

Government of Maharashtra (GOM)							Government of India	GOM + GOI	
Textile Department									
Capital Subsidy in Lieu of Interest Subsidy/Self Finance							TUF Subsidy	Total Subsidy	
Sr.No	Segment	% of state subsidy on eligible amount under TUF(GOM)	Region		Total Subsidy				
		(A)	Vidharbha, Marathawada and North Maharashtra- 10 % capital subsidy on eligible amount under TUF(B)	Rest of Maharashtra Capital Subsidy(C)	Vidharbha, Marathawada and North Maharashtra (A+B)	Rest of Maharashtra Capital Subsidy (A+C)		Vidharbha, Marathawada and North Maharashtra	Rest of Maharashtra Capital Subsidy
1	Spinning Mill	35	10	0	45	35	0	45	35
2	Garmenting	35	10	0	45	35	15% or 50Cr. Whichever is minimum +10 additional subsidy after 3 years to achieved projected production and employment	70	60
3	Ginning	35	10	0	45	35	0	45	35
4	Pressing	35	10	0	45	35	0	45	35
5	Processing	35	10	0	45	35	10% or 20Cr. Whichever is minimum	55	45
6	Technical Textile	30	10	0	40	30	15 % or 30 Cr. Whichever is minimum	55	45

7	Composite Unit	30	10	0	40	30	1) 15 % or 30 Cr. Whichever is minimum (Category is more than 50%) 2)10% or 20 Cr. Whichever is minimum (Category is more than 50%)	55 or 50	45 or 40
8	Other than above textile units	25	10	0	35	25	15 % or 30 Cr. Whichever is minimum	45	35

Subsidy from Industry Department

(Under GR No. PSI-2013/CR-54/IND-8, Dated 1st April 2013 Industries, Energy and Labour Department, Government of Maharashtra)

1. Industrial Promotion Subsidy (IPS) for MSMEs –

(1) The eligible New/Expansion Micro, Small and Medium Manufacturing Enterprises, which are set up in different parts of the State, will be eligible for Industrial Promotion Subsidy (IPS) as follows.

Sr. No.	Taluka/Area Classification	The quantum of Industrial Promotion Subsidy Every Year
1	Naxalism Affected Area	VAT on local sales minus Input Tax Credit (ITC) or zero whichever is more + CST payable + 100% of ITC
2	No industrial District	VAT on local sales minus ITC or zero whichever is more + CST payable + 75% of ITC
3	Entire Vidarbha and Marathwada (Other than Sr. No. 1 & 2)	VAT on local sales minus ITC or zero whichever is more + CST payable + 65% of ITC
4	Group D+ Taluka(Other than Sr. No. 1 & 3)	VAT on local sales minus ITC or zero whichever is more + CST payable + 50% of ITC
5	Group D Taluka (Other than Sr. No. 1 & 3)	VAT on local sales minus ITC or zero whichever is more + CST payable + 40% of ITC
6	Group C Taluka	VAT on local sales minus ITC or zero whichever is more + CST payable + 30% of ITC
7	Group B Taluka	VAT on local sales minus ITC or zero whichever is more + CST payable + 20% of ITC

2. Industrial Promotion Subsidy for Large Scale Industries –

The eligible New/Expansion Large Scale Manufacturing Units, which are set up in different parts of the State, will be eligible for Industrial Promotion Subsidy (IPS) as follows –

Sr. No.	Taluka/Area Classification	The Industrial Promotion Subsidy Every Year
1	Naxalism Affected Area	100% VAT on local sales minus Input Tax Credit (ITC) or zero whichever is more + CST

		payable
2	No industrial District , Vidarbha and Marathwada	90% VAT on local sales minus ITC or zero whichever is more + CST payable
3	Group D+ Taluka (Other than Sr. No. 1 & 2)	80% VAT on local sales minus ITC or zero whichever is more + CST payable
4	Group D Taluka (Other than Sr. No. 1 & 2)	70% VAT on local sales minus ITC or zero whichever is more + CST payable
5	Group C Taluka	60% VAT on local sales minus ITC or zero whichever is more + CST payable

3. Interest Subsidy –

All eligible new Micro, Small and Medium Manufacturing Enterprises in areas other than Group “A” will be eligible for interest subsidy. The Interest Subsidy will be payable only on the interest actually paid to the Banks and Public Financial Institutions on the amount of term loans taken for acquisition of Fixed Assets. The amount of interest subsidy will be calculated @ effective rate of interest, after deducting the interest subsidy receivable from any institution or under any Govt. of India Scheme and the penal/compound interest or 5% per annum, whichever is less. The quantum of interest subsidy payable every year will not exceed the bills paid for electricity consumed during the relevant year.

4. Exemption from Electricity Duty –

All eligible new Units in Group C, D, and D+ areas and No-Industry District(s) and Naxalism affected Area will be exempted from payment of Electricity Duty during eligibility period not exceeding 15 years. In Group A and B areas, 100% Export Oriented Units (EOUs), Information Technology Manufacturing Units and Bio-Technology Manufacturing units will also be exempted from payment of Electricity Duty for a period of 7 years. Necessary Notification under the provisions of the Electricity Duty Act 1958 will be issued separately by the Energy Department.

5. Waiver of Stamp Duty –

New Units as well as Units undertaking Expansion/ Diversification (including Mega and Ultra Mega Projects) will be exempted from payment of Stamp duty during the Investment period in Group “C, D, D+ Talukas, No Industry Districts and Naxalism affected areas. However, in Group A and B areas, stamp duty exemption would be available as given below :

- BT Manufacturing and IT Manufacturing Units in Public Parks : 100%
- BT Manufacturing and IT Manufacturing Units in Private Parks : 75%
- Mega Projects – 50% for first conveyance deed only

Explanation : Eligible New/Expansion Units of PSI-2007 will also be eligible for Stamp Duty Exemption during their investment period.

Necessary Notification under the provisions of the Bombay Stamp Act 1958 will be issued separately by the Revenue & Forest Department.

6. Power Tariff Subsidy –

Eligible New Micro, Small and Medium Enterprises (MSME) will be eligible for power tariff subsidy. The subsidy will be to the tune Rs. 1/- per unit for the Units located in Vidarbha, Marathwada, North Maharashtra and the Districts of Raigad, Ratnagiri and Sindhudurg in Kokan Region and Rs. 0.50 per unit for the Units in other areas of the State for a period of 3 years from the date of commencement of commercial production, for the energy consumed and paid. The Units in Group “ A” areas will however not be eligible for this incentive.

7. Incentives for Strengthening MSMEs and LSIs –

The following incentives shall be admissible to the MSMEs and LSIs so as to promote Quality Competitiveness, Research & Development, Technology Upgradation, Water & Energy Conservation, Cleaner Production Measures and Credit Rating –

(A) New MSMEs and Expansion thereof in all categories of areas will be eligible for following incentives –

- (i) 5% subsidy on capital equipment for Technology Up-gradation, subject to a maximum of Rs. 25 lacs
- (ii) 75% subsidy on the expenses incurred on quality certification limited to Rs. 1 Lakh.
- (iii) 25% subsidy on capital equipment for cleaner production measures limited to Rs. 5 Lakhs
- (iv) 75% subsidy on the expenses incurred on patent registration limited to Rs. 10 Lakh for the National patents and Rs. 20 lakh for the International patents.

(B) Incentives for Credit Rating of MSMEs in all categories of areas –

75% of the cost of carrying out Credit Rating by Small Industries Development Bank of India/Government accredited Credit Rating Agency, limited to Rs. 40,000.

(C) New MSMEs, LSI and Expansion thereof will be eligible for the following incentives in all categories of areas –

- (i) 75% of cost of water audit limited to Rs. 1.00 lakh.
- (ii) 75% of cost of energy audit limited to Rs. 2.00 lakh.
- (iii) 50% of the cost of Capital Equipment under the measures to conserve/recycle water, limited to Rs. 5 lakh.
- (iv) 50% of the cost of Capital Equipment for improving energy Efficiency, limited to Rs. 5 lakh.

8. Incentives for Units coming up in Naxalism affected Talukas –

New/Expansion Units, setting up manufacturing industrial facilities in Naxalism affected Talukas (Annexure – II) and employing at least 75% local persons from the Naxalism affected areas will be eligible for incentives.
