

**SNAPSHOT OF INCENTIVES
JHARKHAND TEXTILE, APPAREL AND
FOOTWEAR POLICY 2016**

JHARKHAND TEXTILE, APPAREL AND FOOTWEAR POLICY 2016

In addition to the incentives provided by Government of India, the units shall also be eligible for following incentives offered by the State Government:

S. No	Subsidy/Incentive/ Concession/Reimbursement	Incentive	Applicability	Limitation
Fiscal Incentives				
1	Capital Investment Subsidy (CIS)	20%	Subsidy under CIS shall be admissible at the rate of 20% of investments made in fixed capital	An upper cap of Rs 50 crore.
		20%+5%	SC/ST/Women/Handicapped Entrepreneurs will avail 5% additional benefit under CIS.	N.A
2	Interest Subsidy	7%	interest subsidy for timely payment @7% per annum or 50% of the interest rate per annum, whichever is lower on total loan availed from public financial institutions / Banks for period of seven years	subject to total maximum limit of Rs 1 Crore
3	Subsidy/ Incentives VAT	100%	New units will be given incentive of 100% NET VAT payable p.a for seven years and 40% for the next three years from the date of Production.	A ceiling of maximum 100% of total fixed capital investment made.
			Units which have qualified to be new unit by expansion / modernisation / diversification will be entitled to get similar benefits in respect of VAT	N.A
4	Stamp duty and registration fee	100%	reimbursement of stamp duty and transfer duty paid by the industry	N.A
5	Quality Certification	50%	50% of the expenditure Incurred for obtaining quality certification from BIS and other organizations	A ceiling of Rs 10 lakhs
6	Patent Registration	50%	50% of the expenditure Incurred for filing patents	A ceiling of Rs 10 lakhs
7	Cluster Development	15%	A grant of 15% of the grant released by the government of India shall be offered by State Government to Cluster schemes to SPV/Promoters	N.A
8	Power Tariff	50%	reimbursement of 50% of power tariff for 7 years	
9	Export Subsidy	75%	MSME Exporters shall be assisted with 75% of Stall charges paid Assistance of 75% of Air fare by economy class, max. up to Rs. 50,000/- (90% by economy class, max. up to Rs. 60,000/- for women entrepreneurs) per person per unit per annum	To maximum of Rs. 2,25,000/- (90% of Stall charges paid up to maximum of Rs. 2,70,000 /- for women entrepreneurs) for one fair/ exhibition.

JHARKHAND TEXTILE, APPAREL AND FOOTWEAR POLICY 2016

S. No	Subsidy/Incentive/Concession/Reimbursement	Incentive	Applicability	Limitation
10	Assistance for construction of dormitories	50%	assistance will be limited to 50% cost of land	Up to a maximum of Rs. 50 lakh.
11	Skill Development	Rs 13000	One-time support of Rs. 13,000 or actual cost of training per person whichever is lower, for capacity building of persons belonging to Jharkhand (skilled/semi-skilled) engaged in the sector	N.A
		Rs 5000	State shall provide Employment generation subsidy of Rs. 5,000 per month per worker for 7 years for capacity building of workers.	
		Rs 1000	the state shall reimburse to employer up to Rs. 1000 per person per month to towards expenditure on ESI and EPF for 5 years	
Non-Fiscal Incentives				
12	Mandi Fees Exemptions	No Mandi tax shall be levied on raw materials used in textiles, apparel and footwear units in the State		
13	Electricity Duty	State shall provide 100% exemption for 7 years from the date of release of electricity connection.		
14	Land allotment	Land will be provided to units as upfront or in 5 equal instalment in five years as per the rules applicable at the time of allocation by IADA.		
15	Support for Incubation Centres	For setting up of incubation centres, financial support of INR 50 lacs annually for the first 5 years (maximum 10 institutions can be given this grant in the first year) will be provided.		
Establishment of Textile/Apparel/Footwear Park				
16	Capital Investment Subsidy	50%	Government of Jharkhand shall contribute 50% of the project cost	With a ceiling of Rs 40 Cr.
17	Stamp duty	50%	Government shall provide reimbursement of 50% stamp duty	
18	Export Exhibition	Rs 20 Cr	The financial assistance of Rs. 20 crore shall be provided to JIADA for making Export Exhibition Centre	