

In pursuance of the provision of clause (3) of article 348 of the Constitution of India, the Governor is pleased to order the publication of the following English translation of notification no. 1675 Dated 21/12/2021

**Government of Uttarakhand  
Industrial Development Section-2**

**No.:** /VII-A-2/2021/17-Industry/2013  
**Dehradun : Dated:** 21 December, 2021

**Office Memorandum**

Whereas, Mega Industrial and Investment Policy-2015 was promulgated vide Industrial Development Department, Govt. of Uttarakhand, office memorandum no. 556/VII-2/2015/17-Industry dated 28-07-2015 in which from time to time several amendments have been made vide office memorandum no. 1033/VII-1/17-Industry/2013 TC, dated 22<sup>nd</sup> December, 2016, office memorandum no. 358(1)/VII-1/2018/17-Industry/2013 TC, dated 25<sup>th</sup> May, 2018 and office memorandum no. 236/VII-A-2/2020/17-Industry/2013 dated 11<sup>th</sup> June, 2020;

And whereas, with a view to ease and simplification of policy actions, the need for a new integrated policy is being felt, incorporating all the amendments made in the said policy;

Now, therefore, keeping in view the aforesaid the Governor, is pleased to promulgate the following new **“Mega Industrial and Investment Policy, 2021”** to promote industrialization, increase economic growth rate and create employment opportunities in the state:-

- i. This policy may be called **‘the Mega Industrial and Investment Policy, 2021’**.
- ii. Under this policy, all industrial estates/areas developed by the State Government (Industry Department/SIIDCUL), notified private industrial estates/areas/special industrial areas, Government of India, Ministry of Finance, Revenue Department's notification number 50/2003-CE dated 10<sup>th</sup> June, 2003 the Proposed Industrial Estate/Area and Expansion of the Existing Industrial Estates under the head of notified khasra numbers of land or such land legally acquired for mega projects, whose land use is in the approved master plan of the regulated area or the building map has been approved by the competent authority of the concerned regulated area/development authority for the permissible activity of commercial or service sector or the land outside the regulated area (except Municipal Corporation / Municipality / Municipality area) which has been declared as industrial/non-agricultural by the competent authority under section, 143 of the Uttarakhand (Uttar Pradesh Zamindari Abolition and Land Reforms Act, 1950) read with rule 135 of the Uttar Pradesh Zamindari Abolition and land reforms Rules, 1952 (as amended from time to time) shall be covered.

**Explanation:** The above provisions shall also be applicable for such projects being set up under Mega Industrial and Investment Policy-2015 (as amended-2016, 2018 and 2020), which have received approval from all concerned departments for the establishment of their project before the implementation of this policy, by obtaining the desired approvals/no objections/permissions, effective steps have been taken for the establishment of the enterprise.

iii. Under this policy, the following identified manufacturing and new projects of the service sector to be established in the Government industrial estates/areas and other identified sites and the existing enterprises/projects having substantial expansion will be eligible for the financial incentives provided in the policy:-

(A) All the single manufacturing industries except the following industries identified under Negative List in Annexure-I of the notification no. F.No. 2(2)/2018-SPS dated 23rd April, 2018 of the Ministry of Commerce and Industry (Department of Industrial Policy and Promotion), Government of India.

**Negative List:**

1. All goods falling under Chapter 24 of the First Schedule to the Central Excise Tariff Act, 1985 (5 of 1986) which pertains to tobacco and manufactured tobacco substitutes.
2. Pan Masala as covered under Chapter 21 of the First Schedule to the Central Excise Tariff Act, 1985 (5 of 1986).
3. Plastic carry bags of less than 20 micron as specified by Ministry of Environment and Forests Notification No. S.O. 705 (E) dated 02.09.1999 and S.O. 698 (E) dated 17.6.2003.
4. Plantation, Refineries and Power generating Units above 10 MW.
5. Goods falling under Chapter 27 of the First Schedule to the Central Excise Tariff Act, 1985 (5 of 1986) produced by Petroleum or Gas refineries.
6. Coke (including Calcined Petroleum Coke), Fly Ash, Cement, Steel Rolling Mills.
7. Units not complying with environment standards or not having applicable Environmental Clearance from M/o Environment & Forests and Climate Change or State Environmental Impact Assessments Authority (SEIAA) or not having requisite consent to establish and operate from the concerned Central Pollution Control Board/State Pollution Control Board.
8. Except Gold and Gold Dore.

9. Low value addition activities like preservation during storage, cleaning, operations, packing, repacking or re-labelling, sorting, alteration of retail sale price etc. take place excluding high value packaging and processing.
- (B) **Hospital, Ayush & Wellness:** Spa & Rejuvenation Resort, Ayurveda, Yoga, Panchakarma, Naturopathy, Unani, Siddha, Homeopathy & Spa, Hotel, Resort, Motel, Cable Car & Ropeway, Adventure & Leisure Sports: Bungee Jumping, Power Boats, Kayaking, Joy Riding in Choppers, Seaplane, Skill Game Park.
- iv. Allotment of land to desirous entrepreneurs in SIIDCUL industrial areas shall be done on the basis of land allotment policy of SIIDCUL under single window system at the rates/values fixed from time to time.
- v. Under this industrial policy, new projects with capital investment of Rs. 50 crore or more and units for expansion of existing projects shall be included.
- vi. On the basis of capital investment, projects are classified as follows:-
1. **Large Projects-** Such large projects in which capital investment is proposed to be from Rs. 50 crore to Rs. 75 crore in land, eligible building and plant & machinery up to the prescribed limit.
  2. **Mega Projects-** Such mega projects, in which capital investment is proposed to be more than Rs. 75 crore and up to Rs. 200 crore in land, eligible building and plant & machinery up to the prescribed limit.
  3. **Ultra Mega Projects-** Such ultra mega projects, in which capital investment is proposed to be more than Rs. 200 crore and up to Rs. 400 crore in land, eligible building and plant & machinery up to the prescribed limit.
  4. **Super Ultra Mega Projects-** Such super ultra mega projects, in which capital investment is proposed to be more than Rs. 400 crore in land, eligible building and plant & machinery up to the prescribed limit.
- vii. **This policy shall be effective from the date of issue of notification and shall be in force till 31<sup>st</sup> March, 2025 and the benefit of financial incentives provided in the policy shall be admissible on starting production during the validity period of the policy.**

**Explanation:** Such industries which had started the work of expansion or establishment before the date 31.03.2020, the original validity period of the policy in force at present, shall be required to start their commercial production before 30<sup>th</sup> September, 2022. Extended validity period after 31.03.2020 or till the new policy is promulgated to the projects for which in-principle approval has been issued shall be permissible only after starting production within 30 months from the date of issue of in-principle approval on merit basis.

viii. Under the policy, the following special discounts/concessions shall be provided in the current prevailing rates of SIIDCUL in allotment of land for projects in SIIDCUL industrial areas:-

1. **Large Projects-** Rebate on land rate of 15% on the prevailing rates of SIIDCUL.
2. **Mega Projects-** Rebate on land rate of 25% land on prevailing rates of SIIDCUL.
3. **Ultra Mega Projects-** Rebate on land rate of 30% land on prevailing rates of SIIDCUL.
4. **Super Ultra Mega Projects-** Rebate on land rate of 30% land on prevailing rates of SIIDCUL.

**Explanation: For the establishment of hotels/resorts included in the eligible activities under the policy, the benefit of exemption in fixed rates of land shall not be admissible on land allotment in the land, reserved for commercial activity in SIIDCUL industrial area.**

- ix. Under this policy, 20 percent of the value of the land allotted by SIDCUL (after rebate) shall be payable on allotment and the remaining 5 years in equal installments along with fixed interest.
- x. The benefit of financial incentives provided in the policy is not admissible to the industries which are not in production within three years of receipt of in-principle approval from the State Authorized Committee on the Common Application Form filed for the establishment of a new project or expansion of the existing project under the single window system. If an enterprise has availed any concession/financial assistance earlier and it does not start production within the stipulated time period, then it shall have to return the financial assistance received along with interest.
- xi. The financial incentives and exemptions/concessions provided under this policy will be as follows:
  1. **Interest Subsidy:** The following reimbursement assistance shall be admissible to eligible industries to be established under the policy in interest payable on term loans taken from banks/financial institutions for the next 5 years from the date of commencement of production:
    - (a) Interest reimbursement assistance of 7 percent, maximum of Rs. 25 lakh per annum on Large Projects above Rs. 50 crore and up to Rs.75 crore.
    - (b) Interest reimbursement assistance of 7 percent, maximum of Rs. 35 lakh per annum on Mega Projects above Rs. 75 crore and up to Rs. 200 crore.

- (c) Interest reimbursement assistance of 7 percent, maximum of Rs. 50 lakh per annum on Ultra Mega Projects above Rs. 200 crore.
  - (d) Interest reimbursement assistance of 7 percent, maximum of Rs. 75 lakh per annum on Super Ultra Mega Projects above Rs. 400 crore.
2. **Reimbursement of SGST:** The maximum limit and quantum of reimbursement of total net SGST payable after adjustment of Input Tax Credit on B2C sale of self-made goods/products shall be as follows:-
- (a) Total net SGST after adjustment of input tax credit for the next 5 years from the date of production for large projects. 30 percent of the tax liability, which is sold to the customer (B to C) within the state.
  - (b) Total Net SGST after adjustment of Input Tax Credit for 5 years in advance from the date of production for Mega Projects/Ultra Mega Projects/Super Ultra Mega Projects. Reimbursement of 50% of the tax liability, which is sold to the customer (B to C) within the state.

**Explanation:**

1. Whatever tax liability is created under the Goods and Services Tax Act, the entire amount related to it will be deposited in the treasury and no share will be kept with itself. Considering the total tax liability as per the return filed and after adjustment of ITC, the unit has to pay such SGST paid under Goods and Services Tax as per the provisions of this scheme. Part of the tax will be reimbursed, which is related to the sale directly to the customer (B2C) within the state.
2. The benefit of SGST reimbursement assistance will be admissible to manufacturing industries only.

**"Manufacturing enterprise"** means an industrial undertaking or any other establishment, by whatever name called, engaged in the manufacture or production of goods in any manner which is a part of the Industries (Development and Regulation Act, 1951) (55 of 1951) belongs to any industry specified in the first schedule, which is defined as a manufacturing enterprise in the Micro, Small and Medium Enterprises Development Act, 2006.

3. **Reimbursement assistance in Electricity Bill:** Reimbursement assistance shall be admissible to the eligible enterprises at the rate of Rs. 1.00 per unit in the electricity bill payable for the next 5 years from the date of commencement of production. The maximum annual limit of

electricity reimbursement assistance shall be as follows:-

- (a) **Large Projects** - Rs. 50 lakhs per annum.
- (b) **Mega Projects** - Rs. 75 lakhs per annum.
- (c) **Ultra Mega Projects** - Rs. 1 Crore per annum.
- (d) **Super Ultra Mega Projects** - Rs. 1.50 Crore per annum.

**Explanation:** The benefit of reimbursement assistance payable in electricity bill shall not be admissible to hotels, resorts, ropeways, motels, hospitals etc. included in the eligible service activities identified under the policy.

4. **Reimbursement of Electricity Duty:** The eligible enterprises shall be reimbursed 100% of the electricity duty due/paid on the electricity bill consumed in the production work.

**Explanation:** The benefit of reimbursement assistance shall not be admissible on electric duty paid to hotels, resorts, ropeways, motels, hospitals etc. involved in the eligible service activities identified under the policy.

5. **Reimbursement of stamp duty:** Entrepreneurs shall be given 50 percent reimbursement assistance on stamp duty charges payable in execution of land purchase deed and lease deed.

6. Reimbursement assistance at the rate of Rs. 999 per Rs. 1000 shall be given on the registration fee payable / paid for execution of land purchase deed / lease deed.

7. **Subsidy on ETP:** Capital subsidy of 30 percent subject to a maximum of Rs 50 lakh for setting up an effluent treatment plant.

8. **Payroll Assistance to encourage massive employment generation:** There shall be a minimum specified limit of regular employment of 50 people for large projects, 100 for mega projects, 200 for ultra mega projects and 400 for super ultra mega projects for allowing payroll assistance. Enterprises where regular employees are employed in excess of the specified limit, shall be given pay-roll assistance as gratuity at the rate of Rs.500/- per employee per month for the next 5 years on the employees employed in addition to the specified limit. For women employees, this rate shall be Rs 700/- per employee per month.


(Amit Singh Negi)  
Secretary

**No.: 1676(1)/ VII-A-2/2021/17-Industry/2013, dated**

**Copy sent to the following for information and necessary action:-**

1. Additional Chief Secretary, Hon'ble Chief Minister, Uttarakhand.
2. Principal Private Secretary, Hon'ble Industrial Development Minister, Govt. of Uttarakhand.
3. All Principal Private Secretary, Hon'ble Ministers for the kind perusal of Hon'ble Ministers.
4. Principal Private Secretary-Chief Secretary for the kind perusal of Chief Secretary.
5. All Additional Chief Secretary/Principal Secretary/Secretary, Govt. of Uttarakhand.
6. Secretary, Council of Ministers, Govt. of Uttarakhand.
7. Commissioner, Garhwal and Kumaon Division.
8. All Head of the Department/ Head of the Office, Uttarakhand.
9. All DMs, Uttarakhand.
10. Director General/Commissioner Industries, Directorate of Industry, Dehradun.
11. Director Industries, Directorate of Industry, Dehradun.
12. Managing Director, SIIDCUL, Dehradun.
13. To the Additional Director, Government Press, Roorkee-Haridwar with the intention to publish 200 copies of the said Government Office Memorandum in the upcoming Government Gazette.
14. Guard File.

**by order,**

  
**(Umesh Narain Pandey)**  
**Additional Secretary**