



Maharashtra Industrial Policy 2019 (PACKAGE SCHEME OF INCENTIVE)

By
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Maharashtra Industrial Policy 2019

- Scheme is valid from 1st April, 2019 to 31st March, 2024

Eligibility Criteria

- MSME – as per MSMED Act, 2006 – up to Rs. 10 crore investment
- small industries with Fixed capital investment of upto INR 50 crore

Classification of areas of state

Category	Specification	District/cities
A	Denotes Industrially developed areas	Mumbai, Pune,
B	Denotes Areas where some industrial development has taken place, but are less developed than Group A	Alibagh, Dhanu, Nashik etc.
C	Denotes Areas, which are less developed than those Group B	Bhivandi, Baramati
D	Denotes the lesser-developed areas of the State, not covered under A/B/C	Aurangabad, Satara, Nagpur
D+	Denotes the least developed areas, not covered under GroupA/ B/ C/ D	Pithan, Barshi, Kagal , etc
No Industry District	Denotes District having no Industries and not covered under A, B, C, D & D+ Group	Gadchiroli, Hingoli, etc
Naxalism Affected Area	Denotes Area affected by naxalism, as described in GR No. NAVIKA-2008/CR 209/Ka.1416 Dated 31.5.2009	Gondia, Kinvat, Chandrapur, etc

Meaning of Capital investment

Capital investment includes:

- Land
- Building including administrative building, residential quarters, industrial housing as required for manufacturing process
- Plant and machinery
- Cost of development of location such as fencing, construction of roads and other infrastructure facilities
- Installation charges and pre-operative expenses capitalized
- Technical know-how including cost of drawing and know-how fees
- Amount paid to electricity distribution company for supply of power

Financial incentives – Industrial Promotion Subsidy

Taluka / Area	Ceiling as % of fixed capital investment	No. of years
A	-	-
B	30%	7
C	40%	7
D	50%	10
D+	60%	10
Vidarbha, Marathwada, Ratnagiri, Sindhudurg & Dhule	80%	10
No Industry Districts, Naxalism Affected Areas, Aspiration Districts (<i>Osmanabad, Gadchiroli, Washim and Nandurbar</i>)	100%	10

Industrial Promotion Subsidy Calculation

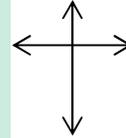
Refund will be given by way of SGST and Interest subsidy as follow:

SGST refund mechanism

1) 100% Gross SGST payable

Interest refund

Up to 5% of interest paid on bank loan or electricity bill whichever is lower



SGST and interest refund mechanism

Benefits to Units in D+

Capital investment	Rs. 10 crore
Refund eligible – 60%	Rs. 6 crore in 10 years
Eligible refund per year	Rs. 60 lakh

1) SGST refund	(in Lakh)
(A) Gross SGST payable on sale	Rs. 80
SGST eligibility	Rs. 80

2) Interest subsidy	
Interest paid	Rs. 10 lakh
Electricity bill	Rs. 7 lakh
Claimable refund	Rs. 7 lakh

Total refund of SGST and interest

SGST refund	Rs. 80 lakh
Interest refund	Rs. 7 lakh
Total refund Maximum	Rs. 60 lakh

Additional major benefits in PSI

Exemption - Electricity duty	C, D,D+, No industries Districts and Naxalism Affected Area - for tenure equal to the eligibility period
Waiver of Stamp Duty	100% Exempted for acquiring land, assignment of lease rights, for term loan purposes
Power Tarrif subsidy	Vidarbha, Marathwada, North Maharashtra, and Districts of Raigad, Ratnagiri and Sindhudurg in Konkan – Re. 1 per unit for 3 years Other areas (other than A area) – Re. 0.5 per unit for 3 years



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