

**Scheme of Assistance for ESDM Units
under Electronics Policy (2016-21)**

**Government of Gujarat
Science and Technology Department
G.R. No: EHM/10/2011/276392/IT
Sachivalaya, Gandhinagar**

Date: 29th February 2016.

RESOLUTION

Read: Electronics Policy (2016-21) dated 29.02.2016

Preamble

Electronics System Design and Manufacturing (ESDM) is one of the largest and fastest growing manufacturing sectors in the world. The Government of India (GoI) has, through its National Policy on Electronics, 2012, contemplated that the demand for electronic goods in India will rise to USD 400 billion by the end of the year 2020. The policy has further contemplated a domestic demand and production gap of nearly USD 300 billion by 2020.

2. With a view to provide focused attention on boosting manufacturing through increased investment in setting up of ESDM, the Government of India came up with National Policy on Electronics in the year 2012 which has been subsequently revised from time to time. Under the provisions of National Policy on Electronics, 2012, Government of India has issued Schemes and Implementation Guidelines for M-SIPS, Electronics Manufacturing Clusters (EMCs), etc.

3. In the context of National Electronics Policy and associated emphasis on setting up of Electronics Manufacturing industry in the country, the Government of Gujarat, with a view to providing focused attention on the subject came out with the Electronics Policy for the State of Gujarat (2014-2019) which was notified on 12th November, 2014.

4. Since the notification of Electronics Policy by the State Government, the Government of India has further emphasized the core importance of the sector by focusing on creating facilities

for electronics manufacturing within the country through policy revisions. Accordingly, the Government of India has revised M-SIPS Policy and brought in new verticals, simplified approval process, revised threshold for various industry units and has made policy more attractive by introducing production subsidy, etc.

5. As the Government of India undertook two major campaigns – National Skill Development Mission and Make in India Campaign – it also acknowledged the pivotal role that Electronics Manufacturing Industry can play in economic growth as well as employment creation. The Department of Electronics and Information Technology (DeitY), Government of India estimates that with an electronics manufacturing industry of USD 400 billion direct employment creation of 28 million positions is possible. It has also acknowledged that electronics manufacturing can give a boost to the overall manufacturing sector thus playing a central role in creating right ecosystem to realize benefits of huge demographic dividend that India boasts of.

6. Consistent with above considerations, various State Governments have also either come out with de novo electronics policy or have revamped their existing electronics policy.

7. The Electronics Policy of Gujarat, notified in 2014 was cast in overall context of Industrial environment existing in Gujarat. Though Gujarat continues to hold flag position in overall manufacturing sector in the country, the nature of electronics manufacturing sector and evolving technology trends therein position it very differently from other sectors of industry and therefore, require that incentive structure for promoting electronics manufacturing is crafted differently compared to the one done for other sectors of the industry.

8. In the above background, to ensure that Gujarat positions itself competitively for attracting investments in electronics manufacturing, to benefit from the investment as well as the employment generation and to play a proactive, responsible and lead role in matters of national importance, it became necessary to revisit the provisions of the electronics policy for the State of Gujarat announced in 2014. Accordingly, Government of Gujarat has come out with a 'Electronics Policy (2016 – 2021)'.

9. The policy referred to above lists out the role of the State Government in creating an enabling environment and provides for different incentives that EMC and ESDM units getting setup or expanded to in Gujarat are entitled to. The objective of formulating a scheme to list out procedure as well as approval mechanism to operationalize the policy in relation to providing assistance to the Electronics System Design and Manufacturing (ESDM) units was under the consideration of the Government. In consideration thereof, the Government of Gujarat resolves as under:

Resolution

In view of the strategy, approach, specified incentives under the Electronics Policy (2016-21) referred herein under as the “Electronics Policy”, the Government of Gujarat is pleased to introduce a “Scheme of Assistance for the ESDM Industry” which will come into force from the date of issuance of this Government Resolution and will remain in operation till the operative period of the Electronics Policy.

1. Definitions:

All the definitions as specified under the Electronics Policy shall have the meaning as specified therein.

- 1.1 **‘ESDM’** shall include the entire value chain of all electronic verticals/ products covered under the National Policy on Electronics and related notifications issued by the Department of Electronics & Information Technology (DeitY), Ministry of Communication & Information Technology, Government of India, from time to time, and will also include computers and peripherals, communication devices, electronics manufacturing services, strategic electronics and components, industrial electronics, automotive electronics, telecom electronics equipment, information and broadcasting electronics equipment, medical electronics, electronic gaming and electronic toys. The current broad classification of the products covered under this policy for the electronics sector is at Annexure to this Policy, which will be deemed to update in consonance with the identified list under National Policy on Electronics.
- 1.2 **‘Micro, Small and Medium Enterprises’ (MSMEs)** in ESDM shall be construed as per the definition of such in the MSME Policy of the Government of India.
- 1.3 **‘Gujarat-based Company’** means a Company having its manufacturing facility in

Gujarat.

- 1.4 **'New Unit'** means a unit which has obtained an acknowledgement for filing Entrepreneur's Memorandum (EM) with the concerned District Industries Center (DIC) or Industrial Entrepreneur's Memorandum (IEM) with Government of India for setting up manufacturing facility in ESDM sector in Gujarat during the operative period of this policy and commences commercial productions / service either during the operative period or within one year from the date of coming to an end of this policy.
- 1.5 **'Existing Unit'** means a unit which has filed EM with the concerned DIC or IEM with Gol and is implementing expansion/ diversification in the project for carrying out activities indicated in this Policy and begins work for such expansion / diversification during the operative period of this policy.
- 1.6 **'Expansion/ Diversification'** An expansion and/ or diversification contemplated with or without forward/ backward integration in Gujarat, with an investment of more than 50% of its existing gross fixed capital investment on the date of initiating expansion/ diversification and commencing production from said expansion/ diversification during the operative period of the policy, or within one year from the date of coming to an end of this policy shall be termed as Expansion/Diversification.
- 1.7 **'Eligible Units'** All new/existing units as defined in Point 5 & 6 above will be eligible for availing of incentives under this Policy. New units will also get benefit for one-time expansion or diversification during the operative period of this Policy, if they so undertake. Existing units will get benefit for expansion/ diversification.
- 1.8 **'Gross Fixed Capital Investment' (GFCI)** means the investment made in required building, plant and machinery and other related fixed assets, excluding land, required to manufacture end products or services by eligible unit within two years from the date of production or till one year from coming to an end of this policy, whichever is earlier.
- 1.9 **'Empowered Committee'** means shall have the meaning as defined in para 4 of this GR.
- 1.10 **'Competent Authority'** shall have the meaning as defined in para 5 of this GR.

2. Available Assistance:

All eligible ESDM units shall be entitled to the following assistance:

2.1 **Capital Subsidy:** Eligible ESDM units shall be entitled to the following capital subsidy on reimbursement basis:

- (a) ESDM units with GFCI up to Rs. 10 crores shall be entitled to a capital subsidy at the rate of 10% of the GFCI, subject to a ceiling of Rs. 1 crore.
- (b) ESDM units with GFCI above Rs. 10 crores but up to 1000 crores shall be entitled to a capital subsidy of Rs. 1 crore plus 5% of incremental GFCI above Rs. 10 crores, subject to an overall ceiling of Rs. 25 crores.
- (c) ESDM units with GFCI above Rs. 1000 crores shall be entitled to a capital subsidy of Rs. 25 crores plus 5% of incremental GFCI above Rs. 1000 crores, subject to an overall ceiling of Rs. 100 crores.

2.2 **Interest Subsidy:** Eligible ESDM units shall be entitled to avail interest subsidy at the rate and norms as defined below:

- (a) Interest subsidy assistance shall be eligible for a maximum duration of five years.
- (b) Eligible ESDM units will be entitled to interest subsidy assistance from the date of making application or when actual interest repayment to the lending financial institutions, after moratorium, if any, begins based on the choice of ESDM unit. However, the unit will be entitled for interest assistance only if the interest repayment has begun during the operative period of the current policy.
- (c) ESDM units with borrowings up to Rs. 10 crores shall be entitled to an interest subsidy at the rate of 7% per annum, subject to a ceiling of Rs. 1 crore per annum.
- (d) ESDM units with borrowings above Rs. 10 crores, but up to Rs. 1000 crores shall be entitled to an interest subsidy of Rs. 1 crore plus 2% of borrowings in excess of Rs. 10 crores every year, subject to an overall ceiling of Rs. 5 crores per annum.

- (e) ESDM units with borrowings above Rs. 1000 crores shall be entitled to an interest subsidy of Rs. 5 crores plus 1% of borrowings in excess of Rs. 1000 crores every year, subject to an overall ceiling of Rs. 10 crores per annum.
- (f) Interest subsidy as mentioned above shall be given only if the borrowing is from a bank / financial institution based in India, is in Indian Rupee denomination and shall not exceed interest liability of eligible unit.

2.3 Reimbursement of Stamp Duty and Registration Fee: Eligible ESDM units will be entitled for reimbursement of 100% of Stamp Duty and Registration Fee paid to the Government of Gujarat for lease/sale/transfer of land for the first transaction. The reimbursement will be made on the commencement of construction.

2.4 VAT/CST/GST Incentive:

- (a) The eligible ESDM units will be provided reimbursement of net tax (net of input credits) paid by them under Section-13 of Gujarat Value Added Tax Act against their output tax liability. The reimbursement will be limited to a ceiling of 90% of the GFCI made by the unit. Additional amount of tax paid, beyond above ceiling, will not be eligible for reimbursement. In no case, the amount of reimbursement shall exceed the total inflow of tax paid into the Government of Gujarat treasury. There would be certain restriction in respect of transfer of goods produced by eligible units out of state by the subsequent dealers so as to ensure that amount reimbursed is not again being claimed by way of tax credit for inter-state sale, branch transfer, consignment and export.
- (b) For domestic sales outside Gujarat (inter-state sales), 100% Central Sales Tax (CST) paid into Government of Gujarat treasury would be reimbursed, till GST is introduced. The amount of benefit availed under this clause will also be counted against the ceiling mentioned in sub para (a).
- (c) In the GST regime, the SGST will be reimbursed at the tax rate, which will not be higher than the rate of value added tax of the specified goods as on the date of announcement of the policy. Notwithstanding anything mentioned in above clauses, it is stated that under the GST regime, as and when it comes into

operation, the unit shall be reimbursed up to the extent of GST actually realized into the Government of Gujarat treasury, net of input credits, subject to overall ceiling of 90% of GFCI as maximum eligibility for reimbursement.

- (d) VAT/CST/GST reimbursement will be allowed for a period of 10 years from the date of coming into production of eligible unit subject to ceilings and limitations indicated in above sub clauses.

2.5 **Incentive on Power Tariff and Electricity Duty:**

- (a) Eligible ESDM units will be given power tariff subsidy at the rate of Re. 1 per unit in the billed amount of the utility as promotional incentive on reimbursement basis for a period of five years.
- (b) Eligible ESDM units will be given 100 % reimbursement for electricity duty paid for a period of five years from the date of commencement of their production.
- (c) Existing units undertaking expansion/diversification will be entitled for power tariff subsidy and electricity duty reimbursement only for additional power consumed, attributable to such expansion/diversification. For computation of additional power consumed, additional consumption over average consumption of previous one year before the date of commencement of production from expansion/diversification will be considered.
- (d) Above assistance will be available to eligible ESDM units on power purchased from the State electricity distribution companies or power distribution licensees. The eligible ESDM units either generating power from its captive power plant or getting electricity through open access will not be eligible for the incentive.

2.6 **Employment Generation Incentive through EPF Contribution:** Eligible units will be given the benefit of reimbursement of the EPF contribution made by them for their employees for a period of five years subject to overall ceiling of Rs. 1 crore per annum. This reimbursement would be made subject to the following criteria:

- (a) 100% of EPF amount paid in case of female employees
- (b) 75% of EPF amount paid in case of male employees
- (c) For existing units or units undertaking expansion/diversification, the assistance will be available for incremental employee count occurring during the policy period for a period of five years for each such incremental count, subject to overall ceiling of Rs. 1 crore per annum. For this purpose average employee count of previous one year before commencement of production from expansion/diversification shall be treated as base employee count and incremental count will be computed over such base count.
- (d) Any eligible ESDM unit getting assistance under this policy will be required to take minimum one intern for every twenty employees on its payroll during the period it gets assistance. Said intern(s) will be paid an honorarium at rates more than that under Minimum Wages Act. This mechanism of hiring interns will be different from and in addition to the Scheme of Apprenticeship by Government of India, if applicable. This will help building a skilled resource base within the country.

2.7 Patent Assistance:

- (a) Assistance at the rate of 50%, subject to a ceiling of Rs.2 lakhs per patent for domestic patents and Rs. 5 lakhs per patent for international patents, for meeting with the expenditure for obtaining patents will be available to any ESDM unit/institution.
- (b) Total quantum of assistance for obtaining such patents shall be limited to Rs. 25 lakh for international and Rs. 10 lakhs for domestic patents per unit/institution.
- (c) Fees paid to patent attorney and patent service centre will be eligible towards cost for assistance.
- (d) The assistance will be in the nature of reimbursement.

2.8 Market Development Support

- (a) Assistance to eligible MSME units for participation in International Trade Fairs outside India at the rate of 50% of expenditure towards (i) total rent

of stall or rent of space and amount paid to organizer towards creation of stall and on rented space (ii) product literature/ catalogue and (iii) display material subject to maximum Rs. 2 lakhs. Eligible MSME unit will be entitled to avail of this assistance maximum two times during the operative period of this policy. The assistance would be in the nature of reimbursement. MSME units shall have to apply within three months from the date of participation for the assistance.

- (b) Assistance to Industry Associations for participation in International Trade Fair as Gujarat Pavilion outside India @ 50% of total rent subject to a ceiling of Rs. 10 lakhs will be provided. Minimum five industrial unit's participation will be necessary as part of group to get this assistance. Assistance shall be in the form of reimbursement and the association shall have to apply within three months from the date of such participation.
- (c) Viability Gap Support to Industries Associations will be provided for organizing Seminars / Exhibitions in Gujarat. Maximum Rs.4 lakhs for national and Rs. 8 lakhs for international Seminar/Exhibition will be provided under this scheme.

2.9 **Support to R&D Institutions:** In order to give impetus to the Research and Development, need-based support will be provided to R&D institutions set up with the approval of the State Government.

- (a) Apart from new R&D institutions, testing facilities, finishing schools, etc. will also be covered. The assistance will be given up to 60% of the project cost, excluding land and building, subject to a maximum of Rs 50 lakhs.
- (b) Assistance for Contract/Sponsored research work from any industrial unit / industry association to recognized R&D Institution / Technical College approved by AICTE will be considered at 50% of the project cost, excluding cost of land and building, subject to a maximum of Rs 50 lakhs.

2.10 **Quality Certification:** Any Gujarat based MSME ESDM unit will be granted assistance for a maximum of three industry standard quality certifications, at a

rate of 50% of cost of quality certification within the overall ceiling of Rs. 6 lakhs in 5 years. The amount of assistance will include:-

- (a) Fees charged by certification agency
- (b) Consulting fees and training charges
- (c) Cost of testing equipment as suggested by BIS and other national or international quality marks such as WHO, GMP, CE, HACCP.
- (d) Calibration charges of equipment

This 'Quality certification scheme' will be supplementary to any scheme of Central Government.

3. Procedure for Making Application and Approval of Assistance: The following procedure will regulate the expression of interest, making the application by an applicant and process of approval, communication of approval by the Competent Authority for approving assistance under this Scheme:

3.1 Expression of Interest for Setting-up of an ESDM unit: A person, company, legal entity or eligible unit intending to avail assistance under this scheme shall intimate the Competent Authority in Government by an Expression of Interest as per Annexure 1 to this scheme.

3.2 Any application received by the State Government in Industries & Mines Department or in Department of Science and technology or under any of their subordinate offices, for benefits under the Electronics Policy of the State Government (2014-19), in so far as it pertains to setting up of an ESDM unit or expansion/diversification thereof, made after 12th Nov 2014 and till the issuance of the policy where the construction has not started on the date of notification of the policy, in whatever format, will be deemed to be an application for Expression of Interest under this scheme. Such unit so long as it begins commercial production during the operative period of the Electronics policy shall be eligible for assistance under this scheme. For such applications received after 12.11.2014 and till the notification of the Electronics Policy (2016-21), where the construction has started, entitlement will be as per the policy of

12.11.2014 provided other eligibility conditions are met.

- 3.3 **Letter of In-principle Approval:** The competent authority, on receipt of the Expression of Interest for availing assistance under this scheme, shall convey to the applicant its decision granting in-principle approval along with the indicative list of eligible assistance or alternatively convey the rejection and causes in brief thereof, the conditions, time lines that the applicant has to comply with for availing assistance, the obligations of the applicant as well as of the competent authority in relation to disbursement of the assistance and the likely disbursement schedule. The in-principle approval by the competent authority shall be conveyed in a format as per Annexure 2a, or 2b, within one month from the receipt of Expression of Interest as in Para 3.1.
- 3.4 Communication of in-principle approval doesn't confer any entitlement to the applicant. The entitlement and actual disbursement of assistance as specified in the scheme will be an outcome pursuant to a formal application as prescribed in para 3.6, and in accordance with the decision of the Empowered committee, subject to fulfillment of conditions specified therein.
- 3.5 **Validity of In-principle Approval:** The in-principle approval, conveyed as above in para 3.3, shall be valid for a period of one year. However, subject to fulfillment of conditions a and b indicated in Para 4 of Annexure 2a or 2b to this Scheme and subject to satisfactory reasons for non-fulfillment of conditions c, d and e of Para 4 of Annexure 2a or 2b to this Scheme, in-principle approval can be extended by the competent authority for a period of, at the most one year. After the said period of validity, in-principle approval shall lapse and the applicant will have no claim for any incentive or benefit against the Government. However, the applicant will be free to reinitiate the process by filing an Expression of Interest for setting up or expansion/diversification of an ESDM unit, R&D Institute, Finishing School, etc. which will then be treated as a separate and a new application.
- 3.6 **Filing of Formal Application:** The applicant shall apply to the Competent Authority in the application form specified as per Annexure 3. The

entitlement of the applicant for evaluation of his claim for the assistance under the Scheme will arise only after filing of this application form along with the prescribed Annexures. The assistance will be eligible only if the formal application, as under this para is made during the operative period of the New Electronics Policy 2016-21.

- (a) The Competent Authority will scrutinize the proposal and place it before the Empowered Committee for a decision on total assistance eligible to the applicant.
- (b) The Empowered Committee may call the applicant for a presentation or any clarification in relation to either eligible activity or the cost marked against the Eligible activity, or any of its components.
- (c) The Empowered Committee will record its decision as to approval of eligible assistance in a format as per annexure IV.

3.7 Methodology for Disbursement: Based on the decision of Empowered Committee, the Competent Authority will convey the final decision on the eligibility of the applicant for the assistance under the Scheme, the schedule of disbursement and the contingent progress milestones in format as per Annexure 5a or 5b.

3.7.1 Disbursement schedule will be as follows:

Sr. No	Assistance Type	Disbursement Schedule	Remarks
1.	Capital Subsidy	On commencement of production as per planned capacity	Reimbursement as per approval
2.	Interest Subsidy	Quarterly basis on bank certificate for realization of due installments of previous quarter	Reimbursement on actuals
3.	Reimbursement of Stamp Duty/ Registration Fee	On Submission of Proof of Stamp Duty/Registration fee payment	Reimbursement on actuals on commencement of construction
4.	Power Tariff and Electricity Duty	Quarterly on Submission of Proof of payment	Reimbursement on actuals
5.	VAT Incentives	Quarterly on Submission of Proof	Reimbursement on actuals
6.	Employment Generation Grant on EPF	Quarterly on submission of Proof	Reimbursement on actuals subject to ceiling
7.	Quality Certification	On submission of proof	Subject to ceiling

8.	Patent Registration	On filing of Patent	Subject to ceiling
9.	Market Development	On submission of claim after the event	Subject to ceiling
10.	Assistance for R&D Institute	Three Tranches: <ul style="list-style-type: none"> • 25% on acquisition of land, approval of building plan • 50% after expenditure of 60% of the project cost • 25% on commissioning of the R&D Institute 	Subject to ceiling
11.	R&D/Finishing Schools /testing facilities	In 3 tranches : <ul style="list-style-type: none"> • 25% on acquisition of land, office space and approval of building plan • 50% after expenditure of 60% of the project cost • 25% on commissioning of the R&D Institute/Testing facility 	Subject to ceiling
12.	Contract/Sponsored research work from ESDM unit/ESDM Industry Association	On submission of proof of completion	Subject to ceiling
14.	Viability Gap funding for exhibitions/ seminars in Gujarat	On submission of proof of participation	Subject to ceiling

4. State Level Empowered Committee

(a) For approval of the assistance to MSME ESDM units, the State Level Empowered Committee (Empowered Committee as referred in the scheme) shall comprise of the following members:

- (i) Industries Commissioner – Chairperson
- (ii) MD, GIL - Member
- (iii) FA to DST – Member
- (iv) JS (IT), Science & Technology Department – Member
- (v) Director, Gujarat Electronics Mission – Member Secretary

Till the time, Gujarat Electronics Mission is set up, the Director (Information Technology), Government of Gujarat shall be the Member Secretary.

(b) For approval of the assistance to large ESDM units, the State Level Empowered Committee (Empowered Committee as referred in the scheme) shall comprise of the following members:

- (i) ACS/PS/Secretary, Department of Science & Technology
- (ii) ACS/PS/Secretary, Industries & Mines Department
- (iii) Industries Commissioner
- (iv) Secretary (Expenditure), Finance Department
- (v) M.D. - Gujarat Informatics Ltd.
- (vi) Head, State eGovernance Mission Team
- (vii) Director, Gujarat Electronics Mission - Member Secretary

The senior of the Secretary in-charges of Department of Science and Technology or Industries & Mines Department shall Chair the meeting. Till the time, Gujarat Electronics Mission comes in to being, the Director (Information Technology), Government of Gujarat shall be the Member Secretary.

5. Competent Authority

For undertaking process for grant of approval and disbursement of assistance, the following officers in their offices will be competent authorities for the benefits under this scheme:

- (a) MSME ESDM: The General Manager, District Industries Centre
- (b) Large ESDM units or R&D centres or Finishing Schools od for Patent Assistance and Market Development Support: The Director, Gujarat Electronics Mission

6. Interpretation

Any interpretation or clarification under the scheme will be decided by the Department of Science and Technology and decision thereof would be final and binding to all.

7. Budgetary Provision

The expenditure on this account shall be made from the grants under the following

budget head: "Demand no. 89" Major Head 2052, Information Technology Incentive Plan.

The above Government Resolution issues with the concurrence of Energy & Petrochemicals Department on the file of even number dated 14-12-2015, of Revenue Department dated 14-12-2015, of Industries and Mines Department 02-02-2016 and of Finance Department dated 12-02-2016.

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

Sd/-
(Dhananjay Dwivedi)
Secretary to the Government of Gujarat,
Department of Science and Technology

To

1. *Principal Secretary to Hon'ble Governorshri, Raj Bhavan, Gandhinagar.
2. Chief Principal Secretary to Hon'ble Chief Minister.
3. Principal Secretary to Hon'ble Chief Minister.
4. Secretary to Hon'ble Chief Minister.
5. Personal Secretary to Hon'ble Ministers, Government of Gujarat.
6. *Personal Secretary to the Leader of Opposition Party in Gujarat Legislative Assembly, Gandhinagar.
7. *Deputy Secretary to Chief Secretary, Government of Gujarat.
8. *Registrar, Hon'ble Gujarat High Court, Ahmedabad.
9. *Secretary, Gujarat Vigilance Commission, Gandhinagar.
10. *Secretary, Gujarat Public Service Commission, Ahmedabad.
11. *Secretary, Gujarat Legislature Secretariat, Gandhinagar.
12. *Secretary, Gujarat Civil Service Tribunal, Gandhinagar.
13. All Administrative Departments
14. VC and MD, GIDC, Udyog Bhavan
15. Industries Commissioner, Government of Gujarat
16. All Heads of the Departments
17. All Collectors.
18. Managing Director, Gujarat Informatics Limited
19. Director, Information Technology
20. DDG and SIO, NIC, Gujarat
21. Account General (A&E) Gujarat, Post Box No. 2201, Rajkot.

22. Account General (A&E) Gujarat, Ahmedabad Branch, Ahmedabad.
23. Account General (Audit-1) Gujarat, MS Building, Ahmedabad.
24. Director, Account & Treasuries, Gujarat State, Gandhinagar
25. Pay & Account Offices, Ahmedabad/Gandhinagar
26. All District Treasury Offices
27. Resident Audit Officer, Ahmedabad/Gandhinagar.
28. Select File.

***By Letter**

(Copy of this Resolution can be downloaded from URL: <http://dst.gujarat.gov.in>)

Annexure A: Classification of the products covered under this Policy

S. No.	Particulars
1.	Electronics Manufacturing Services
2.	Fabless Companies providing services related to manufacture of sub-assemblies and parts including integration services to the Original Equipment Manufacturers (OEMs)
3.	Electronic Gaming and Electronic Toys, etc.
4.	Telecommunication Equipment and Cellular infrastructure equipment including Base stations, transceivers and associated systems, etc.
5.	Mobile phones, Landline phones, Fixed wireless terminal and Fixed cellular terminals, Telephone answering machines, etc.
6.	Information and Broadcasting electronic equipment, including Cable & DTH Set top box, etc.
7.	Computing devices such as Laptops, Desktops, Servers, Storage Media and Tablet PCs, etc.
8.	Computer peripherals such as Printer, Mouse, Webcam, Keyboards, Speakers, etc.
9.	Medical Electronics
10.	Industrial Electronics
11.	Automotive Electronics
12.	Avionics and Naval/ Maritime Equipment
13.	Atomic Electronics
14.	Power Electronics, Grid connecting equipment, etc.
15.	Consumer Electronics, including Personal Media, Music Players, CD & DVD players, etc.
16.	Communication and Networking devices, Routers, Modems, Devices related to 'Internet of things', etc.
17.	Strategic electronics, including assembly and components
18.	Homeland Security devices
19.	Biometric electronic equipment
20.	Camera and Imaging Equipment
21.	e-Waste Recycling equipment and process
22.	Electronic Testing and measuring instruments, Weighing instruments and microprocessors/ controllers and electronic displays, etc.
23.	Memory and Memory Devices
24.	Office Automation equipment, like Scanner, printers, scanners, etc.
25.	Power backup/ management systems including Invertors, SMPS, UPS and Power Stabilizers, etc.
26.	Electronic ballasts, Electronic energy meters, other electronic Meters, Electronic transformers. Chocks, CILs, Inductors, Electronically-operated vending machines, ATM Machines, etc.
27.	Electronic active/ passive components
28.	PCB, its design and manufacturing ecosystem
29.	R&D, Prototyping, Testing and Certification
30.	Nano Electronics
31.	Electronic teaching aids, education equipment, etc.
32.	LED Fab, intermediaries and LED products
33.	Liquid crystal devices, Electronic display devices including Flat panel display devices, etc.
34.	Traffic control equipment
35.	Electronic equipment for Railways, signaling, interlocking systems for railways, LED, Lights, etc.
36.	Software services for electronic devices

37.	Solar photovoltaic cell/ modules and panels, systems/devices, Solar lanterns/ lamps
38.	Space application for satellites, etc.
S. No.	Particulars
39.	Electronic Accessories of various products including mobile phones, automotive, communication devices, etc., power adaptors/ chargers, Home electronic fixtures like door locking system, door closers, etc., Biometric readers, Smart card readers/writers, RFID readers/writer, RFID tags & Smart cards turnstiles. Electronically-controlled boom barriers, etc.
40.	All Electronic assembly, sub-assembly, parts, etc.
41.	Vertical/ Products/ Services not included in above list will be referred to a High-Level Committee (HLC) for eligibility and HLC decision in this regard will be final.

Note

- Entire value chain of all electronics verticals/ products covered under National Policy on Electronics and related notifications issued by Government of India are also covered under this policy.
- Value chain includes conceptualization of a Product Idea, Innovation, R&D, Product Design, Components, Assembly, Testing and Fabrication.

Annexure –1:**Application for Expression of Interest for Availing Assistance under Scheme for ESDM****Industry****(to be filled in by person / entity applying)****1. Basic Information**

1.	Name of the Person Applying	
2.	Contact Address Telephone: Mobile: Email:	
3.	Identity Proof PAN/ Passport/ Bank Statement with picture/ Aadhaar Card (Any one)	

2. Nature of Entity (Please provide as much information as you can)

1.	Type of Entity that will seek assistance under the Scheme (Please attach certified copy of the memorandum and articles of association or equivalent registration documents if already done)	Proprietorship/ Partnership/ Company/ Association
2.	Office Address: Office: Factory: Tele No. : Fax No. : Email:	
3.	Registration Details(Enclose Memorandum and Articles of Association)	
	Certificate of Incorporation (please provide certified copy)	
	PAN Number (please provide certified copy)	
	Service Tax & Central Excise Registration Certificate (please provide certified copy)	
4.	Name, address & contact details of the Directors/ Promoters along with the PAN Numbers (Please provide the CA Certificate showing the shareholding pattern)	
	a)	
	b)	
	c)	

5.	Name, designation & contact details of the Authorized Person	
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3. **Assistance will be sought for: (Please tick mark relevant column)**

1.	ESDM unit	
2.	R&D Institution	
3.	Finishing School	
4.	Testing Centre	
5.	ESDM Industry Associations	

4. **Information for unit Type:**

ESDM Unit (New/Expansion)		
1.	Location	
2.	Tentative area (land area)	
3.	Tentative Investment	
4.	Tentative Employment	
R&D Institution / Finishing School / Testing Centre		
1.	Location	
2.	Tentative area of the land where R&D Institute/Incubation centre/Testing facility will be set up	
3.	Tentative Project Cost (in Rupees)	
4.	Brief Description of the project activity proposed to be undertaken in the R&D Institute/Testing facility/Incubation centre	
ESDM Industry Association		
1.	Exhibition/Trade Fair name	
2.	Dates of exhibition/Trade fair	
3.	Expenditure planned by the association	
4.	When and how much similar assistance availed in past under the State Government Schemes	

5. **Assistance Sought under the scheme**

Sr. No.	Assistance type	Unit type entitled to	Claimed entitlement (Yes / No)	Approximate amount of assistance sought
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1.	Capital Subsidy	ESDM units		
2.	Interest subsidy	ESDM units		
3.	Reimbursement of stamp duty and Registration fee	-do-		
4.	Reimbursement of Power tariff subsidy and Electricity duty	-do-		
5.	VAT/CST incentives	-do-		
6.	Employment Generation grant on EPF	-do-		
7.	Reimbursement of expenditure on quality certifications	ESDM MSMEs		
8.	Patent Assistance	-do-		
9.	Market development support	-do-		
10.	Assistance for R&D/ Finishing School/testing facilities	-do-		

Signature of person making application/ Authorised signatory

Annexure – 2a:

**Format for Letter of In-principle Approval for Assistance to ESDM units under
the scheme for assistance to ESDM Industry**

Date:

To

Ref: 1. Your Expression of Interest dated _____

Sub: In-principle approval for Assistance under Scheme of Assistance for MSME/Large ESDM units under the Electronics Policy

Sir/ Madam,

1. We are pleased to acknowledge your application dated _____ seeking assistance for setting up of an ESDM unit with Registration No. _____. In future correspondences please quote the Registration number allotted to you.
2. On behalf of the Government of Gujarat, with reference to your application dated _____, I convey the “in-principle” approval/ refusal for assistance under the Scheme of assistance for ESDM Industry for your unit/proposed unit at <<location>> with an estimated Investment of Rs. <<>>.
3. Subject to the adherence to conditions as laid out in para 4 of this letter and subject to approval by the Empowered Committee, the maximum assistance that you can avail under the scheme will be as under:

Sr. No.	Assistance type	Indicative maximum eligible assistance available as per the scheme	Remarks
1.	Capital Subsidy		
2.	Interest subsidy		
3.	Reimbursement of Stamp Duty and Registration Fee		
4.	Reimbursement of Power tariff subsidy and Electricity duty		

5.	VAT/CST/GST Incentive		
6.	Employment Generation grant on EPF		
7.	Quality Certification		
8.	Patent Assistance		
9.	Market development support		
10.	Assistance for R&D/ Finishing School/testing facilities		
11.	Contract/Sponsored research work from ESDM unit/ESDM Industry Association		
12.	Viability Gap funding for exhibitions/ seminars in Gujarat		

4. This in-principle approval is valid for a period of one (1) year from the date of issuance of this letter subject to fulfillment of the following conditions:-
- Procurement and having final possession of the land/ physical space.
 - Financial Closure of the Project – for computing financial closure, the applicant will be allowed to incorporate eligible assistance from Gol, GoG, under respective schemes for assistance to ESDM units, along with own equity and debt that the applicant will take.
 - Preparation and submission of Detailed Project Report (DPR)
 - Component/ activity wise implementation schedule specifying the timelines and corresponding milestones
 - Submission of application as per para 3.6 of the scheme within 1 year.
5. In case, the above conditions are not met by the end of the validity period of this in-principle approval, the validity will be extended for an additional period of maximum one (1) year subject to the fulfillment of the following mandatory conditions, with a satisfactory justification for the delay of the other conditions mentioned in para 4 above.
- Procurement and having final possession of the land.
 - Financial Closure of the Project
6. Application for extending validity of in-principle approval shall be made before expiry of one year from grant of in-principle approval. In case, the validity period is extended, a detailed timeline for fulfilling the following conditions should be intimated to the Competent Authority.
- Preparation and submission of DPR

- (b) Component/ activity wise implementation schedule specifying the timelines and corresponding milestones
 - (c) Submission of formal application as per para 3.6 of the Scheme
7. In an instance where the criteria is not met within the validity period, with or without extension, the in-principle approval shall lapse and the applicant would not have any claim for any incentive / benefit against the Government. However, you can submit a new Expression of Interest which would not be linked to the application referenced herein and will be treated as a new application.
8. You are informed that till the filing of formal application as in Annexure – 3, you can change the applicant. You are also informed that in relation to the indicative maximum assistance indicated in Para 3 of this letter, the numbers are indicative only. The actual eligible amount will depend on scrutiny by the Empowered Committee, the formal application and supporting documents.

Yours Sincerely,

Annexure – 2b:

**Format for Letter of In-principle Approval for Assistance to
ESDM R&D institutions/Finishing School/Testing centres under the
scheme of assistance for ESDM Industry**

Date:

To

Ref: 1. Your Expression of Interest dated_____

Sub: In-principle approval for setting New ESDM R&D Institutes/Incubation Centres/ Testing Centres under the scheme.

Sir/ Madam,

1. We are pleased to acknowledge your application dated_____seeking assistance for setting up of a new R&D Institution/Incubation centre/Testing centre, with Registration No._____. In future correspondences please quote the Registration number allotted to you.
2. On behalf of the Government of Gujarat, with reference to your application dated_____, I convey the “in-principle” approval/ refusal for assistance under the Scheme for setting up R&D Institution/ Incubation Centre/Testing Centre at <<location>> with an estimated Investment of Rs.<<>>.
3. Subject to the adherence to conditions as laid out in para 4 of this letter and subject to approval by the Empowered Committee, the maximum assistance that you can avail under the scheme will be as under:

Sr. No.	Assistance type	Indicative maximum eligible assistance available as per the scheme	Remarks
1.	Assistance for R&D/Finishing School/Testing Facilities		
2.	Assistance in contract/sponsored work from ESDM unit/ESDM Industrial Association		

4. This in-principle approval is valid for a period of one (1) year from the date of issuance of this letter subject to fulfillment of the following conditions:-
 - (a) Procurement and having final possession of the land / Office Space

- (b) Financial Closure of the Project – for computing financial closure, the applicant will be allowed to incorporate eligible assistance from Gol, GoG, under respective schemes for assistance to new ESDM R&D Centres/Finishing Schools/Testing centres along with own equity and debt that the applicant will take.
 - (c) Preparation and submission of Detailed Project Report (DPR)
 - (d) Component/ activity wise implementation schedule specifying the timelines and corresponding milestones
 - (e) Submission of application as per para 3.6 of the scheme within 1 year.
5. In case, the above conditions are not met by the end of the validity period of this in-principle approval, the validity will be extended for an additional period of maximum one (1) year subject to the fulfillment of the following mandatory conditions, with a satisfactory justification for the delay of the other conditions mentioned in para 4 above.
- (a) Procurement and having final possession of the land / Office Space
 - (b) Financial Closure of the Project
6. Application for extending validity of in-principle approval shall be made before expiry of one year from grant of in-principle approval. In case, the validity period is extended, a detailed timelines for fulfilling the following conditions should be intimated to the Competent Authority.
- (a) Preparation and submission of DPR
 - (b) Component/ activity wise implementation schedule specifying the timelines and corresponding milestones
 - (c) Submission of formal application as per para 3.6 of the Scheme
7. In an instance where the criteria is not met within the validity period, with or without extension, the in-principle approval shall lapse and the applicant would not have any claim for any incentive / benefit against the Government. However, you can submit a new Expression of Interest which would not be linked to the application referenced herein and will be treated as a new application.
8. You are informed that till the filing of formal application as in Annexure – 3, you can change the applicant. . You are also informed that in relation to the indicative maximum assistance indicated in Para 3 of this letter, the numbers are indicative only. The actual eligible amount will depend on scrutiny by the Empowered Committee, the formal application and supporting documents.

Yours Sincerely,

Annexure –3a:

**Application Form for Availing Assistance for ESDM unit
under the Scheme of Assistance to ESDM Industry**

(to be filled in by the applicant)

Application Registration No.

1. Basic Information

1	Name of the unit				
2	Contact Address Telephone: Mobile: Email:				
3	Type of the Entity (Please attach certified copy of the memorandum and articles of association or equivalent registration document or Partnership Deed)	Proprietorship/ Partnership/ Company			
4	Registration Details (Enclose Memorandum and Articles of Association)				
	Certificate of Incorporation (please provide certified				
	PAN Number (please provide certified copy)				
	Service Tax & VAT Registration No. (please provide certified copy)				
	TIN No.				
5	Name, address & contact details of the Directors/ Promoters along with the PAN Numbers (Please provide the CA Certificate showing the shareholding pattern)				
	Name	DIN NO	Address	Contact No.	Email
6	Name, designation & contact details of the Authorized Person (please enclose copy of authorisation letter)				

2. Details of Eligible ESDM Unit

1	Location Address				
2	Area of the land / Office Space				
3	Proof of Land Possession (Copy of village record and map may please be enclosed)				
4	Brief Description of the project				
5	Please enclose detailed project report covering Sections on Market Survey, Competitive Landscape, Revenue / Expenditure Projections, Cash flows, etc.				

6	Proposed Gross Fixed Capital Investment (excluding land)						
7	Investment in Land						
8	Proposed borrowing for which interest subsidy sought						
9	Name of lending Bank/Financial Institution						
10	Projects of Business Development & Recruitment Schedule						
	Turnover (Rs.)	Year 1	Year2	Year3	Year4	Year5	Year6
	Domestic						
	Exports						
	Employees (nos.)						

3. Financials of the Project

	Component	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6
1.	Revenue Forecast						
2.	Expenditure Forecast						
3.	Net Profits						
4.	Cash flows from business operations						

4. Means of Financing the Project

Total Project Cost	Promoters Equity Contribution	
	Others' equity contribution	
	Expected GoG Assistance	
	Expected assistance from other Government organisations	
	Debt/Borrowing (Please include Loan Sanction Letter) *	
	Total (Rs.)	

5. Assistance Sought under the scheme

Sr. No.	Assistance type	Eligible expenditure / Projected expenditure	Assistance claimed	Remarks
1.	Capital Subsidy			
2.	Interest subsidy*			
3.	Reimbursement of Stamp Duty and Registration Fee			

4.	Reimbursement of Power tariff subsidy and Electricity duty			
5.	VAT/CST/GST Incentive			
6.	Employment Generation grant on EPF			
7.	Quality Certification			
8.	Patent Assistance			
9.	Market development support			
10.	Assistance for R&D/ Finishing School/testing facilities			
11.	Contract/Sponsored research work from ESDM unit/ESDM Industry Association			
12.	Viability Gap funding for exhibitions/ seminars in Gujarat			

* *Interest subsidy shall be given only if the borrowing is from a bank/financial institution in India, is in Indian Rupee denomination.*

6. Bank Account Details

1.	Name and address of Bank where account exists	
2.	Bank Account Number	
3.	IFSC Code	
4.	RTGS Details	

7. Declaration:

I, on behalf of my organisation, hereby declare the following:

- (a) Information, statements & other papers given herein are to the best of my knowledge & belief, true and correct in all particulars.
- (b) We are not availing any assistance under any other scheme/policy of Government of Gujarat departments or its subordinate offices.
- (c) I am duly authorized to sign an application and details and documents submitted in this application.
- (d) We will hire one intern for every twenty employees on our payroll during the period we avail benefits under the scheme.

Authorised Signatory

Note:

1. Any financial transactions / expenditure statements forecast submitted by the applicant must be signed by the authorized signatory of the applicant and be certified by the auditor/ chartered accountant.
2. The DPR should have detailed sections covering at least the following :
 - a) Company profile
 - b) Promoters list
 - c) Shareholding pattern
 - d) Market survey/competitive landscape
 - e) Business development projections
 - f) Product details
 - g) Revenue/Expenditure projections
 - h) Cash flows from Business operations
 - i) Means of financing the project

Annexure –3b:

Application Form for Availing Assistance to

ESDM R&D Institute/Finishing School/Testing centres under the Scheme of Assistance to
ESDM Industry

(to be filled in by the applicant)

Application Registration No.

1. Basic Information

1	Name of the unit				
2	Contact Address Telephone: Mobile: Email:				
3	Type of the Entity (Please attach certified copy of the memorandum and articles of association or equivalent registration document or Partnership Deed)			Proprietorship/ Partnership/ Company	
4	Registration Details (Enclose Memorandum and Articles of Association)				
	Certificate of Incorporation (please provide certified				
	PAN Number (please provide certified copy)				
	Service Tax & VAT Registration No. (please provide certified copy)				
5	TIN No.				
	Name, address & contact details of the Directors/ Promoters along with the DIN/PAN Numbers (Please provide the CA Certificate showing the shareholding pattern)				
	Name	DIN /PAN No.	Address	Contact No.	Email
6	Name, designation & contact details of the Authorized Person (please enclose copy of authorisation letter)				

2. Details of Proposed ESDM R&D Institute/Incubation centre/Testing centre

1	Location Address				
2	Finalised area of the land / Office Space where R&D Institute/ Incubation centre/Testing centre				
3	Proof of Land / Office Space Possession (Relevant revenue records and maps may please be enclosed)				

4	Brief Description of the activities undertaken so far by the applicant since the in-principle approval for setting up the ESDM R&D Institute/Incubation centre/Testing centre	
5	Please enclose detailed project report of the Proposed Project	

3. Project Cost

S No	Project Component	Cost
4.		
5.		
6.		

4. Means of Financing the Project

Total Project Cost	Promoters Contribution	
	Expected GoG Assistance	
	Expected Assistance from other Government organisations	
	Debt/Borrowing (Please include Loan Sanction Letter)	
	Total (Rs)	

5. Assistance Sought under the scheme

Sr. No.	Assistance type	Eligible expenditure / Projected expenditure	Assistance claimed	Remarks
1.	Assistance in R&D/Incubation centres/testing facilities			
2.	Assistance in contract/sponsored work from ESDM unit/ESDM Industrial			

6. Bank Account Details

1.	Name and address of bank where account exists	
2.	Bank Account Number	
3.	IFSC Code	
4.	RTGS Details	

7. Declaration:

I hereby declare that the information, statements & other papers given herein are to the best of my knowledge & belief, true and correct in all particulars. I also declare that I am not availing any other similar assistance from Government of Gujarat Departments or any of its Organisation.

I also declare that I am duly authorized to sign an application and details and documents submitted in this application.

Authorised Signatory

Note:

1. Any financial transactions / expenditure statements forecast submitted by the applicant must be signed by the authorized signatory of the applicant and be certified by the auditor/ chartered accountant.
2. The DPR should have detailed sections covering at least the following :
 - a) Company profile
 - b) Promoters list
 - c) Shareholding pattern
 - d) Market survey/competitive landscape
 - e) Business development projections
 - f) Product details
 - g) Revenue/Expenditure projections
 - h) Cash flows from Business operations

Annexure – 4:

Format for Recording Minutes of Empowered Committee

Name of Unit			
Assistance Sought			
Sr. No	Type of Assistance	Approximate Amount of Assistance	Remarks
Descriptive Background (As proposed by Competent Authority for meeting)			
Discussion Part of Minutes, by Empowered Committee			
Approval Granted by Empowered Committee			
Sr. No	Type of Assistance	Maximum eligible amount of Assistance approved	Remarks

Conditions for Disbursement

Signatures of Members of Empowered committee

Annexure 5a:

Final Approval Letter Format

Date:

To

Ref: 1. **Application Registration No.**

Sub: In-principle approval for Assistance under Scheme of Assistance for ESDM Industry

Sir/ Madam,

1. This is to convey the approval/ refusal of assistance under the Scheme of assistance for ESDM Industry for your unit/proposed unit at <<location>> with an estimated Investment of Rs. <<>>.
2. You are conveyed approval of financial assistance as per the table below, subject to fulfillment of conditions in para 3 of this letter

Sr. No.	Assistance type	Maximum eligible assistance Amount	Disbursement schedule
1.	Capital Subsidy		On commencement of production as per planned capacity
2.	Interest Subsidy		Quarterly basis on bank certificate for realization of due installments of previous quarter
3.	Reimbursement of Stamp Duty/ Registration Fee		On Submission of Proof of Stamp Duty/Registration fee payment
4.	Power Tariff and Electricity Duty Exemption		Quarterly on Submission of Proof of payment
5.	VAT/CST/GST Incentive		Quarterly on Submission of Proof
6.	Employment Generation Grant on EPF		Quarterly on submission of Proof
7	Quality Certification		On submission of proof
8	Patent Assistance		On filing of Patent
9	Market Development		On submission of claim after the event by ESDM unit or Association

10	Assistance for R&D Institute / Finishing School / Testing Facility		Three Tranches: <ul style="list-style-type: none"> • 25% on acquisition of land, approval of building plan • 50% after expenditure of 60% of the project cost • 25% on commissioning
11	Contract/Sponsored research work from ESDM unit/ESDM Industry		On submission of proof of completion
12	Viability Gap funding for exhibitions/ seminars in Gujarat		On submission of proof of expenditure by an recognized association

3. Conditions to avail the incentives under this scheme :

- (a) Stamp duty /Registration fees/EPF contribution/Electricity duty shall be reimbursed on a quarterly basis subject to submission of proof on actual basis.
- (b) Interest subsidy/VAT reimbursement shall be reimbursed on quarterly basis subject to submission of proof of payment and subject to the maximum limit specified in the scheme.
- (c) In no case, the amount of reimbursement shall exceed the total inflow of the tax paid into the government treasury. Incentive to multiple units in a single supply chain (downstream or upstream units/ trades) will not be allowed i.e. if a supply has been considered for tax incentives for a unit the same supply should not lead to incentive for an upstream or downstream unit. There would be certain restriction in respect of transfer of goods produced by eligible units out of State by the subsequent dealers so as to ensure that amount reimbursed is not again being claimed by way of tax credit for inter-state sale, branch transfer, consignment and export.
- (d) In the GST regime, the SGST will be reimbursed at the tax rate, which will not be higher than the rate of value added tax of the specified goods as on the date of announcement of the policy. Notwithstanding anything mentioned in above clauses, it is stated that under the GST regime, the unit shall be reimbursed up to the extent of SGST Paid in intrastate sale of the specified goods subject to the tax actual realized into the treasury.
- (e) Assistance for Technology acquisition/Patent registration/Market Development support/Quality certifications shall be given subject to incurring of the expenditure and on production of vouchers, audited statement of accounts, subject to the limits prescribed in the scheme.
- (f) For Industry Associations for participation in International Trade fairs as Gujarat Pavilion outside India a minimum of 5 Industrial units' participation is necessary to get the assistance.
- (g) In accordance with the clause no. 2.12(b) of the policy, you will hire interns at the rate of minimum one intern for every 20 employees on your payroll.

- (h) All assistance is subject to condition that the unit will begin its commercial operations during the operative period of the policy. Failing which, all assistance, including reimbursements, subsidy, etc., shall be recovered along with 12% interest per annum.

I wish you best of luck with the Project. Should you have any difficulty or have queries, Mr. _____ will be your personal contact. He can be reached at _____.

Yours Sincerely

Date: To

Ref: 1. **Application Registration No.**

Sub: In-principle approval for assistance to ESDM R&D Institutes/Incubation Centres/ Testing Centres under the scheme.

Sir/ Madam,

1. This is to convey the approval/ refusal of assistance under the Scheme of assistance for ESDM Industry for your proposed ESDM R&D Institute/Finishing School/Testing Centre at <<location>> with an estimated Investment of Rs. <<>>.
2. You are conveyed approval of financial assistance as per the table below, subject to fulfillment of conditions in para 3 of this letter.

Sr. No	Assistance Type	Maximum eligible assistance Amount	Disbursement schedule	Remarks
1.	Assistance for R&D Institute/Finishing School/Testing Centre		Three Tranches: *25% on acquisition of land, office space, approval of building plan *50% after expenditure of 60% of the project cost *25% on commissioning of the R&D Institute	
2.	Contract/Sponsored research work from ESDM unit/ESDM Industry Association		On submission of proof of completion	

3. Conditions to avail the incentives under this scheme :

- (a) Stamp duty /Registration fees/EPF contribution/Electricity duty shall be reimbursed on a quarterly basis subject to submission of proof on actual basis.
- (b) Interest subsidy shall be reimbursed on quarterly basis subject to submission of proof of payment and subject to the maximum limit specified in the scheme.
- (c) Assistance for Technology acquisition/Patent registration/Quality certifications shall be given subject to incurring of such expenditure and on production of vouchers, audited statement of accounts, subject to the limits prescribed in the scheme.

I wish you best of luck with the Project. Should you have any difficulty or have queries Mr. _____ will be your personal contact. He can be reached at_____.

Yours Sincerely