

Chhattisgarh Industrial Development Policy 2024-30

Package for MSME Textile/Garment Industries

New industries and expansion/ diversification/ substitution/ modernization of existing industries will be eligible for industrial investment promotion up to 100% of FCI.

1. Fixed Capital Investment or Net SGST Reimbursement

FCI Subsidy, disbursed as per the following details:

- For micro enterprises, the subsidy will be disbursed in a single instalment.
- For small enterprises, the subsidy will be disbursed in three equal annual instalments.
- For medium enterprises, the subsidy will be disbursed in five equal annual instalments.

Industry Category	Development Block Category	FCI Subsidy	Max Limit (Rs. Lakh)
Micro Industries	Group – 1	35%	35
	Group – 2	40%	40
	Group – 3	45%	45
Small Industries	Group – 1	35%	350
	Group – 2	40%	450
	Group – 3	45%	550
Medium Industries	Group – 1	35%	700
	Group – 2	40%	750
	Group – 3	45%	800

Employment multiplier for permanent employment applicable for FCI subsidy: 100 - 1.1x, 200 – 1.2x, 500 – 1.3x, 700 – 1.4x, 1000 – 1.5x.

OR

Reimbursement of Net SGST up to 100% of **FCI** from the date of commencement of commercial production as per following:

Development Block Category	Duration of Reimbursement
Group - 1	6 years
Group – 2	8 years
Group - 3	10 years

Note: Either Net SGST Reimbursement or FCI subsidy can be availed.

2. Interest Subsidy

Interest subsidy will be provided on term loans obtained from financial institutions approved by the Reserve Bank of India as per the following details:

Industry Category	Development Block Category	Period (years)	Incentive Percentage (%)	Yearly limit (Rs. Lakh)
Micro Industries	Group – 1	6	45	20
	Group – 2	7	50	25
	Group – 3	8	55	30
Small Industries	Group – 1	6	45	30
	Group – 2	7	50	35
	Group – 3	8	55	40
Medium Industries	Group – 1	6	45	40
	Group – 2	7	50	45
	Group – 3	8	55	50

3. Electricity Duty Exemption

100% electricity duty exemption from the date of commencement of commercial production only for new MSME enterprises as per following details:

Development Block Category	Duration of Exemption
Group - 1	6 years
Group – 2	8 years
Group - 3	10 years

In cases of expansion/diversification, the enterprises shall be provided electricity duty exemption for the above-mentioned period, in proportion to the additional investment made in plant & machinery/equipment for expansion/diversification and the total investment made in plant & machinery/equipment (existing investment + expansion/diversification investment). In cases of phased production/service activities, the phase-wise ratio may be calculated as per the time limit mentioned FCI definition in Para 17 of Annexure-1 of IDP 2024-30, however, the exemption period shall be calculated from the first date of commencement of the production/service activity after expansion/diversification.

4. Stamp Duty Exemption

100% exemption from stamp duty in the following cases:

- (a) On Deeds executed for purchase/lease of land, shed and buildings and on deeds for transfer of related lease documents (excluding land for mining lease).
- (b) On the execution of deeds related with loan & advances from the date of sanction of loan by bank/financial institutions, up to 3 years

5. Exemption on Land Diversion Fee

50% exemption on land diversion fee (for industrial purpose), for micro and small enterprises up to a maximum limit of 15 acres land.

6. Service Charges for Allotment of Land Outside Industrial Area (Land Bank)

For Small and Medium Enterprises, on acquisition of private land and transfer of Government land for industrial purpose (Land Bank) the service charges to be paid to Department of Commerce & Industries/Chhattisgarh State Industrial Development Corporation for allotment of acquired private land / Government land. Full exemption on the 10% land allotment service charges payable to the Department of Commerce & Industries/CSIDC.

NOTE: The 5% land acquisition fee payable to the District Administration shall not be included in the calculation of land premium.

7. EPF Reimbursement

Reimbursement of 75% of employer's contribution of EPF for Chhattisgarh domicile employees for five years from the date of commercial production, up to 2% of FCI per year.

Note: Employment generation subsidy shall also be applicable to eligible MSME textiles/garment units as per provision mentioned in large package for textiles/garment for generating more than 50 employment.

8. Project Report Subsidy

For New enterprises, reimbursement of cost incurred on project report: 1% of FCI up to Rs. 10 Lakh.

9. Quality Certification Subsidy

Reimbursement of 50% of the amount spent up to Rs. 10 lakhs, for obtaining ISO 9000, ISO14000, ISO18000, ISO22000 category, BIS certification, ZED certification, Bureau of Energy Efficiency (BEE) certification, LEAP certification in the field of new and renewable energy, AGMARK, Euro Standard or other similar national / international certification

10. Technical Patent Subsidy

Reimbursement of 50% of the amount spent in obtaining patent up to Rs. 20 Lakh based on original work/research on successfully registered & sanctioned patent.

11. Technology Purchase Subsidy

Reimbursement of 50% of the amount spent on purchase of technology from the NRDC or other Government research Centre, up to Rs. 10 Lakh

12. Margin Money Subsidy

Scheduled Caste/Tribe, Women Entrepreneurs, Ex-Servicemen, Retired Agniveers, Naxal affected person, third gender entrepreneurs and entrepreneurs of Disabled category of the State will get 25% Margin Money Subsidy on capital investment of Rs. 10 Crores for establishment of new micro and small industry, up to Rs. 100 Lakh.

13. Divyang, Retired Agniveer & Surrendered Naxalite Employment Subsidy

Reimbursement of 40% of net salary for 5 years up to Rs. 5 lakhs per year for providing permanent employment.

14. Environment Management Project Subsidy

Adoption of technologies resulting in receipts and reduction of Carbon Credits, will be given subsidy of 50% of cost of machinery, up to Rs. 25 Lakh.

15. Water and Energy Audit Expense Reimbursement

Reimbursement of 50% of the expenses up to Rs. 5 lakhs, incurred on water or energy audits.

16. Transport Subsidy (Applicable only for Export Units)

For transportation of goods (excluding mining related products) from place of manufacture to port from where product will be exported, 50% of actual transportation charges (excluding government duty and taxes) will be reimbursed. The maximum limit would be Rs. 50 lakhs per year maximum for the period of 5 years.

17. Reimbursement of Expenses for Listing on SME Stock Exchange:

50% reimbursement of the expenses incurred for listing on the SME Stock Exchange up to Rs. 10 lakhs.

18. Training Expense Reimbursement

For new industries, Chhattisgarh domicile employees earning a monthly wage less than Rs. 50,000, one-time reimbursement of training expenses in form of reimbursement of one month wage paid by the employer or Rs. 15,000 per person, whichever is less. This is applicable from the date of commercial production/operational activity for a period of five years or up to 100% of the fixed capital investment. For this, first claim will be payable one year after the employee's appointment.

Package for Large Enterprises in Textiles/Garment Sector

Textiles sector industries established in the state (including ginning, spinning, weaving, dyeing and processing of textiles, apparel, MMF yarn, fabric from recycled products, apparel production, technical textiles, and support activities) including new and existing units undergoing expansion/ diversification/ substitution/ modernization, will be eligible for industrial investment promotion up to 200% of the Fixed Capital Investment.

1. Fixed Capital Investment or Net SGST Reimbursement

Fixed capital investment grant will be disbursed in 6 equal annual instalments as per the following details:

Investment in P&M (Rs. Crore)	FCI Subsidy (%)	Max Limit (Rs. Cr.)
More than Rs. 50 cr. but less than Rs. 200 cr.	35	60
More than Rs. 200 cr. but less than Rs. 500 cr.	35	150
More than Rs. 500 cr.	35	300

Employment multiplier for permanent employment applicable for FCI subsidy: 100 - 1.1, 200 – 1.2, 500 – 1.3, 700 – 1.4, 1000 – 1.5.

OR

Reimbursement of Net State Goods and Services Tax (Net SGST) for 12 years from the date of commencement of commercial production with maximum limit up to 100% of Fixed Capital Investment.

Note: Either net SGST reimbursement or FCI subsidy can be availed.

2. Interest Subsidy

New enterprises and expansion/diversification of existing enterprises can avail interest subsidy of 50% of actual interest paid or 6% interest rate (whichever is lower) on term loan taken for plant and machinery for 5 years, up to Rs. 20 crores per annum.

3. Electricity Duty Exemption

For new industries, 100% electricity duty exemption for 12 years from the date of commencement of commercial production. In cases of expansion/diversification, the enterprises shall be provided electricity duty exemption for the above-mentioned period, in proportion to the additional investment made in plant & machinery/equipment for expansion/diversification and the total investment made in plant & machinery/equipment (existing investment + expansion/diversification investment). In cases of phased production/service activities, the phase-wise ratio may be calculated as per the time limit mentioned FCI definition in Para 17 of Annexure-1 of IDP 2024-30, however, the exemption period shall be calculated from the first date of commencement of the production/service activity after expansion/diversification.

4. Stamp Duty Exemption

100% exemption from stamp duty on deeds executed for purchase/lease of land/buildings.

5. Reimbursement of Land Registration Fee

50% reimbursement of the registration fees paid for land.

6. Exemption on Land Diversion Fee

50% exemption on land diversion fee up to 50 acres of land used for industrial purposes.

7. Reimbursement of Fees for New Electricity Connections

For eligible new industries, 50% reimbursement of the fees paid for new electricity connections (excluding security deposits).

8. Effluent Treatment Plant (ETP) Subsidy

50% reimbursement of the expenses incurred on the installation of Effluent Treatment Plant (ETP) up to a maximum limit of Rs. 1 crore based on the certificate issued by the Chhattisgarh Environment Conservation Board (CECB).

9. Zero Waste Incentive

Interest subsidy of 50% up to a maximum of Rs. 10 lakhs for a period of 5 years for installation of water recycling/harvesting and zero-discharge technology and for the development of environmental conservation infrastructure. It is mandatory to submit a certificate issued by the CECB.

10. EPF Reimbursement

Reimbursement of 75% of employer's contribution of EPF for Chhattisgarh domicile employees for five years from the date of commercial production, up to 2% of FCI per year.

11. Employment Generation Subsidy

Enterprise with 50 permanent jobs, shall be reimbursed Rs. 6,000 per month for female employees and Rs. 5,000 per month for male employees as employment subsidy. The employees should be Chhattisgarh domicile earning up to Rs. 50,000 per month. This reimbursement will be provided for up to 5 years from date of employment, subject to maximum of 7 years from the date of commencement of first commercial production/service activity.

The eligibility of employment generation subsidy shall also extend to MSME in this sector generating more than 50 employment.

12. Training Expense Reimbursement

For new industries, Chhattisgarh domicile employees earning a monthly wage less than Rs. 50,000, one-time reimbursement of training expenses in form of reimbursement of one month wage paid by the employer or Rs. 15,000 per person, whichever is less. This is applicable from the date of commercial production/operational activity for a period of five years or up to 100% of the fixed capital investment. For this, first claim will be payable one year after the employee's appointment.

13. Special Subsidy for Anchor Units

The first five anchor industries with an investment of more than Rs. 200 crores will be eligible for an additional 5% subsidy on Fixed Capital Investment. The maximum limit will be up to 220% of the total FCI.

14. Other Subsidies

- **Project Report Subsidy:** Reimbursement of cost incurred on project report by new industries: 1% of FCI.
- **Quality Certification Subsidy:** Reimbursement of 50% of the amount spent for obtaining ISO 9000, ISO14000, ISO18000, ISO22000 category, BIS certification, ZED certification, Bureau of Energy Efficiency (BEE) certification, LEBP certification in the field of new and renewable energy, AGMARK, Euro Standard or other similar national / international certification.
- **Technical Patent Subsidy:** Reimbursement of 50% of the amount spent in obtaining patent as encouragement based on original work/ Research on successfully registered & sanctioned patent.
- **Technology Purchase Subsidy:** Reimbursement of 50% of the amount spent on purchase of technology from the NRDC or other Government research Centre.
- **Water and Energy Audit Expense Reimbursement:** Reimbursement of 50% of the expenses incurred on water or energy audit.

Overall limit of the above-mentioned subsidies shall be 2% of FCI.

15. Transport Subsidy (Applicable only for Export Units)

For transportation of goods from place of manufacture to port of export, 75% of actual transportation charges (excluding government duty and taxes) will be reimbursed for a period of 10 years. The maximum limit would be 35% of FCI.

16. Research and Development Subsidy

- Subsidy of 25% on procurement of plant and machinery for R&D centre up to Rs. 1 Crore.
- 100% stamp duty exemption on deeds executed for purchase/lease of land/buildings.

17. Special Package for Investment of more than Rs. 1,000 Crore

Units investing Rs. 1,000 crore or more in Fixed Capital Investment or those providing employment to 1,000 or more locals, may be considered for customized incentive package based on review by the Cabinet Sub-Committee.

Categorization of Development Blocks

Sr.	District Name	Development Block - Group 1 (10)	Development Block - Group 2 (61)	Development Block - Group 3 (75)
1	Raipur	Dharsiva	Tilda, Arang, Abhanpur	—
2	Gariyaband	—	Gariyaband, Fingeshwar	Chhura, Deobhog, Mainpur
3	Balodabazar-Bhatapara	Balodabazar, Bhatapara, Simga	Palari, Kasdol	—
4	Mahasamund	—	Mahasamund, Saraipali, Pithora	Bagbahara, Basna
5	Dhamtari	—	Dhamtari, Kurud	Magarlod, Nagari
6	Durg	Durg, Dhamdha, Patan	—	—
7	Balod	—	Balod, Gundardehi, Gurur, Dondi	Dondi-Lohara
8	Bemetara	—	Bemetara, Saja, Berla, Nawagarh	—
9	Rajnandgaon	—	Rajnandgaon, Dongargarh, Dongargaon	Churiya
10	Khairagarh-Chhuikhadan-Gandai	—	Khairagarh, Chhuikhadan	—
11	Mohla-Manpur-Ambagarh Chowki	—	—	Ambagarh Chowki, Manpur, Mohla
12	Kabirdham	—	Kawardha, Bodla, Sahaspur, Lohara	Pandariya
13	Bilaspur	—	Bilha, Takhatpur, Masturi, Kota	—
14	Mungeli	—	Mungeli, Patharia, Lormi	—
15	Gaurella-Pendra-Marwahi	—	Pendra Road, Pendra	Marwahi
16	Raigarh	Raigarh	Kharsia, Tamnar, Gharghoda, Pusaur, Dharamjaygarh, Lailunga	—
17	Sarangarh-Bilaigarh	—	Sarangarh, Baramkela	Bilaigarh
18	Janjgir-Champa	Akaltara	Bamhanidih, Nawagarh, Baloda, Pamgarh	—
19	Sakti	—	Sakti, Jaijaipur, Malkharoda, Dabhra	—

20	Korba	Korba	Katghora	Pali, Kartala, Podhi-Uprora
21	Surguja	—	Ambikapur	Lundra, Lakhampur, Sitapur, Batoli, Udaipur, Mainpat
22	Surajpur	—	Surajpur	Pratappur, Premnagar, Bhaiyathan, Odagi, Ramanujnagar
23	Balrampur	—	—	Balrampur, Kusmi, Rajpur, Ramchandrapur, Shankargarh, Wadrafnagar
24	Jashpur	—	—	Jashpur, Pathalgaon, Kunkuri, Bagicha, Duldula, Manora, Kansabel, Farsabahar
25	Koriya	—	—	Baikunthpur, Sonhat
26	Manendragarh-Chirmiri-Bharatpur	—	—	Manendragarh, Bharatpur, Khadgawan
27	Bastar	—	Jagdapur	Bakawand, Bastanar, Darbha, Lohandiguda, Bastar, Tokapal
28	Dantewada	—	—	Dantewada, Geedam, Katekalyan, Kuakonda
29	Sukma	—	—	Konta, Chhindgarh, Sukma
30	Kanker	—	Kanker, Charama	Antagarh, Bhanupratappur, Durgukondal, Narharpur, Koyalibeda
31	Kondagaon	—	Kondagaon	Keshkal, Baderajpur, Makdi, Farasgaon
32	Bijapur	—	—	Bijapur, Bhairamgarh, Bhopalpattnam, Usur
33	Narayanpur	—	—	Narayanpur, Orchha

This document is an extract of the Industrial Development Policy 2024-30 and serves as a Reference Guide. In case of any discrepancies between this guide and the official Hindi version of the Policy, the Hindi version shall take precedence. In the event of any dispute, the decision of the Department of Commerce and Industries, Government of Chhattisgarh, shall be final and binding.