

**SNAPSHOT OF INCENTIVES
JHARKHAND ESDM POLICY 2016**

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Total limit of Incentives

The total Fiscal Incentives paid to amend unit, shall not exceed 25% of the capital cost of the project of the project excluding the cost of land, transfer fee, and registration charges. All incentives under this policy shall be for the term of 5 years.

S. No	Subsidy/Incentive/Concession/Reimbursement	Incentive	Applicability	Limitation
Fiscal Incentives				
1	Income Tax Reimbursement	25%	Income tax for all ESDM units started new within 5 calendar years shall be eligible for reimbursement	It shall not be covered or be considered under total cap placed on incentives at 25%.
2	Capital/Investment Reimbursement	10%	Total investment by the unit in building, plant, machinery, testing, equipment, tools and jigs etc.	Subject to maximum of Rs 10 Cr
3	Interest Reimbursement	50%	The state shall reimburse the interest paid by the unit to scheduled commercial bank in India	Subject to maximum of Rs 1 Cr. It shall not be covered or be considered under total cap placed on incentives at 25%.
4.	Technology Acquisition	50%	The state will reimburse the cost of technology acquisition	Subject to the maximum of Rs 1 Cr for every 5 years.
5.	Registration, Stamp duty and Transfer Fee	100%	Reimbursement of stamp duty, transfer duty, and registration fee paid by the companies on sale/lease deeds on the first transaction only.	The incentives shall not provide in case of Government land
6.	Patent Filing	Rs 30 lacs	The state shall reward for Triadic patent filed by a company and issued by EPO, USPTO, and JPO. The state shall reimburse 100% of the cost of filing patent by company/unit	It shall not be covered or be considered under total cap placed on incentives at 25%.
7	Recruitment Assistance	Rs 20,000 per employee	Recruitment assistance per employee for a minimum annual recruitment of 10 new IT/ITeS professionals	From the colleges located in physical limits of Jharkhand
8	Employment Rebate on cost of land purchased	Rs 30,000 per employee	Reimbursement on the cost of the land will be provided per employee.	The employee should be resident of Jharkhand or has done above class 10th studies from Jharkhand.
9	Floor Area Ration (FAR) Relaxation	50%	More than 50% FAR allowed	allowed upon the approval of concerned Authority/ULB

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10	Transport Reimbursement	50%	Transport reimbursement of Commercial Tax/VAT applicable for the importers of ESDM raw material from abroad	N.A								
11	Reimbursement of Provident Fund	50% per month per employee	Reimbursement of PF per month per employee of the PF paid by the unit for all created positions by units	For a period of 5 years								
12	Product Certification	100%	Reimbursement of testing charges incurred for getting products tested from any lab	Subject to maximum of Rs 1 lakh per product								
			Reimbursement of charges towards the annual certification fee paid to any certification body	Subject to maximum of Rs 50,000 per product.								
Mega Projects												
13	Mega Projects	Tailor Made packages	<p>Tailor made package of incentives shall be made available to leading edge technology projects</p> <p>Power Generation: Shall be allowed sell power on Power exchange and also earn carbon credits.</p> <p>Solar Power: The mega project shall be provided a 15% capital reimbursement or Rs 25 lakhs whichever is lower. Solar Power generation units will also enjoy 50% reimbursement of electricity duty for a period of 5 years.</p> <p>Reimbursement on Cost of Land allotted: A rebate on the cost of the land for 2 years will be provided @Rs 10000 per employee to the mega IT projects, subject to maximum of 80% land cost as determine by the allotment of agency.</p>									
Tier-II and Tier-III locations												
14	Marketing assistance	50%	50% exhibition stall rental cost or Rs 50000 whichever is lower will be reimbursed	National/International exhibition limited to 9 Sq.mts of space.								
15	Anchor Units	Rs 10 Cr	Total reimbursement of Rs 10 Cr divided equally in first 5 anchor units	Employing more than 150 professionals for IT or ESDM unit one in each district.								
16	NET VAT	100%	Shall be eligible for reimbursement of NET VAT paid per annum to a maximum of 100% of total fixed capital investment	The reimbursement depending on the location as follows:								
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MSME and other Mid-Scale units, Schedule Caste, Schedule tribe, Women entrepreneurs and underprivileged or differently abled												
17	Rent Reimbursement	50%	Reimbursement of lease rentals for the plug and play built up office space taken	By start up /MSMEs/first generation technocrat entrepreneurs, SC,ST& Women entrepreneurs either in STPI, IT/Multi-purpose SEZ/IT Parks or in any notified private area/location for a period of 5 years.								
18	Training Assistance	Rs 10,000	Reimbursement assistance per IT professional employed within period of two years of establishing the units	For a minimum period of 3 years								
19	Bandwidth Reimbursement	20%	A reimbursement on bandwidth for connectivity to the tune of 20% paid to Internet service provider (ISP)	N.A								
20	Municipal Duties	3 years	Three years moratorium on payment of all municipal duties	N.A								
21	Government of India schemes	Various promotional schemes of different Ministries of Govt of India are proposed to be suitably complete these schemes enabling the entrepreneurs to avail maximum advantages										
22	CST/VAT/GST	100%	Reimbursement of NET VAT paid per annum up to a maximum of the total fixed capital investment	The reimbursement depending on the location as follows: <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th>Location</th> <th>Duration</th> </tr> </thead> <tbody> <tr> <td>A</td> <td>5</td> </tr> <tr> <td>B</td> <td>7</td> </tr> <tr> <td>C</td> <td>9</td> </tr> </tbody> </table>	Location	Duration	A	5	B	7	C	9
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23	Training Reimbursement	Rs 15000 per person	Reimbursement of Rs 15000 per person shall be provided to ESDM unit employing Divyang Training reimbursement of Rs 2000/month/person for 3 months shall also be provided.									
Non Fiscal Incentives												
24	Common Facility centre at Incubation hub/cluster	Test facility shall be established with complete testing of hardware to meet the international quality requirement										
25	Continuous Process Industry	IT/ITeS/ESDM units shall be treated as essential industry and continuous industry										

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26	Local Preference		All software and hardware to be purchased by the Government shall have a local preference clause	
27	Land Bank		Demarcation of IT parks/IT SEZs with provision of basic IT Infrastructure and connectivity	
28	Single Window Assistance		Single Window Assistance for executing ESDM Projects	
29	Fixed time approvals		Fixed time approval through Single Window Assistance	
30	Exemption from Inspections		IT/ITeS/ESDM industry shall be exempt from inspections under various acts and rules as under barring inspections made for verification of specific complaints.	
31	Late shift for Women		The company employing women after general shift be responsible for escorting the women by armed security guards.	
32	Air Cargo Complex		Setting up of an Air Cargo complex is proposed in the state, near the hardware production center preferably set up	
33	Demand generation and citizen support		GoJ will tie up with the industry to increase the demand for IT/ESDM/Communication products	