

## **Gujarat Industrial Policy 2020**

**Dr.Babasaheb Ambedkar Udhog Uday  
Yojana for SC/ST Entrepreneurs for MSME**

**Government of Gujarat  
Industries and Mines Department  
Resolution No. SSI/102020/332376/Ch  
Sachivalaya, Gandhinagar  
Dated: 01-09-2020**

### **Read:**

- (1) GR of Industries & Mines Department No.MSM/102017/332/Ch,Dt.24/10/2017
- (2) GR of Industries & Mines Department No.MSM/102017/332/Ch,Dt.07/12/2017
- (3) GR of Industries & Mines Department No.MIS/102019/659557/I, Dt.07/02/2020
- (4) GR of Industries & Mines Department No.MIS/102019/659557/I, Dt.20/07/2020
- (5) GR of Industries & Mines Department No.SSI/102020/332306/Ch, Dt.01/09/2020
- (6) GR of Industries & Mines Department No. SSI/102020/332321/Ch, Dt.01/09/2020
- (7) Gujarat Industrial Policy-2020

### **Preamble**

The Industrial Policy 2020 envisions Gujarat as a global business destination for next-generation sustainable manufacturing and service industry that stimulates sustainable development, inclusive and a balanced regional growth. The primary mission of the Industrial Policy includes support for development of MSMEs, focus on Export Competitiveness: **Vocal for Local** to become Global and thus strengthen integrated value chains across product segments.

Gujarat has established itself as a manufacturing powerhouse for sectors such as Auto and Auto Components, Chemicals and Petrochemicals, Drugs and Pharmaceuticals, Cement, Textiles, Engineering, Gems and Jewellery and Ceramics. There are over 100s of MSMEs multiproduct activity clusters spread across the state. Under various regulatory reforms, Government of Gujarat has introduced Gujarat Micro, Small and Medium Enterprises (Facilitation and Establishment and Operation) Act 2019. The main aim of this Act is to facilitate doing business for the MSME sector in the State of Gujarat. Recognizing the significant contribution of MSMEs to economy and employment generation, the new Industrial Policy incorporates specific interventions for development of MSMEs.





Prospective Entrepreneurs of SC and ST category need basic supporting hand holding and getting leverage to start an enterprise. Accordingly State Government had introduced Dr. Baba Saheb Ambedkar Udyog Uday Yojana. A Task Force was constituted to review existing schemes under the Industrial Policy-2015. The Task Force analyzed impact of schemes, had constructive discussions with Industries Associations and came out with suggestions for necessary modifications under the new scheme. The Task force recommended modifications to the existing schemes to further simplify the benefits and also extension of the scope of existing benefits. On recommendations of the Task Force, and in consultation with Industries, the Government decided to form a special assistance scheme for Scheduled Caste (SC) and Scheduled Tribe (ST) Entrepreneurs to strengthen MSMEs and to make them globally competitive as a part of Industrial Policy 2020.

### **Resolution**

In view of the strategy under New Industrial Policy-2020 the State Government is pleased to introduce following Schemes.

1. The scheme shall be known as "**Dr.Babasaheb Ambedkar Udyog Uday Yojana**" for SC / ST Entrepreneurs of MSME.
2. The operative period of the scheme shall be from the date 07/08/2020 (i.e. date of announcement of industrial policy 2020) to 06/08/2025.

### **1.0 Definitions :**

- (i) **Micro, Small and Medium Enterprise:** An Enterprise which satisfies the conditions of Micro, Small and Medium Enterprises as per the definition under the MSME Development Act, 2006 and subsequently amended from time to time by Government of India and has obtained acknowledgement of "Udyog Aadhaar Memorandum / Udyam Registration".
- (ii) **New Enterprise:** New Enterprise means MSME, which has filled Udyog Aadhar / Udyam Registration as prescribed by the Government of India and commences commercial production during the operative period of the scheme.
- (iii) **Existing Enterprise:** An Existing Enterprise means MSME which has commenced commercial production before the date of announcement of the scheme
- (iv) **Expansion:** Expansion means where an existing/New Enterprise increases its investment in gross fixed capital by at least 50% (out of



which at least 60% of investment is made in plant and machinery for which expansion is carried out) of its existing gross fixed capital investment on the date of initiating expansion and compared with the date of commencing production during the operative period of the scheme.

(v) **Gross Fixed Capital Investment (GFCI):** Gross Fixed Capital Investment means the investment made in building, plant and machinery, utilities, tools and equipment, and other assets (excluding Land) to manufacture the end product.

(vi) **Forward integration, Backward Integration and Diversification:**

(a) An Investment made in GFCI for the product which is raw material of the enterprise will be termed as backward integration.

(b) An Investment made in GFCI for the further value addition in the end product of the enterprise will be termed as forward integration.

(c) An investment made in GFCI for the product other than the end product of the enterprise will be termed as diversification.

(vii) **Term Loan:** Term loan means loan sanctioned by the financial institution / Bank (Except NBFC) for the acquisition of GFCI of the enterprise. However, only the amount actually disbursed against the sanctioned will be considered for the incentives under the scheme.

(viii) **Previous Scheme:** Previous scheme means a scheme for assistance to Micro, Small and Medium enterprise (MSME) (REVISED with enhanced assistance) declared wide resolution No.MSM-102017-688-Ch dated 24.10.2017

(ix) **Pipeline Enterprises:** The Enterprises which have obtained first disbursement of term loan as effective step and could not start commercial production on or before 07/08/2020, shall be considered eligible as pipeline enterprise for incentive under previous scheme. Such enterprise should commence commercial production on or before 31/03/2021. However the enterprise which has obtained first disbursement on or before 07/08/2020 may opt for new scheme. Term Loan disbursement made during the policy period will be eligible for the enterprise which has opted for this scheme.



- (x) **SC/ST Enterprise:-** SC/ST Enterprise means the enterprise in which contribution of SC/ST entrepreneur is 51% or more.

## 2.0 Scheme 1 – Assistance of Capital Investment Subsidy

### 2.1 Manufacturing Sector

#### 2.1.1 Quantum of Capital Investment Subsidy:-

Category I Taluka	@30 % of Term Loan Amount subject to a maximum amount of Rs. 40 lakhs; If the Eligible FCI is over 10 Crores, additional INR 10 lakh will be given
Category II Taluka	@ 25 % of Term Loan Amount subject to a maximum amount of Rs. 35 lakhs; If the Eligible FCI is over 10 Crores, additional INR 7.5 lakh will be given
Category III Taluka and Municipal Corp. Areas	@15 % of Term Loan Amount subject to a maximum amount of Rs.15 lakhs; If the Eligible FCI is over 10 Crores, additional INR 5 lakh will be given

(Classification of category wise talukas based on investment, will be decided later on)

#### 2.1.2 Conditions for Capital Investment Subsidy:-

- (a) Enterprise shall have to apply at online portal within one year from the date of first disbursement of loan, or on or before the date of commencement of commercial production whichever is later. The application submitted after one year will not be entitled for Capital Subsidy.
- (b) Capital Investment subsidy will be paid only after commencement of commercial production of the enterprise.



- (c) The enterprise will not be eligible for capital investment subsidy under this scheme if, term loan is sanctioned after one year from the date of commencement of commercial production.
- (d) If enterprise is availing Capital subsidy under scheme of Central Government then total quantum of capital subsidy from State and Central, in any case shall not exceed the total loan amount disbursed by Bank/ Financial institution.

### 3.0 Scheme 2 – Assistance for Interest Subsidy

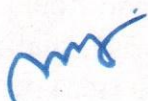
#### 3.1 Manufacturing Sector

##### 3.1.1 Quantum of Interest subsidy

Category I Taluka	Interest subsidy @8%on Term Loan with the maximum amount of Rs. 35 lakhs per annum for a period of 7 years
Category II Taluka	@7%on Term Loanwith the maximum amount of Rs. 30 lakhs per annum for a period of 6 years
Category III Taluka and Municipal Corp. Areas	@6% on Term Loanwith the maximum amount of Rs. 25 lakhs per annum for a period of 5 years

(Classification of category wise talukas based on investment, will be decided later on)

- (a) 1% additional interest subsidy to differently abled entrepreneur, Women entrepreneur and registered startup in manufacturing sector
- (b) 1% additional interest subsidy to young entrepreneur below age of 35 years on the date of sanction of term loan.
- (c) Maximum rate of Interest subsidy to an enterprise will not be more than 9%, 8% 7% where the rate of interest subsidy is 7%,6% and 5% respectively. However, the eligible enterprise shall have to bear minimum 2% interest levied on term loan by Bank/Financial institution.





- (d) An Existing enterprise which installs solar power plant or any other renewable power plant for captive consumption in the premises will be eligible for interest subsidy in accordance to the location of the Enterprise. In addition to the Interest Subsidy as mentioned above special provision is made for the interest subvention on such installation. However, incentive will be available only once.

### 3.2 Service Sector

- 3.2.1 Only new MSME of Service sector as listed in Annexure-A and B will be eligible for Interest subsidy on the term loan on new machinery, equipment and furniture/fixture(except land and building)

Category I Taluka	Interest subsidy @8% on eligible Term Loan with the maximum amount of Rs.35 lakhs per annum for a period of 7 years
Category II Taluka	@7% on eligible Term Loan with the maximum amount of Rs.30 lakhs per annum for a period of 6 years
Category III Taluka and Municipal Corp. Areas	@6% on eligible Term Loan with the maximum amount of Rs.25 lakhs per annum for a period of 5 years

(Classification of category wise talukas based on investment, will be decided later on)

- (a) 1% additional interest subsidy to registered start up in service sector and having Udyam/MSME Registration
- (b) Service Enterprise which has service tax registration are only eligible for incentive
- (c) The enterprise shall have to obtain shop and establishment registration from Municipal corporation for doing business, if enterprise is located in the area of Municipal Corporation.

- 3.2.2 The services listed at Annexure B shall have to comply with following additional conditions.

- (a) The enterprise shall have to give permanent employment to minimum 10 (ten) persons.



- (b) The enterprise must have GST registration.

### 3.3 Conditions for Interest Subsidy:-

- (a) Enterprise shall opt for date of eligibility of interest subsidy either from the date of first disbursement of loan or from the date of commencement of commercial production.
- (b) Enterprise shall have to apply at online portal within one year from the date of first disbursement of loan, or on or before the date of commencement of commercial production whichever is later.
- (c) Late submission of application will be considered by deducting late period after maximum permissible time for application. The period of late submission will be counted from the accepted date of option (i.e. date of first disbursement of loan or from the date of commencement of commercial production/rendering services).
- (d) Reimbursement of interest subsidy will be made only after commencement of commercial production of the enterprise.
- (e) The enterprise will not be eligible for interest subsidy under this scheme if, term loan is sanctioned after one year from the date of commencement of commercial production.
- (f) If the enterprise becomes defaulter in payment of interest or installment of term loan to Bank/Financial institution as per guidelines of RBI and as mentioned in certificate of Bank/Financial institution such default period will be deducted
- (g) Interest subsidy will not be available for penal interest or any other bank charges.
- (h) If enterprise is availing interest subsidy under scheme of Central Government then total quantum of interest subsidy from State and Central, in any case shall not exceed the total interest paid to Bank/ Financial institution
- (i) The eligible enterprise shall have to bear minimum 2% interest levied on term loan by Bank/Financial institution.





### 3.4 Conditions applicable to Capital Investment subsidy and Interest subsidy (Scheme 1 & 2) :-

- (a) Loan sanctioned and disbursed by Bank or Financial Institution as per RBI guidelines will be eligible for any incentive under this resolution. Loan sanctioned by Non-Banking Financial Institutes will not be eligible for any incentive under this resolution.
- (b) Only new building, new plant machinery /equipment and second hand imported machinery will be eligible for incentives.
- (c) Enterprise shall have to furnish information regarding production, sales, turnover, and employment etc. annually to concerned DIC before end of September each year.
- (d) Enterprise will have to observe pollution Control measures as prescribed by GPCB or other competent authority.
- (e) The enterprise shall have to obtain shop and establishment registration from Municipal corporation for doing business for service enterprises, if enterprise is located in the area of Municipal Corporation.
- (f) Enterprise will have to employ at least 85% of the total employment and 60% of supervisory and managerial staff from local persons.
- (g) Enterprise will have to remain in production for 7 years from the date of commercial production and if it fails to continue production within 7 years, the amount of capital investment subsidy disbursed will be recovered as arrears of land revenue.
- (h) If an enterprise is located in the geographical limit of more than one taluka, then the taluka in which the enterprise has the largest percentage of land area will be considered as the eligible category.
- (i) Out of Forward Integration, Backward Integration, Diversification and Expansion only one activity will be eligible for subsidy during the policy period.





- (j) Existing or New enterprise carrying out an activity of Forward Integration, Backward Integration and Diversification with an investment more than 25% (out of which minimum 60% investment should be in Plant & machinery) of GFCI will be eligible.

#### **4.0 Scheme-3 Assistance for Quality Certification:-**

The scheme is to extend support to MSME to get quality certification to introduce quality product in competitive market.


The manufacturing sector will be eligible for following assistance.

##### **4.1 ERP Assistance**

75% of the capital cost for installing the Enterprise Resource Planning (ERP) system subject to a maximum amount of Rs. 1,00,000/-

- (a) ERP system with server and software facilitating details of production, inventory control, sales, purchase, accounting and Human Resource Management etc.
- (b) The Capital cost in ERP system includes installation charges, software and annual service cost. The Capital cost does not include the hardware part of the ERP system.
- (c) In case of Software-as-a-Service (SaaS) based deployment option of ERP system, the annual subscription charges will be considered.

##### **4.2 Quality Certification**

- (a) 60% of fee payable to certification for national /International Certification (i.e. BIS/ISI/WHO/GMP/Hallmark etc and other national/international certification) and 60% cost of testing equipment and machinery required for that certification totaling upto maximum amount of Rs. 10.00 lakh
  - (b) The cost for certificate will include:- Fees charged by certification agency (excluding travel, hotel & surveillance charges), Cost of testing equipment/machinery as required for certifications, Calibration charges of equipment
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- (c) The enterprise will not be eligible if any certification is required as a part of statutory provision.
- (d) This Quality certification scheme will be supplementary to such scheme of Government of India. However, in no case total assistance from GOG and GOI should exceed more than actual expenditure incurred by the enterprise for said purpose.
- (e) The testing equipment purchased after the issuance of Quality certificate shall not be eligible for assistance.
- (f) The Enterprise shall have to apply within one year from the date of issue of the Certificate
- (g) Expenditure incurred for renewal of certificate shall not be eligible for assistance under the scheme.

#### **5.0 Scheme - 4: Financial Support to MSMEs in ZED Certification:-**

The scheme envisages promotion of Zero Defect and Zero Effect (ZED) manufacturing amongst MSMEs and ZED Assessment for their certification so as to:

- (a) Develop an Ecosystem for Zero Defect Manufacturing in MSMEs.
- (b) Promote adaptation of Quality tools/systems and Energy Efficient manufacturing.
- (c) Enable MSMEs for manufacturing of quality products.
- (d) Encourage MSMEs to constantly upgrade their quality standards in products and processes.
- (e) Drive manufacturing with adoption of Zero Defect production processes and without impacting the environment.
- (f) Support 'Make in India' campaign.
- (g) Develop professionals in the area of ZED manufacturing and certification.

The enterprise will be eligible for subsidy @ 50% of all charges after deducting the assistance received from Government of India for ZED Certification, up to a maximum amount of Rs.50,000.



**6.0 Scheme-5: Assistance in implementation of Information and Communication Technology (ICT):-**

The equipment required for use of ICT as a media of communication, networking with hardware for accessing cloud computing shall be eligible for 75% of the capital expenditure related to ICT facilities, maximum upto Rs. 5,00,000.

**7.0 Scheme -6: Assistance for Technology Acquisition:-**

- (a) Assistance for acquisition of appropriate technology from recognized institution for its product/ process during the operative period of the scheme will be provided by way of 70 % of the cost payable subject to a maximum of Rs.50 lakh, including royalty payment for first two year.
- (b) The enterprise shall have to obtain prior approval of MSME Commisionerate within one year after signing of MOU/agreement/contract with technology provider.
- (c) Assistance will be available to New Enterprise as well as existing enterprise for adopting technology.
- (d) Assistance will not be eligible for purchase of any plant and machinery or equipment.
- (e) Patented Technology acquired from Indian Companies/foreign companies will also be eligible.

**8.0 Scheme 7- Assistance for raising Capital through SME Exchange:-**

- (a) Under the new guidelines of SEBI, MSME can raise equity capital through SME exchange.
- (b) To encourage MSME to opt for this route, assistance will be provided under this scheme.
- (c) 30 % expenditure incurred on raising of fund through SME Exchange maximum to Rs 5 lakhs one time after successful raising of equity as per approved scheme by SME Exchange during the operative period of the scheme.





(d) Enterprise shall have to apply within one year from the listing date in SME Exchange.

(e) MSME status of enterprise will be considered on the date of listing in SME exchange.

(f) GVFL may take equity in enterprise which are registered with SME Exchange.

#### **9.0 Scheme-8 Assistance for Power Connection charges:-**

##### **Eligibility:**

MSME, located in other than GIDC/ approved industrial park area which has paid charges to distribution licensee, for new connection or to getting additional load in case of existing consumer (in case of expansion) or for shifting of connection or service line, will be eligible for assistance under the scheme.

##### **Quantum of assistance:**

Assistance @ 50% of charges paid to distribution licenses for LT/HT service line, maximum limit up to Rs. 5 lakhs.

##### **Conditions:**

The enterprise shall have to apply for reimbursement within one year from the date of payment of charges to Distribution Licensee for service line.

#### **10.0 Scheme-9 Assistance to basic industrial infrastructure (Water, Gas and Approach Road)**

##### **10.1 Eligibility**

(a) Eligible investment means fixed capital investment made in any of following basic infrastructure facilities in other than GIDC area / industrial park.

i. **Approach road:** Expenditure incurred for construction of approach road from the premises of the enterprise to the main outer point/connecting point for last mile connectivity., The expenditure for



construction of approach road will be considered on basis of SOR applicable. The construction of approach road should be certified for Quality by third party holding Govt. Approval. Gas/Water connection: Expenditure incurred or charges paid to supplier for Gas/water connection from source to premises of the enterprise.

#### **10.2 Quantum of assistance:**

- (a) Assistance @75% of cost of capital investment for infrastructure or expenditure incurred for water/gas facilities, maximum limit up to Rs.15 lakh including all infrastructure/facilities.

#### **10.3 Conditions:**

- (a) The eligible investment component of the project will not be eligible for assistance under this scheme, if the said component has already been sanctioned under any other scheme of the state government, unless specified otherwise. However, if assistance is availed under central Govt. Scheme, the assistance together of state government and central government scheme should not exceed the eligible investment component cost.
- (b) The applicant shall have to submit detailed estimate for the basic infrastructural/facilities needed.

#### **11.0 Scheme- 10 Assistance to special Entrepreneurship training with 360 degree approach with mentoring support and sustenance allowance for Promoters/ Entrepreneurs:-**

Through "special Entrepreneurship training with 360 degree approach", SC/ST entrepreneurs will be benefitted with combination of the knowledge from institutions, core industrial activities, advices and mentoring from experts, best practices while establishing the idea for sustaining new businesses. The focus on social entrepreneurship will also motivate the entrepreneurs to think not only about their own employability in creating their businesses, but also on how they can be relevant to society and provide employability opportunities to their peers as well, creating a ripple effect of entrepreneurship and employability. The scheme provides 360 degree support and hand holding oriented towards strengthening the eco-system for promoters and entrepreneurs for providing unique




knowledge of entrepreneurship on functional area of management, soft skills, assessments, finance, inventory, sales, marketing, e-commerce, logistics and best practices.

### **11.1 Eligibility:**

- (a) Any individual above age of 18 years, belongs to Scheduled Caste / Scheduled Tribe will be eligible.
- (b) Nodal Institution means Universities/ Management Institution/ entrepreneurship Development Institutions/ centre of excellence/CED intent to provide training for entrepreneurship developments. Such Institution shall have to obtain approval of the State Level Empowered Committee (SLEC).
- (c) The detailed standard of procedures, guidelines and implementation would be done by Centre of Entrepreneurship Development (CED).
- (d) Nodal institution will be provided special entrepreneurship training with 360 degree approach covering the aspects of soft skills, entrepreneurship skills, management skills, developing business acumen, project management, financial management etc.
- (e) The training sessions shall consist of [conducting] pre-training diagnostics, conducting experimental training session and creating post-training environment.

### **11.2 Quantum of assistance:**

#### **(a) Assistance for special entrepreneurship training:**

- i. The assistance for special entrepreneurship training with 360 degree approach @100% of course fees maximum up to Rs. 10,000/- per month per person will be payable to nodal institution.
  - ii. The duration of the training programme should not be less than for 6 months and maximum up to one year.
  - iii. There should not be duplication of training run by the Government.
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**(b) Assistance for mentorship support:**

- i. The mentorship support should be provided to develop platform where entrepreneur can exchange experience, adopt best practices and understand expertise in running an industrial enterprise.
- ii. Nodal institutions will identify mentor from the industrial field, who can share his/her knowledge and experience to trainee for adopting different approaches and methods to develop skills and competencies for becoming an entrepreneur.
- iii. The assistance for mentorship support @ 100% of mentorship cost limited to maximum up to Rs.5,000/- per month per person will be paid to the mentor, maximum up to 3 month.
- iv. The role of mentor will be decided by SLEC.
- v. There should not be duplication of training run by the Government.

**(c) Assistance as sustenance allowance:**

The entrepreneur will be provided Rs.5000 per month as sustenance allowance for the duration of the entrepreneurship training with 360 degree approach through nodal institution.

There should not be duplication of training run by the Government.

**12.0 Scheme- 11 Assistance to GIDC for developing multi-Storied shed in estates.**

**12.1** GIDC will allot the shed to SC/ST entrepreneur in the multi-storied sheds complex.

**12.2 Quantum of Assistance**

- i. An enterprise will be eligible for assistance up to 70% of the allotment price of GIDC.
- ii. On payment of 30% of allotment price, GIDC will hand over the possession of the Shed and submit the claim of subsidy up to 70% of the allotment price to the MSME Commissionerate.

**12.3 Conditions**

1. GIDC has to construct multi- storeyed structure having shed admeasuring upto 100 Sq. Mt. with adequate infrastructure like electricity, water, drainage and sanitation, lift for transport of



materials and Manpower etc. will be allotted to SC/ST entrepreneur as per the prevalent guidelines.

2. MSME Commissionerate is empowered to prescribe forms, checklist, procedure and finalize guideline for the implementation of this scheme.
3. Allotment of shed to SC/ST enterprise by GIDC will be as per its existing policy and as per terms and conditions of allotment and maintenance.
4. GIDC will determine the Allotment price and submit it for perusal of SLEC and the same shall not be increased for five years from the date of first allotment
5. GIDC shall not allot more than one shed to one MSE.
6. Unit shall have to commence production within time period fixed by GIDC.
7. Trading activity will not be eligible under the scheme. The service activities as decided by SLEC will only be eligible under this scheme.
8. Terms and conditions of allotment and maintenance will be prescribed by GIDC.
9. Disbursement of the assistance shall be released on availability of Government grant.

**13.0 Scheme-12 Assistance to MSEs for shed developed by Private Developer:-**

**13.1** Private Developer will allot the shed to SC/ST entrepreneur in the mini estate approved under the scheme.

**13.2 Quantum of Assistance**

- i. The Private Developer will be eligible for additional assistance up to 15% of the total cost of land, building, other infrastructure facilities, Technical Consultancy fees and TPQA charges which is





termed as "cost of shed" hereafter (in addition of 55% assistance granted by Government to Private Developer)

- ii. On payment of 30% of price of shed to Private Developer by SC/ST entrepreneur, the Private Developer will hand over the possession and submit the claim. The assistance under the scheme will be disbursed to Private Developer at the rate of 35% of the cost of Shed on the sale of individual Shed and the remaining assistance shall be disbursed to Private Developer after the commencement of the production by MSEs.

### 13.3 Definitions:

**MSEs Industrial Unit:** MSEs Industrial unit means Micro, and Small Enterprises as defined in the MSMED Act 2006 and subsequently amended from time to time.

**Private Developer:** Private Developer means any Industries Association / any enterprise registered under the Societies Act, Partnership Act, Trust Act, Companies Act or SPV constituted for setting up of Mini Estate. Such entities shall be eligible to develop Mini Estate under this scheme.

**Mini Estate:** Mini Estate means an industrial estate having area not more than two hectares and having constructed shed admeasuring of 50 Sq.Mt to 100 Sq.Mt. each shed.

**Infrastructure Facilities:** Infrastructure Facilities mean minimum facilities required to be provided by the Private Developer to set up Mini Estate for MSEs mentioned below and as approved by SLEC.

1. Asphalt Road/RCC road/ Cement Concrete Road.
2. Storm Water Drainage System.
3. Domestic Sewerage Collection and Disposal System.
4. Streetlights.
5. Water/Gas/Power Supply distribution network up to the shed.
6. Steam / Gas pipeline
7. Connectivity for communication

**Cost of Shed:** The Cost of Shed includes total cost of land (including Stamp duty and registration charges), cost of building and infrastructures facilities as per prevailing SOR of concern



Government Department or its undertaking as per the prevalent guidelines, Technical Consultancy fees and TPQA charges.

#### **13.4 Procedure:**

The Private Developer after allotment of shed to SC/ST entrepreneur will submit the claim of assistance to MSME Commissionerate in prescribed proforma as per the detailed guidelines issued by MSME Commissionerate.

#### **13.5 Conditions:**

1. The size of the shed shall be 50 Sq. Mt. to 100 Sq. Mt.
2. The size of the mini estate shall not be more than 2 Hectare.
3. Private developer shall have to provide plug and play infrastructure facilities.
4. Developer shall not sell more than one shed to one MSE.
5. The Developer shall have to maintain the project for five years and there after developer has to hand over the operation and maintenance to the members of association of the estate.
6. Developer shall have to determine the allotment price of the shed and the same shall not be increased for three years from the date of first sale deed. After completion of three years from the date of first sale deed, developer may sell remaining un-sold sheds without any assistance.
7. No additional charge shall be collected from the MSE industrial unit of SC/ST for providing facilities except user charges as decided in consultation with association of shed holders.
8. Trading activity will not be eligible under the scheme. The service activities as decided by SLEC will only be eligible for allotment of shed under this scheme.
9. MSME Commissionerate will be empowered to prescribe the form, checklist and issue guidelines for the implementation of the scheme.
10. Disbursement of the assistance will be released on availability of Government grant.

#### **14.0 Scheme-13: Assistance in Rent to MSEs:-**

The enterprise acquiring rented/leased shed to set up manufacturing activities will be provided assistance by way of reimbursement of rent paid by it. This will extend support to add working capital as this will result into saving of margins payable to bank/Financial Institute.





#### **14.1 Quantum of assistance**

- (a) The assistance @ 70 % of rent paid by the enterprise with maximum limit of Rs. 1,00,000/- per annum.
- (b) The assistance will be provided for five year.


#### **14.2 Eligibility**

Any MSE in manufacturing activities which has acquired rented/leased shed will be eligible to get assistance.

#### **14.3 Conditions:**

- (a) The owner of shed should have legal ownership and possession
- (b) The manufacturing activities should be consuming electricity/power.
- (c) The assistance of rent will be given with effect from the date of rent deed or three months prior to the date of production whichever is later.
- (d) Service activity and trading activity will not be eligible under the scheme.

#### **15.0 Scheme-14 Assistance to MSME Manufacturing sector participation in the Exhibition (National and International)**

- (a) State Level Exhibition – Assistance @80% maximum upto INR 50,000/- (Cost of Stall Rent + Cost for Product Literature and Display Material Cost).
    - Enterprise will be entitled for maximum five times during operative period of the scheme.
  - (b) National Level Exhibition – Assistance @80% maximum upto INR 1 lakhs (Cost of Stall Rent + Cost for Product Literature and Display Material Cost).
    - Enterprise will be entitled for maximum five times during operative period of the scheme.
  - (c) International Level Exhibition (Inside India) – Assistance @80% maximum upto INR 2 lakhs (Cost of Stall Rent + Cost for Product Literature and Display Material Cost).
    - Enterprise will be entitled for maximum five times during operative period of the scheme.
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- (d) International Level Exhibition (outside India) – Assistance @70%maximum upto INR 5 lakhs (Cost of Stall Rent + Cost for Product Literature and Display Material Cost).
- Enterprise will be entitled for maximum three times during operative period of the scheme.
  - Maximum cost of product literature and display material is capped at INR 50,000.
- (e) The assistance will be provided by way of reimbursement.

### 15.1 Eligibility

- (a) MSME enterprises of manufacturing sector participating in Exhibitions/Trade fairs organized in India or International Exhibitions/ Trade fairs organized outside India or inside India will be eligible under the scheme.
- (b) MSME enterprises participating in Exhibitions/Trade fairs should be in production in the State of Gujarat during the operative period of the scheme.

### 15.2 Conditions

- (a) The Enterprise that has received assistance under this scheme will not be entitled to avail benefit of any other state Government Scheme for the same component/purpose, unless specifically specified under that scheme.
- (b) MSME may avail benefits of GoI Scheme for such components for which assistance is not availed under GoG Scheme or Vice Versa.
- (c) The total quantum of assistance under both the State and Central Government Scheme would be limited to actual expenditure.
- (d) MSME Unit must apply in prescribed application form at IFP Portal to DIC within six months from the last date of exhibition/trade fair in which it has participated.
- (e) International level exhibition must be approved by MSME Development Institute(MSME-DI), India Trade Promotion Organization(ITPO), EEPIC India, Federation of Indian Export Organization(FIEO) etc. or state Government will be eligible under the scheme.

### 16.0 Scheme-15 Assistance to Micro and Small Enterprises (MSE) of SC/ST for plot developed by GIDC:-





**16.1 GIDC will allot the plot to SC/ST entrepreneur in the estate approved.**

**16.2 Quantum of Assistance**

- (a) An enterprise will be eligible for assistance up to 70% of the allotment price of GIDC.
- (b) ii. On payment of 30% of allotment price, GIDC will hand over the possession of the plot and submit the claim of subsidy up to 70% of the allotment price to the commissioner MSME.

**16.3 Conditions**

- (a) The plot size shall not be more than 1000 Sq.Mt., Plots with irregular size caused by planning on borders of lay-out will be exempted.
- (b) MSME Commissionerate is empowered to prescribe forms, checklist and procedure and finalize guidelines for the implementation of this scheme.
- (c) Allotment of plot to SC/ST enterprise by GIDC will be as per its prevailing policy and as per terms and conditions of allotment and maintenance. Unit shall have to commence production within operative period of the scheme.
- (d) The trading activity will not be eligible under the scheme.
- (e) GIDC will subsequently submit claim to MSME Commissionerate for assistance.
- (f) Disbursement of the assistance shall be released on availability of Government grant.

**17.0 State Level Empowered Committee (SLEC):-**

- (a) A committee consisting of following members is constituted for monitoring various MSME schemes,

Commissioner MSME	Chairperson
Joint/Deputy Secretary, Industries and Mines Department	Member
Financial Advisor, Industries and Mines Dept.	Member
Additional Industries Commissioner	Member
President, Gujarat Small Scale Industries Federation	Member
Joint/Deputy Commissioner of Industries	Member Secretary



- (b) Sanction and disbursement of assistance on proposals under scheme no.1, 2, 4, 5, 8, 13 and 14 will be done by General Manager, District Industries Centre (DIC).
- (c) Sanction and disbursement of assistance on proposals under scheme no.1,2 (where FCI is over Rs.10 Crores), 3, 6, 7, 9,11, 12 and 15 will be done by MSME Commissioner Office.
- (d) Sanction and disbursement of assistance on proposals under scheme no.5,6,10,11 and 12 will be done by the office of MSME Commissionerate. The implementation of scheme 10 would be done by Centre for Entrepreneurship Development as per the implementation guidelines approved by SLEC.
- (e) The State Level Empowered Committee will also monitor the implementation of all schemes including assistance sanctioned by DICs.

## **18.0 General conditions**

- (a) The enterprise that has availed assistance under any of these schemes will not be entitled to avail benefit under any other scheme of other department of State Government for the same component, unless and otherwise specified under that scheme. Enterprise can avail benefit under such schemes of Government of India, if any. However, the total assistance shall not exceed the actual investment/expenditure in any case.
- (b) Enterprise will be eligible for assistance under all the schemes, if it fulfills all provisions of relevant scheme.
- (c) The detailed procedures and implementation guidelines will be issued by the MSME Commissionerate for all the schemes under this resolution and it will be final and binding to all.
- (d) Any legal entity (i.e Partnership/Company /LLP etc) which has 51 % or more shareholding of SC/ST entrepreneur/applicant will be eligible for all schemes under this resolution.

## **19.0 Budget Provision**

- 19.1** The expenditure on this account will be met from the sanctioned grant of the respective financial year under the following budget head:

*mg*



**Budget Head**

**For Scheduled Caste (SC):**

Demand No.: 95

Major Head : 2851- Village and Small Industries

102- Small Scale Industries

02- Financial Assistance to Industries

(95-2851-00-102-02)

**For Scheduled Tribe (ST):**

Demand No.: 96

Major Head: 2851-Village and Small Industries

796- Tribal Area Sub Plan Scheme

33- Financial Assistance to Industries

(96-2851-00-796-33)

This issues with the concurrence of Finance Department vide note dated 27-08-2020 on this department file of even number.

By order and in the name of Governor of Gujarat,



(Anand Bihola)

Deputy Secretary to Government  
Industries and Mines Department

**Copy to:**

1. Secretary to Hon'ble Governor of Gujarat\*
2. Additional Chief Secretary to Hon'ble Chief Minister
3. Personal Secretary to all Hon'ble Ministers
4. Advisor to Hon'ble Chief Minister
5. Joint Secretary to Chief Secretary
6. Additional Chief Secretary, Finance Department
7. PS to Additional Chief Secretary, Industries and Mines Department
8. MSME Commissioner, Gandhinagar
9. V.C & M.D., G.I.D.C., Gandhinagar
10. C.E.O., GIDB, Gandhinagar
11. Accountant General Rajkot/Ahmedabad
12. Computer Cell, Industries and Mines Department
13. Select file



## **Annexure-A**

### **List of Eligible Services Activities**

(GR of Industries and Mines Department No. SSI-102020-332276-CH  
Dated:01-09-2020)

1. Logistics facilities such as Container Freight Station Operators/Warehouses/Cold Storages etc.
2. Material Testing Centre
3. Start ups and Incubation Centre
4. HallMark certification Centres
5. Technical testing and analysis servicing
6. Maintenance and repair of machineries and equipments
7. Repair of Computers / Communication and Electronics equipments / Household Goods
8. Maintenance and repair of Utility Projects
9. Packaging services
10. Industrial reuse / disposal services
11. Apparel/Cutting & Stitching job work (other than retail tailoring)
12. Printing, Scanning, Digitalization & Lamination
13. Weigh bridges
14. Color labs
15. Steam & Air conditioning supply
16. Waste collection, treatment and disposal activities
17. Electrical, plumbing and other installation activities
18. Maintenance and repair of Motor vehicles
19. Motion pictures, Video and Television production, Sound Recording and Music publishing activities
20. Activities of internet Access by the Operator of the wireless / Satellite infrastructure
21. Web hosting activities
22. Specialize design activities - Fashion design related to Textile/Apparel/ Jewellery/ Furniture/ Fashion goods/ Graphic design etc.
23. State Level Empowered Committee is empowered to add / delete service activities listed in this Annexure.





**Annexure-B**

**List of Service Sectors**

(GR of Industries and Mines Department No.SSI-102020-332276-CH  
Dated:01-09-2020)

1. Financial Services
2. Health Services
3. Transport and logistics Services
4. Audio Visual Services
5. Construction related Engineering Services
6. Environmental Services

