

## MSME Policy 2015 (As Amended in 2019)

### Categorization of industries for the purpose of quantifying incentives

Category	Included Region
<b>Category A</b>	Whole Districts of Pithoragrah, Uttarkashi, Chamoli, Champawat, Rudraprayag and Bageshwar
<b>Category B</b>	<ul style="list-style-type: none"> <li>▶ Whole District of Almora</li> <li>▶ All hilly development blocks of District Pauri Garhwal, Tehri Garhwal (Excluding regions under category B+)</li> <li>▶ All hilly development blocks of District Nainital and Dehradun (Excluding regions under category B+)</li> </ul>
<b>Category B+</b>	<ul style="list-style-type: none"> <li>▶ Kotdwar, Sigaddi and adjoining plain regions of Dugadda development block of district Pauri Garhwal</li> <li>▶ Dhalwala, Muni Ki Reti, Tapovan and adjoining plain regions of Fakot development block of District Tehri Garhwal</li> <li>▶ Kotabagh development block of District Nainital</li> <li>▶ Plain regions of Kalsi development block of District Dehradun</li> </ul>
<b>Category C</b>	<ul style="list-style-type: none"> <li>▶ Regions located above 650 mtrs from sea level in Raipur, Sahaspur, Vikasnagar and Doiwala development blocks of District Dehradun</li> <li>▶ Ramnagar and Haldwani development blocks of District Nainital</li> </ul>
<b>Category D</b>	<ul style="list-style-type: none"> <li>▶ Whole Districts of Haridwar and Udham Singh Nagar</li> <li>▶ Remaining area of District Dehradun and Nainital (which are not included in category 'B', 'B+' and 'C')</li> </ul>

## MSME Policy 2015 (As Amended in 2019)

<b>Interest Subsidy</b>	<p><b>Category A:</b> 10%(Max INR 8 Lakh)</p> <p><b>Category B, B+:</b> 8% (Max INR 6 Lakh)</p> <p><b>Category C:</b> 6% (Max INR 4 Lakh)</p> <p><b>Category D:</b> 5% (Max INR 3 Lakh) <small>*Per year/unit (on term loan only)</small></p>
<b>Capital Subsidy</b>	<p><b>Category A:</b> 40%(Max INR 40 Lakh)</p> <p><b>Category B, B+:</b> 35% (Max INR 35 Lakh)</p> <p><b>Category C:</b> 30% (Max INR 30 Lakh)</p> <p><b>Category D:</b> 15% (Max INR 15 Lakh)</p>
<b>Transport Subsidy</b>	<p><i>% of Annual Turnover (Per year/ unit) or Inbound/ Outbound Logistics Cost whichever is less</i></p> <p><b>Category A:</b> 7%</p> <p><b>Category B:</b> 5%</p> <p><b>Category B+:</b> 5% (Max INR 5 Lakh) <small>or actual transportation cost, whichever less*</small></p>

*\*Capital Subsidy will be applicable on the fixed investment in factory building, plant & machinery*

*\*Only manufacturing units are eligible to avail Transport Subsidy*

*\*Tourism project/units located in municipal areas of category C & D will not be eligible for Interest & Capital subsidies*

## MSME Policy 2015 (As Amended in 2019)

<b>Stamp Duty</b>	<b>Category A, B, B+, C: 100%</b> <b>Category D: 50%</b>
<b>SGST Concession*</b>	<b>Category A:</b> 100% for the first 5 yrs and 90% thereafter <b>Category B, B+:</b> 100% for the first 5 yrs and 75% thereafter
<b>Power Bill Rebate</b>	<b>Category A:</b> Sanctioned Load upto 100 KVA: 100% for 5 yrs and 75% thereafter; If Load > 100 KVA: 60% <b>Category B, B+:</b> Sanctioned Load upto 100 KVA: 100% for 5 yrs and 60% thereafter; If Load > 100 KVA: 50%

*\*The SGST after adjustment of ITC on sale of finished product (B2C) will be reimbursed from the date of commencement of production of the unit for 5 years*

*\*Only manufacturing units are eligible to avail SGST & Power Bill Reimbursement*

*\*Tourism project/units located in municipal areas of category C & D will not be eligible for Stamp Duty*

## MSME Policy 2015 (As Amended in 2019)

### Internet Charges

50% Reimbursement on internet usage charges for all categories

\*Applicable for IT & ITeS projects/ units only

### Mandi Charges

**Category A, B:**  
100% exemption on Mandi charges

### Excise Duty

**Category A, B:**  
75% reimbursement on State Excise Duty, Additional Excise Duty, Bottling fees and other charges as under State Excise Policy

\*only for Manufacturing Units

*Reimbursement of cost incurred for carrying out standardization and quality certification of products by accredited institutions at national and international level by means of ISO, ISI marking, registration of copyright, trade marking etc. - 75% (maximum INR 1 Lakh)*

## MSME Policy 2015 (As Amended in 2019)

### Amendment (2016, 2018 & 2019) - Highlights

**Policy Validity Period is** effective from 31<sup>st</sup> January 2015 and will remain in-force up to 31<sup>st</sup> March 2023

**Tourism Sector** has been accorded Industry Status

**SGST** after adjustment of ITC on sale of finished product (B2C) will be reimbursed

Under IT & ITeS sector, **Software Development** units are also covered

Under Energy sector, units involved in **Energy Production using Non Traditional ways** are also covered

**Service & Manufacturing Sector** industries in **Category C & D** districts are also eligible for incentives

Commencement of commercial production before 31<sup>st</sup> March 2020 – incentive eligibility up to 31<sup>st</sup> March 2025\*

Commencement of production after 31<sup>st</sup> March 2020 - incentive eligibility will be for 5 years only\*