

**Aatmanirbhar Gujarat Scheme for  
assistance to Large Industries and  
Thrust Sector**

**Government of Gujarat  
Industries & Mines Department  
Resolution No. MIS-102022-1271(2)-I  
Sachivalaya, Gandhinagar.  
Dated 5/10/2022**

**Read:**

1. GR of Industries and Mines Department No. MIS-102020-327024-I Dt.  
01/09/2020

**Preamble**

Hon'ble Prime Minister of India has given a vision for an Aatmanirbhar Bharat for achieving the target of a USD 5 trillion economy. Strengthening the manufacturing capabilities of the nation is one of the most essential steps in accelerating this journey. With an objective to achieve these targets, the Union Government has undertaken several initiatives including the Production-linked Incentive (PLI) schemes for a range of sectors.

Given our federal structure, various state governments shall have an important contribution to make towards achievement of this vision. Gujarat, with a current contribution of around 8.36% in India's GDP (nominal rate) in 2020-21 is expected to play a critical role in contributing to India's economic growth trajectory.

Gujarat is amongst the most industrialised states in India, with the highest contribution to the national manufacturing output. The State has emerged as a national leader in several key sectors and has been the leading destination for attracting foreign direct investment. Gujarat's well-developed business ecosystem enabled by vast infrastructure and driven by the investment-friendly policies of the Government has attracted several large-scale investments across sectors. Such investments have had a multiplier effect on the state and national economy as well as employment generation.

Given the fact that Gujarat has been manufacturing hub of India, it is imperative for the state to take lead towards contributing to the larger vision of an Aatmanirbhar Bharat by envisaging an Aatmanirbhar Gujarat.

As the State ushers into the next level of industrial growth towards an Aatmanirbhar Gujarat, at a time when the world recovers from the aftershocks of the pandemic and experiences the re-alignment of global supply chains, the state government has been



proactive in undertaking initiatives for the same including setting up of new industrial estates, sector specific parks, infrastructure projects etc.

To further fuel this growth, it has been under the consideration of the Government of Gujarat to make necessary amendments to the Gujarat Industrial Policy 2020, to further boost investments in Gujarat. After careful consideration, Government is pleased to introduce this scheme to provide incentives to attract increased investments in the manufacturing sector to create more employment opportunities in Gujarat. The scheme will go on to strengthen the overall ecosystem in the State and help achieve the larger goal of an Aatmanirbhar Gujarat for Aatmanirbhar Bharat.

#### **Resolution:**

The Scheme will be known as Aatmanirbhar Gujarat Scheme for assistance to Large Industries. The operative period of the scheme shall be considered from 5/10/2022 till 4/10/2027 (i.e. 5 years from the date of issue of this GR) (Operative Period).

#### **1. Definitions:**

**1.1 Industrial Undertaking:** Industrial Undertaking means a legal entity such as company, partnership firm including LLP, society, trust, industrial cooperative society, or proprietary concern engaged or to be engaged in the manufacture, production, processing or job work of articles.

**1.2 Large Industrial undertaking:** A large industrial undertaking means an industrial undertaking in which the fixed capital investment made in Plant and Machinery is higher than INR 50 crores, and for which an Industrial Entrepreneurs Memorandum has been filed or any other license or permission as prescribed by the Government of India, has been obtained.

The large industrial undertaking must have obtained acknowledgement/registration, as the case may be from DPIIT.

**1.3 Micro, Small and Medium Industrial undertaking:** A micro, small or medium industrial undertaking under this scheme means an industrial undertaking which has fixed capital investment made in Plant and Machinery as per following:

- a. Micro: Less than or equal to INR 1 crore
- b. Small: More than INR 1 crore and less than or equal to INR 10 crore
- c. Medium: More than INR 10 crore and less than or equal to INR 50 crore



**1.4 New Industrial Unit:** A New Industrial Unit means a new industrial project set up by an industrial undertaking that has commenced the commercial production during the operative period of the scheme, provided it satisfies the following conditions:

- The new industrial unit should have obtained a separate Letter of Intent or a Letter of Approval or has filed Industrial Entrepreneur Memorandum (IEM) as prescribed by the Government of India, with the competent authority.
- The new industrial unit should have separately identifiable fixed capital investment. However, the new industrial unit will not lose its eligibility, if the utilities of an existing project, such as for water, electricity, steam, gas, pollution control facilities etc. are utilized.

**1.5 Thrust Sector:** Thrust sector means the sector which is most potential sector and needs additional support to make them viable for global competitiveness. Following Manufacturing sectors have been identified as Thrust Sectors:

| S. No. | Sector                 | Sub-sectors                                                    |
|--------|------------------------|----------------------------------------------------------------|
| 1      | Green Energy Ecosystem | Green Hydrogen/ Green Ammonia                                  |
|        |                        | Electrolyser                                                   |
|        |                        | Renewable energy equipment                                     |
|        |                        | Battery Storage                                                |
|        |                        | Fuel Cells                                                     |
| 2      | Mobility               | Aviation related manufacturing                                 |
|        |                        | Electric Vehicles                                              |
|        |                        | Auto or Auto Components                                        |
|        |                        | Space related manufacturing                                    |
| 3      | Capital Equipment      | Electrical machinery and/or equipment                          |
|        |                        | Industrial Machinery and/or equipment                          |
|        |                        | Telecom related machinery and/or equipment                     |
| 4      | Metals and Minerals    | Metals                                                         |
|        |                        | Mineral processing                                             |
|        |                        | Ceramics                                                       |
| 5      | Textile & Apparel      | Textile                                                        |
|        |                        | Technical Textiles                                             |
|        |                        | Apparel & Garments                                             |
| 6      | Sustainability         | Municipal solid/liquid waste recycling equipment manufacturing |
| 7      | Agro Processing        | Agro and Food Processing                                       |
| 8      | Gems and Jewellery     | Gems and Jewellery including Lab Grown Diamonds                |
| 9      | Healthcare             | Pharmaceuticals and/or APIs*                                   |
|        |                        | Medical devices                                                |

\*As condition precedent, Pharmaceutical Units as mentioned in S. No. 9 above must have a captive Effluent Treatment Plant or must have access to a CETP

**1.6 Industrial Complex:** Industrial Complex means more than one new industrial unit set up for manufacturing of more than one product by an industrial undertaking at a single location. However, in case of Green Hydrogen related projects, manufacturing of more than one product at multiple locations within Gujarat will also be permissible.

**1.7 Existing Industrial Unit:** An Existing Industrial Unit means an industrial project that is in production before initiating the expansion/diversification. A new industrial unit set up under this policy that decides to carry out expansion/diversification of existing production line during the operative period of the scheme will be termed as existing industrial unit in reference to the expansion/diversification.

**1.8 Expansion:** Expansion means where an existing industrial unit increases its investment in gross fixed capital by at least 50% of its existing project in the same premises, of which at least 60% of investment is made in plant and machinery, and also increases its installed capacity by at least 50% of existing product(s) for which expansion is carried out. Such expansion will be eligible only if the existing industrial unit has reached the utilization of existing installed capacity at least to the extent of 75% in any one of the preceding three financial years.

Such expansion unit should have separately identifiable fixed capital investment. However, the new industrial unit will not lose its eligibility, if the utilities of an existing project, such as for water, electricity, steam, gas, pollution control facilities etc. are utilized.

**1.9 Diversification:** Diversification means where an existing/New industrial unit diversifies its production line with an increased investment in gross fixed capital by at least 50% of its existing project, at the same premise, of which at least 60% of investment is made in plant and machinery.

Such diversification unit should have separately identifiable fixed capital investment. However, the new industrial unit will not lose its eligibility, if the utilities of an existing project, such as for water, electricity, steam, gas, pollution control facilities etc. are utilized.

**1.10 Installed Capacity:** Installed Capacity means the optimum production capacity of the plant which is undergoing expansion. The installed capacity as mentioned in the appraisal report prepared by a bank or financial institution will



be considered as the installed capacity. Where no such appraisal is available, the production capacity as worked out by the Industries Commissioner, or by an officer authorized by him, will be considered as the installed capacity.

**1.11 Gross Fixed Capital Investment (GFCI):**

Gross Fixed Capital Investment means the investment made in land, building, plant and machinery, utilities, tools and equipment, and other fixed assets required to manufacture the end product.

Assets acquired and paid for during eligible investment period of the project under this scheme shall be considered for determining the gross fixed capital investment.

**1.12 Eligible Fixed Capital Investment (EFCI):** Eligible Fixed Capital Investment means following investment made on or after the date of issue of this GR and upto the last date of eligible investment period as per para-3 of this G.R.

Provided that, large industrial undertakings opting /applying under this scheme as per clause 16.2 or clause 16.4 of this scheme, the investment made during the operative period of previous scheme till the date of issue of this GR shall also be considered for calculating eligible FCI.

- A. **New Building:** A New Building means a new building constructed, or the acquisition of a new and unused building, for the project, including administrative building. The cost of a new building shall be calculated as per the actual cost or the Schedule of Rates (SOR) of the relevant year of the R&B department of the State Government, whichever is lower.

The cost of new buildings constructed for installation of plant and machinery, R&D activities, in-house testing facilities, storage facilities, and other buildings related to the manufacturing process, shall be considered as per the actual expenditure incurred.

Building acquired under lease or on rental basis, except GIDC sheds, will not be considered as eligible fixed capital investment. No cost incurred on acquisition of old building, or the expenditure incurred on repairing a building, will be considered as eligible fixed capital investment.

- B. **Other Construction:** Other construction means construction such as compound wall and gates, security cabins, internal roads, bore



well, water tank, internal pipeline network for water and gas, and other related constructions.

- C. **Plant and Machinery:** Plant and machinery means new plant and machinery, and imported secondhand plant and machinery having usable life for at least further ten years which is duly certified by Chartered Engineer, utilities, dies and moulds, including cost of transportation, foundation, erection, installation and electrification, capitalized under the head of plant and machinery. The electrification cost will include the cost of sub-station and transformer installed by the industrial unit.

Plant and machinery shall include:

- i. Plant for captive power generation
- ii. Vehicles used for transportation only within the premises of the industrial unit, and material handling equipment exclusively used in transporting goods within such premises;
- iii. Plant for desalination of sea water or purification of water;
- iv. Plant for pollution control measures, including facility for collection, treatment, disposal of effluent or solid/hazardous waste;
- v. Technology, Design and Drawings, Patents: The cost incurred in acquiring technology, design and drawings, patents, limited to 10% of the GFCI.
- vi. Provided that Diesel Generating sets of capacity not more than 50% of the connected electric load or 25 MW, whichever is less shall also be included as Plant and Machinery

- D. **Project related infrastructure:** Fixed capital investment made in the following assets/items will be considered as project related infrastructure. Direct expenditure incurred for the following items will also be considered to determine the eligibility under this head:

- a. Residential colony/ dormitory housing facilities, hospital, school or sports facilities created for workers and staff of the industrial unit;



- b. Feeder road to the industrial unit from the nearest approach road;
- c. Dedicated facilities created for carrying water, gas, raw material required by the project through pipeline;
- d. Non-refundable deposit paid to Electricity Company for transmission of electricity from the nearest sub-station;
- e. Expenditure on electronic telephone exchange and laying of telecommunication cables;
- f. Construction of building for bank or post office, if provided by the unit without any charge;
- g. Training Centre to train local people for employment in the project and Skill Development Centre;
- h. Expenditure on transport facilities, such as buses, for conveyance of workers from nearby villages/ towns to the factory premises.

Of the investment in the above stated infrastructure, or any other item of infrastructure as approved by the committee, the expenditure up to 20% thereof only shall be considered for inclusion in the final eligible capital fixed capital investment.

**1.13 Ineligible Capital Expenditure/ Assets:** The following expenditure shall not be considered for calculating the eligible fixed capital investment:

- 1) Land and Land development cost.
- 2) Working capital
- 3) Goodwill
- 4) Royalty
- 5) Preliminary and pre-operative expenses
- 6) Indigenous secondhand plant and machinery
- 7) Interest capitalized
- 8) Power generation, except for captive use.
- 9) Rented or leased property

**1.14 Term Loan:** Term loan means loan sanctioned by the financial institutions / Banks/External commercial borrowings sanctioned by overseas institutions for the setting up of project by the industrial undertaking. However, only the amount actually disbursed during investment period against the sanctioned term loan will be considered for the incentives under the scheme.

**1.15 Previous Scheme:** Previous scheme means a Scheme for Capital Subsidy to Large Industries and Thrust Sector declared vide resolution MIS/102020/327024/I Dt. 01-09-2020

**1.16 Net SGST:** Net SGST to be considered for Reimbursement means that the eligible large industrial undertaking will be eligible to get reimbursement of SGST amount paid through cash ledger against the output liability of SGST on sale of eligible products. The eligible large industrial undertaking shall first have to utilize all the eligible ITC available in its Credit Ledger maintained on the common portal as specified under sub-rule (1) of the rule 86 of the Gujarat Goods and Services Tax Rules, 2017 including eligible ITC of IGST as provided under Section 49 of the GGST Act, 2017 as may be amended from time to time, before adjusting the SGST amount through Cash Ledger

**1.17 Date of Commercial Production (DoCP):**

In case of new industrial unit, the DoCP shall be the date of first sale bill of the product(s) for which the project has been set up.

In case of expansion and/or diversification projects, the DoCP shall be the date of first sale bill of the product(s) being manufactured by the expansion and/or diversification project.

**1.18 Category-wise classification of talukas under the scheme and Ineligible Areas:** Category-wise classification of talukas will be as per GR MIS-102020-347965-I Dt. 2/11/2020.

If a project is located in the geographical limit of more than one taluka, then the taluka in which the project has the largest percentage of land area will be considered as the eligible category of taluka under the scheme.

An industrial undertaking located within the municipal corporation limits of Ahmedabad, Bhavnagar, Gandhinagar, Jamnagar, Junagadh, Rajkot, Surat, and Vadodara will not be eligible for subsidy under this resolution.

## **2. Eligibility:**

**2.1A** new large industrial undertaking, or an existing industrial undertaking that undertakes expansion and/or diversification and which commences commercial production during the operative period of the scheme will be eligible under the scheme.



2.2A large industrial undertaking that has availed any incentive for the same GFCI under any scheme of the state government, or any agency of the state government, shall not be eligible for incentive under this scheme, unless specifically provided.

2.3 While deciding the final eligibility of the project for the incentive, Gross fixed capital investment made in the project or the cost appraised by the bank or financial institution, whichever is lower, will be considered.

2.4 Incentives under this scheme shall be capped at the eligible FCI of INR 2,500 crore, irrespective of actual Gross Fixed Capital Investment of the industrial undertaking.

2.5 An industrial undertaking can avail incentive under this scheme both as a new industrial unit and/or as an expansion and/or diversification unit. However, the overall eligible FCI (both for new unit as well as expansion unit) under this scheme shall be capped at INR 2,500 crore for the purpose of incentives.

### 3. Eligible Investment period:

3.1 In order to be eligible for incentive under this resolution, the large industrial undertaking must have commenced commercial production during the operative period of the scheme. The consideration of investment period for eligible fixed capital investment will be, for the assets acquired and paid for from date of issue of this GR and during the extended time period from the date of commencement of commercial production as specified below:

|    |                                              |                     |
|----|----------------------------------------------|---------------------|
| 1. | Gross capital Investment upto 1000 cr.       | 18 months from DOCP |
| 2. | Gross capital Investment above INR 1,000 cr. | 24 months from DOCP |

DOCP means Date of Commencement of Commercial Production

3.2 However, for large industrial undertakings opting /applying under this scheme as per clause 16.2 or clause 16.4 of this scheme, the assets acquired and paid for the investment made during the operative period of previous scheme till the date of issue of this GR shall also be considered for calculating eligible FCI.



#### 4 Scheme 1: Assistance of Interest Subsidy

##### 4.1 Quantum of Interest Subsidy:

Interest subsidy will be given as per following rates

| Category of taluka | General                                                              | Thrust                                                                 |
|--------------------|----------------------------------------------------------------------|------------------------------------------------------------------------|
| Category 1         | Interest subsidy @ 7% on Term Loan for 10 years upto 1% of eFCI p.a. | Interest subsidy @ 7% on Term Loan for 10 years upto 1.2% of eFCI p.a. |
| Category 2         | Interest subsidy @ 7% on Term Loan for 8 years upto 1% of eFCI p.a.  | Interest subsidy @ 7% on Term Loan for 10 years upto 1% of eFCI p.a.   |
| Category 3         | Interest subsidy @ 7% on Term Loan for 6 years upto 1% of eFCI p.a.  | Interest subsidy @ 7% on Term Loan for 8 years upto 1% of eFCI p.a.    |

- 4.1.1 In any case, the industrial undertaking shall have to bear a minimum 2% interest levied on term loan by the financial institution.
- 4.1.2 If the eligible large industrial undertaking is also availing interest subsidy from Government of India, the interest subsidy from the state shall be to the extent that the large industrial undertaking bears atleast 2% of the interest even after offsetting the interest subsidy from Government of India.

##### 4.2 Conditions for Interest Subsidy:

- 4.2.1 New large industrial undertaking, expansion and/or diversification projects will be eligible for interest subsidy. Interest subsidy will be eligible on amount of loan actually disbursed against the sanctioned term loan for Eligible Fixed Capital Investment only.
- 4.2.2 The industrial undertaking may apply for claim of interest subsidy after obtaining the Provisional Eligibility Certificate or Final Eligibility Certificate, as the case may be.
- 4.2.3 The industrial undertaking shall opt for date of eligibility of interest subsidy either from the date of first disbursement of loan or from the date of commencement of commercial production. However, the interest subsidy will be disbursed only after the date of commencement of commercial production.
- 4.2.4 The entire disbursed amount of term loan within eligible investment period as defined in Para 3 above will be eligible for interest subsidy. However, in cases where the term loan(s) are availed from multiple financial institutions, the date of



first disbursement of term loan will be the earliest date of first disbursement of loan.

4.2.5 The interest subsidy will be reimbursed only on interest levied by the financial institution. Penal interest or other charges will not be considered as interest.

4.2.6 Interest subsidy will be disbursed only to the industrial undertaking which pays regular instalments and interest to the bank/financial institution. If the undertaking becomes defaulter, it will not be eligible for interest subsidy for the default period, and such default period will be deducted from the period eligible for interest subsidy. The default will be determined as per the RBI guidelines.

## **5. Scheme 2: Net SGST reimbursement:**

### **5.1 Quantum of incentive**

The eligible large industrial undertaking will be eligible for reimbursement of net SGST based on the taluka category of the project subject to following ceilings:

| Category of taluka | General Sector                                       | Thrust Sector                                       |
|--------------------|------------------------------------------------------|-----------------------------------------------------|
| Category 1         | 100% of net SGST for 10 years upto 7.5% of eFCI p.a. | 100% of net SGST for 10 years upto 8% of eFCI p.a.  |
| Category 2         | 90% of net SGST for 10 years upto 6.5% of eFCI p.a.  | 90% of net SGST for 10 years upto 7% of eFCI p.a.   |
| Category 3         | 80% of net SGST for 10 years upto 5% of eFCI p.a.    | 80% of net SGST for 10 years upto 5.5% of eFCI p.a. |

5.1.1 The period of 10 years shall be from the date of commencement of commercial production.

### **5.2 Conditions for Net SGST:**

#### **5.2.1 Separate registration by eligible large industrial undertaking under GST:**

Eligible large industrial undertaking may obtain a separate registration under GST Act for manufacturing of eligible products only. The eligible large industrial undertaking shall have to obtain a separate registration for manufacturing of eligible product(s), if the large industrial undertaking carries out trading activity or is engaged in provision of any services apart from manufacturing.

5.2.2 In case an industrial undertaking has multiple industrial projects, it shall have to maintain separate books of accounts for the new industrial unit as well as

for expansion(s) and/or diversification applying under this scheme and get the same certified by a Chartered Accountant.

**5.2.3** Incentives shall be allowed only for goods manufactured in the premises of eligible large industrial undertaking and not on the resale of any goods.

**5.2.4** If the eligible large industrial undertaking has shown its inter-State sales as intra-State sales through intermediary/ marketing network/ or any other middle man, either directly or indirectly controlled by it, in order to get higher incentives then the eligibility certificate of the eligible large industrial undertaking shall be liable to be cancelled with effect from the date of such contravention, and the eligible large industrial undertaking shall be liable to return forthwith the incentives availed together with interest at the rate of eighteen per cent per annum from the date of first availment of such incentive.

**5.2.5** The eligible large industrial undertaking shall submit its claim to Industries Commissioner in the prescribed proforma duly certified by a Chartered Accountant. The proforma shall include a declaration by the eligible large industrial undertaking stating that it has not shown its inter-state sales as intra-state sales through intermediary either directly or indirectly controlled by it in order to get higher incentives

**5.2.6** Reimbursement shall be made by the Industries Commissioner on a quarterly basis.

## **6. Scheme 3: EPF Reimbursement**

### **6.1 Quantum of incentive**

Eligible large industrial undertaking shall be able to claim reimbursement of employer's contribution under Employees' Provident Fund (EPF) made by them for their new employees working in Gujarat for a maximum period of 10 years from the date of commencement of commercial production. The reimbursement shall be made subject to following criteria:

- a. 100% of employer's statutory contribution under EPF amount paid, and
- b. The ceiling of incentive amount per employee will be 12% of the employee's basic salary plus applicable Dearness Allowance (DA) and retaining allowance or INR 1800 per month, whichever is lower.

### **6.2 Conditions for EPF Reimbursement:**

**6.2.1** In case of eligible expansion/ diversification by large industrial undertaking, the assistance will be available for incremental employee count beyond the count that existed before undertaking expansion/diversification, and

**6.2.2** New Employee means such employee who did not have a Universal Account Number (UAN) prior to joining the eligible industrial undertaking and joins the eligible industrial undertaking during the operative period of the scheme

**6.2.3** The reimbursement shall be done on a quarterly basis based on payment receipts submitted by the employer, and

**6.2.4** An eligible industrial undertaking that has availed EPF reimbursement under any scheme of the central / state government, or any agency of the central/ state government, shall not be eligible for EPF incentive under this scheme for that period.

**7. Electricity Duty:** Large industrial undertakings shall be eligible to receive exemption from Electricity Duty as applicable under the Gujarat Electricity Act, 2003.

**8. Application for Registration:**

An industrial undertaking eligible for incentive under this GR shall have to submit the application for registration within one year from the date of first disbursement of term loan or one year from the date of commencement of commercial production or one year from the date of issue of this GR, whichever is later. In any case, the application for registration shall have to be made before the last date of the operative period of this scheme. The application has to be made to the Industries Commissioner in the prescribed format alongwith the following documents, as applicable:

- a. Document of registration of the industrial undertaking, as applicable under law, and the Industrial Entrepreneur Memorandum, as prescribed by Government of India.
- b. Documents related to legal possession of land with valid non-- agriculture permission for industrial use, and registered purchase / Lease/Rent deed. If the plot or shed is in GIDC estate, a copy of possession letter should be attached.
- c. Consent to Establish from GPCB, if applicable.
- d. Detailed Project Report.
- e. Term loan sanction letter from financial institution (s), if applicable.

On receipt of the application and after the scrutiny and verification of relevant documents as per the procedure prescribed, registration certificate will be issued by the Industries Commissioner.

A project having registration will have to commence commercial production during the operative period of the scheme.



**9. Application for Provisional/Final Eligibility Certificate:**

- 9.1** After commencement of commercial production, the Industrial Undertaking, having registration shall submit an application for provisional eligibility certificate within one year from the date of commercial production or within one year from the date of issuance of registration certificate or within one year from the date of issue of this G.R., whichever is later.
- 9.2** If entire investment gets completed as on the date of commercial production, Industrial Undertaking may apply directly for final eligibility certificate instead of provisional eligibility certificate.
- 9.3** If entire investment gets completed within eligible investment period, Industrial Undertaking may either apply for provisional eligibility certificate or directly apply for final eligibility certificate with requisite details within time limit as specified at (9.1) above.
- 9.4** If entire investment is not completed within eligible investment period, the Industrial Undertaking will have to submit application for final eligibility certificate within one year from the last date of investment period.
- 9.5** The industrial undertaking submitting application for Provisional Eligibility certificate or Final eligibility certificate after the time limit prescribed, shall be subject to deduction of delayed period beyond the eligible period as defined in 9.4 above from the eligible incentive period.
- 9.6** On receipt of the application for provisional eligibility certificate, the application would be scrutinized and the provisional eligibility certificate for assistance for interest subsidy and/or Net SGST will be issued by the Industries Commissioner based on the certificate of Chartered Accountant and Chartered Engineer for the eligible investment made and work completed till the date of commercial production.
- 9.7** On receipt of the application for final eligibility certificate, the Industries Commissioner will scrutinize and constitute an Asset Verification team to verify the investment details. The final entitlement of assistance will be calculated based on assets verification report. The Asset Verification report of the team shall be placed before the sanctioning authority for final sanction of assistance.
- 9.8** The Final Eligibility of assistance shall be approved by the sanctioning authority. Thereafter, the final eligibility certificate for availing assistance shall be issued by the Industries Commissioner.



## 10. Procedure for claim for assistance

An industrial undertaking shall submit the claim application for assistance, at the interval of every 3 months, to Industries Commissioner in prescribed Pro forma. The detailed procedure and guidelines will be separately issued by Industries Commissioner in consultation with the Government.

## 11. Registration and Sanctioning Authorities

### 11.1 Registration:

The authorities empowered to register an industrial undertaking under this scheme shall be as under:

- Large Projects upto 1000 cr.: Industries Commissioner
  - Projects above 1000 cr.: ACS/PS Industries and Mines Dept.
- Registration Certificate will be issued by Industries Commissionerate.

### 11.2 Sanctioning Authorities for Final Eligibility Certificate

#### (a) Committee for Investment upto INR 500 Cr.

|    |                                                                                                    |                  |
|----|----------------------------------------------------------------------------------------------------|------------------|
| 1. | Industries Commissioner                                                                            | Chairperson      |
| 2. | DS/JS Industries & Mines Dept.                                                                     | Member           |
| 3. | Financial Advisor Finance Dept.                                                                    | Member           |
| 4. | Additional Commissioner of Labour                                                                  | Member           |
| 5. | Sr. Engineer GPCB                                                                                  | Member           |
| 6. | 2 Representatives of industry association(s) as may be decided by the Chairperson of the committee | Member           |
| 7. | Additional/ Jt. Comm. of industries                                                                | Member Secretary |

#### (b) Committee for Investment more than INR 500 Cr

|    |                                                                                                    |                  |
|----|----------------------------------------------------------------------------------------------------|------------------|
| 1. | ACS/PS, Industries & Mines Dept.                                                                   | Chairperson      |
| 2. | Sec (Exp.) Finance Department                                                                      | Member           |
| 3. | Labour Commissioner                                                                                | Member           |
| 4. | Member Secretary GPCB                                                                              | Member           |
| 5. | 2 Representatives of industry association(s) as may be decided by the Chairperson of the committee | Member           |
| 6. | Industries Commissioner                                                                            | Member           |
| 7. | Additional/ Jt. Comm. of industries                                                                | Member Secretary |

**(c) Committee for Interpretation**

|     |                                      |                  |
|-----|--------------------------------------|------------------|
| 1.  | Hon'ble Chief Minister               | Chairperson      |
| 2.  | Hon'ble Minister of Finance          | Member           |
| 3.  | Hon'ble Minister of Industries       | Member           |
| 4.  | Chief Secretary                      | Member           |
| 5.  | ACS/ PS Finance Dept.                | Member           |
| 6.  | ACS/ PS Industries and Mines Dept.   | Member           |
| 7.  | ACS/ PS Forest & Environment Dept.   | Member           |
| 8.  | ACS/PS Labour & Employment Dept.     | Member           |
| 9.  | ACS/PS Energy & Petrochemicals Dept. | Member           |
| 10. | ACS/ PS Revenue Dept.                | Member           |
| 11. | Industries Commissioner              | Member Secretary |

**12. Chief Minister's Cabinet Committee for Industrial Promotion & Monitoring (CCCIPM)**

Under special circumstances, in the event of need as may arise in a particular case or cases, or for certain categories like relocations of projects in the state from other countries regarded as priority, the Chief Minister's Cabinet Committee for Industrial Promotion & Monitoring (CCCIPM), formed under I&MD GR No. IND-102015-66447-I dated 21/02/ 2015, may sanction customized package or make suitable changes in the terms and conditions of the incentives and/or may sanction additional incentives than that provided under this scheme.

**13. Change in item of production or addition of items:** The industrial undertaking will be allowed to add new product(s) or change any of its products using the existing plant & machinery with or without modification/addition/alteration etc., during the period for availment of incentive granted to it under this scheme, subject to approval of Sanctioning Authority.

**14. Exercising of option:** Notwithstanding the provisions contained in other schemes of the State Government, an industrial undertaking eligible under this scheme or any other sector specific incentive scheme of the State Government, may opt for either of the incentive schemes.

**15. Interpretation:** Any dispute or difference of opinion regarding the interpretation of the provisions of this resolution shall be referred to the Committee constituted under Chairmanship of Hon'ble Chief Minister as per para 12.2(c) of this resolution, and the decision will be final and binding to all.



**16. Option for availing incentives under this scheme or previous scheme:**

- 16.1 Large Industrial undertakings or SMEs that have commenced commercial production before the date of issue of this GR, whether applied under the previous scheme or not, shall be eligible to avail incentives only under the previous scheme or Scheme for Assistance to MSMEs vide GR of Industries and Mines Department No. SSI/102020/332278/Ch Dt. 01/09/2020, as the case may be.
- 16.2 Large Industrial undertakings that have applied under previous scheme but not commenced commercial production before the date of issue of this GR shall have an option to either continue under the previous scheme or opt under this scheme. Such option will have to be exercised within a period of 6 months from the date of issue of this GR
- 16.3 If such large industrial undertaking referred in 16.2 above, does not exercise the option within the prescribed time period of 6 months from the date of issue of this GR, it shall be deemed that the industrial undertaking has opted to continue under the previous scheme.
- 16.4 After the date of issue of this GR, all new applications of large industrial undertakings that commence commercial production on or after the date of issue of this GR, shall be considered only under this scheme.
- 16.5 After the issue of this GR, the Sanctioning Authority shall not disburse capital subsidy under the previous scheme to eligible large industrial undertakings/ SMEs which have commenced commercial production after the date of issue of this GR, unless the said large industrial undertaking/SME exercises its option for either of the scheme (within 6 months of issue of this GR), or is deemed to have opted for the previous scheme at the end of 6 months from the date of issue of this GR.

**17. Other Conditions:**

The incentives granted under the scheme shall be subject to the following conditions:

- 17.1 An industrial undertaking shall be required to employ persons domiciled in Gujarat to the extent of at least 85% of its total number of employees in all categories. The employment of persons domiciled in Gujarat in managerial and supervisory capacity shall not be less than 60% of the number of persons employed by the industrial undertaking in managerial and supervisory capacity
- 17.2 The industrial undertaking shall have to submit applicable certificate from GPCB to the Industries Commissioner.



- 17.3 The industrial undertaking may avail incentives under any scheme of Central Government. However, the total incentives received from state and central government scheme should not exceed the Eligible Fixed Capital Investment.
- 17.4 Any investment made by an existing industrial undertaking for renovation, modernization, rehabilitation, or rationalization will not be eligible for incentive under this resolution.
- 17.5 An industrial undertaking that has availed incentive under this scheme shall be required to remain in production continuously till the expiry of the eligible period of incentive. However, if production is discontinued for specific period due to reasons beyond the control of the management, the sanctioning authority may condone the period for which production is discontinued after due verification of details and reasons of discontinuation of production and after satisfying itself to the same.
- 17.6 Multiple projects for same product within same premise shall be treated as a single project.
- 17.7 The industrial undertaking shall furnish to the Industries Commissioner/General Manager District Industries Centre information regarding production and employment for each financial year within 60 days of the close of the financial year. It shall also furnish information on such other matters that the state government may require from time to time.
- 17.8 In case of breach of any one or more of the conditions of this GR, the incentives disbursed under the scheme shall be liable to be recovered as an arrear of land revenue or in any other appropriate manner the government may deem fit along with interest at the rate of eighteen per cent per annum from the date of first availment of such incentive. Further, the non disbursed incentive amount due to the eligible large industrial undertaking shall also be liable to be forfeited.
- 17.9 After completion of three years from the last date of eligible investment period, the production per annum from fourth year onwards should be atleast 50% of installed capacity. For the year when such production is less than 50% of the installed capacity, the incentive amount for such year will be reduced proportionately to the percentage of total eligible incentive for that particular year.  
E.g. If the production of a unit is 45% in a particular year (i.e. 10% less than minimum required capacity of 50%), the incentive amount in that year shall also be reduced by 10% of the eligible incentives of that year.
- 17.10 The Industries Commissioner may separately issue guidelines for the implementation of the scheme in consultation with the Government.



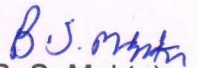
### 18. Budget Provisions:

The expenditure under the scheme will be met from the sanctioned grant of the respective financial year under the following budget head:

Demand Number: 49m  
Major head: 2852 Industries  
Minor head: 800 Other expenditure  
Sub Head: 36 Assistance to Large Industries

This issues with the concurrence dated 4/10/2022 of Finance Department received on the file of even number.

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

  
(B. S. Mehta)

Joint Secretary  
Industries and Mines Department

Copy to:

1. Secretary to Hon'ble Governor of Gujarat\*
2. Additional Chief Secretary/Principal Secretary to Hon'ble Chief Minister
3. Personal Secretary to all Hon'ble Ministers
4. Advisor to Hon'ble Chief Minister
5. Secretary to Chief Secretary
6. Additional Chief Secretary, Finance Department
7. PS to Additional Chief Secretary, Industries and Mines Department
8. V.C & M.D., G.I.D.C., Gandhinagar
9. Industries Commissioner, Gandhinagar
10. MSME Commissioner, Gandhinagar
11. C.E.O., GIDB, Gandhinagar
12. Accountant General Rajkot/ Ahmedabad
13. Computer Cell, Industries and Mines Department
14. Select file