extension, the in-principle approval shall lapse and the applicant would not have any claim for any incentive / benefit against the Government. However, you can submit a new Expression of Interest which would not be linked to the application referenced herein and will be treated as a new application.
 8. You are informed that till the filing of formal application as in Annexure – III, you can change the applicant.

Yours Sincerely,

Annexure –III:

**Application Form for Availing Assistance under the Scheme of Assistance for Development of
Electronics Manufacturing Cluster (EMC)**

(to be filled in by the applicant)

Application Registration No.

1. Basic Information

1.	Name of the Applicant				
2.	Contact Address Telephone: Mobile: Email:				
3.	Registration Details (Enclose Memorandum and Articles of Association)				
	Certificate of Incorporation (please provide certified copy)				
	PAN Number (please provide certified copy)				
	Service Tax & Central Excise Certificate (please provide certified copy)				
4.	Type of the Entity (Please attach certified copy of the memorandum and articles of association or equivalent registration document)	Proprietorship/ partnership/ company/ Boards or Corporations of the Government			
5.	Name, address & contact details of the Directors/ Promoters along with the PAN Numbers (Please provide the CA Certificate showing the shareholding pattern)				
	Name	DIN NO	Address	Contact No.	Email
6.	Name, designation & contact details of the Authorized Person (please enclose copy of authorisation letter)				

2. Details of Proposed Electronics Manufacturing Cluster

1.	Location District Taluk Village	
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	Village Wise list of survey numbers and corresponding areas, ownership details along with the map marking the site.	
2.	Finalised area of the land over which EMC will be set up in acres.	
3.	Proof of Land Possession (attach copies of relevant revenue records)	
4.	Brief Description of the activities undertaken so far by the applicant since the in-principle approval for setting up the EMC and for bringing ESDM units in the proposed EMC	
5.	Please enclose detailed project report of the Proposed EMC	

3. Project Components & Cost

(a) Total Project Cost:

(b) Eligible Project Cost: (Please indicate cost components corresponding to eligible items mentioned in annexure VI only)

S No	Project Component	Cost
1.		
2.		
3.		
Total		

4. Means of Financing the Project

Total Project Cost	Promotors Contribution	
	Contribution from Units	
	Anticipated GoI Grant-in-aid/Assistance	
	Expected GoG Assistance	
	Debt/Borrowing (Please include Loan Sanction Letter)	
	Total	

5. Assistance Sought under the scheme

1.	Financial Assistance (Amount in Rupees)	
2.	Stamp Duty/ Registration Fee	

	Reimbursement (Please include the documentary evidence of payments)	
3.	Feeder / substation for Electricity Supply: KVA/MVA Rating Location at _____ (DPR should cover a section on Power requirement assessment)	
4.	Power Tariff and Electricity Duty Reimbursement	

6. Bank Account Details

1.	Name and address of Bank where account is kept	
2.	Bank Account Number	
3.	IFSC Code	
4.	RTGS Details	

7. Declaration:

I hereby declare that the information, statements & other papers given herein are to the best of my knowledge & belief, true and correct in all particulars. I also declare that for the Project of setting up EMC, I am not availing any other assistance from Government of Gujarat Departments or any of its Organisation.

I also declare that I am duly authorized to sign an application and details and documents submitted in this application.

Authorised Signatory

Note:

Any financial transactions / expenditure statements forecast submitted by the applicant must be signed by the authorized signatory of the applicant and be certified by the auditor/ chartered accountant.

Annexure – IV:

Format for Recording Minutes of Empowered Committee

Application Reference No.			
Applicant			
Assistance Sought			
Sr. No	Type of Assistance	Approximate Amount of Assistance	Remarks
Background Note (As proposed by Competent Authority for meeting)			
Discussion Part of Minutes, by Empowered Committee			

Approval Granted by Empowered Committee			
Sr. No	Type of Assistance	Maximum Eligible Amount of Assistance	Remarks
1.	Capital Subsidy		
2.	Stamp Duty Reimbursement		
3.	Registration Fee Reimbursement		
4.	Feeder / Substation Assistance		
5.	Power Tariff and Electricity Duty Reimbursement		
Conditions for Disbursement (Assistance Type-wise)			

Signatories

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Annexure V:

Final Approval Letter Format

Date:

To

Ref: 1. **Application Registration No**

Sub: Approval of Assistance for Electronics Manufacturing Cluster at _____.

Sir/ Madam,

1. This is to convey the approval/ refusal of assistance for EMC by Government of Gujarat with reference to your application registration number _____ for development of Electronics Manufacturing Cluster (EMC) at <<location>> with an estimated project cost of Rs. <<>>.
2. You are conveyed approval of financial assistance, as per following schedule subject to fulfillment of conditions in para 3.

Sr. no	Type of Assistance	Maximum Eligible Amount of Assistance
1.	Financial Assistance (Amount in Rupees)	
2.	Stamp Duty/ Registration Fee Reimbursement (Please include the documentary evidence of payments)	
3.	Feeder / substation for Electricity Supply: KVA/MVA Rating Location at _____ (DPR should cover a section on Power requirement assessment)	
4.	Power Tariff and Electricity Duty Reimbursement	

3. You are also conveyed approval of the Government for setting up an electrical feeder line/substation of ___ capacity for supplying quality power supply to units. This work will be undertaken by the GUVNL's Distribution Company (applicable) and Government contribution towards the cost will be limited to Rs. _____ (max Rs. 5 crores). Additional amount for feeder line/substation, above this amount will have to be deposited by you to the concerned

Distribution Company. Please submit a copy of such deposit where upon my office will deposit _____ amount for the Government as assistance under this scheme.

4. The approval conveyed herein for financial assistance for feeder is subject to following conditions:
 - (a) You undertake execution of Project as proposed in DPR.
 - (b) Assistance will be limited to Max. Rs. _____ or 25% of the expenditure made in eligible Project cost components, whichever is lower.
 - (c) 2nd and 3rd installment of assistance is contingent on setting up of at least __ and __ ESDM units in the EMC, respectively.
5. The provision for feeder/substation will be made by the Government on your behalf when the applicant has already incurred the expenditure of 60% of the project cost.
6. Benefit of Stamp Duty and Registration Fee exemption/reimbursement will be made to ESDM units. The procedure and time line etc. shall be as defined in the scheme for ESDM units.
7. Disbursements – The disbursement of the assistance and execution of feeder work, if any, would be done in following manner:-
 - (a) Advance release of 25% of Capital Subsidy by the Component Authority subject to availability of whole area of EMC, approval of site layout plan by the competent authority and approval of Pollution Control Board, if required.
 - (b) Second tranche of 50% of eligible Capital Subsidy will be disbursed after the eligible unit has already incurred expenditure of 60% of the project cost in eligible activities.
 - (c) The third and final tranche of the Capital Subsidy amounting to 25% of eligible assistance will be paid when the applicant has incurred expenditure of 100% of the project cost.
 - (d) Reimbursement of Stamp Duty / Registration Fee, Power Tariff Subsidy, Electricity Duty will be on basis of claim submitted as per incurring of such expenditure.

I wish you best of luck with the Project. Should you have any difficulty or have queries Mr. _____ will be your personal contact. He can be reached at _____.

Yours Sincerely

Annexure-VI:

List of Eligible Activities under this Scheme

Sr. No	Activity
Basic Development	
01	Boundary Wall
02	Internal Roads
03	Street Lighting
04	Storm Water Drains
Services	
05	Government Support Office
06	Water Treatment Plant
07	Sewage Lines/Treatment
08	Waste Disposal / Recycling/ Water Harvesting
09	Electricity Sub-Station/Distribution
10	Backup Power Plant
11	Warehousing
Welfare Services	
12	Employee Hostel & Mess
13	Hospital and ESIC
14	Recreational Facility Playground Clubhouse
15	Creche/Nursery
16	Local Shopping Centre
17	Restaurants
18	Educational Facilities

Support Services	
19	Centre of Excellence (R&D, Incubation and Consultancy Services)
20	Training Facility / ITI
21	Auditorium & Conference Facility
22	Video Conferencing
23	IT Infrastructure / Telecom (Broadband Connectivity, Cloud Computing, ERP/Factory Management System)
Manufacturing Support	
24	Tool Room
25	CAD/CAM Design House
26	Plastic Molding
27	Sheet Metal Stamping
28	Packaging / Epoxy Suppliers
29	Testing and Certification Facility
30	Component Testing (Safety, Life Test, Reliability, Electrical & Mechanical Properties, RoHS Testing, EMI/EMC Testing)
Government Regulatory Support / Services	
31	Development Commissioner / Designated officer
32	Tax Support / Filing
33	Factory/Labour Compliance Support
34	Pollution Control