

Fiscal Incentives under various Industrial Policies of Uttar Pradesh

Uttar Pradesh Micro, Small & Medium Promotion Policy-2022

A) Capital Subsidy

- Micro, small and medium enterprises in the Bundelkhand and Purvanchal region of the State will be eligible for capital subsidy of 25%, 20% and 15%, respectively
- Micro, small and medium enterprises in the Madhyanchal and Paschimanchal region of the State will be eligible for capital subsidy of 20%, 15% and 10%, respectively
- SC/ ST and women entrepreneurs will be eligible for 2% additional, capital subsidy
- Capital subsidy is capped at Rs 4 Crore/ unit
- Capital subsidy will be provided in 2 equal installments. First installment is payable once the construction of related buildings is completed. Second installment is payable once at least 50% of commercial production has begun.

B) Interest Subsidy

- Only micro units will be eligible for interest subsidy
- 50% interest subsidy, payable annually for five years, subject to ceiling of Rs 25 Lakh/ unit
- 60% interest subsidy for SC/ ST and women entrepreneurs, payable annually for five years, subject to ceiling of Rs 25 Lakh/ unit

C) Infrastructure Interest Subsidy

- Approved MSME industrial parks/ estates/ flatted factory complex (minimum area of 4000 square metres for flatted factory complexes) projects with area of 10 acres or more, will be eligible for annual infrastructure interest subsidy of up to 50%, subject to ceiling of Rs 2 Crore, annually
- Infrastructure interest subsidy will be payable for 7 years

D) Stamp Duty Exemption

- MSMEs will be eligible for 100% stamp duty exemption in the Purvanchal and Budelkhand region, and 75% in the Madhyanchal and Paschimanchal region except for Gautam Budh Nagar and Ghaziabad wherein stamp duty exemption will be 50%
- Women entrepreneurs will be eligible for 100% stamp duty exemption in any part of the State
- MSME industrial parks/ estates/ flatted factory complex developers will be provided 100% stamp duty exemption, on purchase of land

E) Promoting Quality Improvement among MSMEs

- MSMEs will be encouraged to manufacture high quality products
- MSMEs will be promoted to attain quality standards like ZED, GMP, Hallmark etc. To this end, fiscal assistance of up to 75% (maximum Rs 5 Lakh) will be provided to MSMEs, as reimbursement
- Financial assistance of 75% (maximum Rs.10 lakh) will be provided for attaining patents and GI tags
- Attorney fee of Rs 50,000 and Rs 2,00,000 will be reimbursed for obtaining national and international patents/ GI tag, respectively
- Financial assistance of 75% for implementing ERP solutions (maximum Rs 1 Lakh) and ICT solutions (maximum Rs 5 Lakh)

Promoting Environment Improvement Measures among MSMEs

- Fiscal assistance of 50% of the project cost (maximum Rs 10 crore) for establishment of CETPs
- Financial assistance of 50% of the project cost (maximum Rs 75 lakh) for implementing Zero Liquid Discharge facility

- Fiscal assistance of up to 50% of the project cost (maximum Rs 50 Lakh) for establishing boiler facility as common facility (minimum 10 MSMEs will be required to undertake such project)
- Promoting green practice and environmental audits for MSME like energy and water conservation audits – reimbursement of 75% (maximum Rs 50,000) towards audit services fee and 50% (maximum Rs 20 Lakh) towards purchase of auditor recommended equipment/ machinery
- Reimbursement of up to 50% (maximum Rs 2.5 Lakh) of the consultancy charges incurred towards obtaining green rating for industrial buildings
- Reimbursement of up to 50% (maximum Rs 10 Lakh) towards expenses incurred for the establishment of the Environment Management Laboratory/ Environment Management System

Uttar Pradesh Industrial Investment & Employment Promotion Policy

2022-

Stamp Duty Exemption

Stamp duty exemption of 100% in Bundelkhand & Poorvanchal, 75% in Madhyanchal & Paschimanchal (except Gautam Buddh Nagar & Ghaziabad districts) region of the state and 50% in Gautam Buddh Nagar & Ghaziabad districts. To avail such exemption, a bank guarantee of equivalent amount will have to be deposited by the industrial unit which will be released on commencement of commercial production by the unit.

Investment Promotion Subsidy

A one-time choice of choosing one option between three mutually exclusive options for availing Investment Promotion Subsidy will be extended to the investors. The choice will have to be exercised at the beginning of the Project by the investor during the time of application. However, the applicant will have one additional chance of changing the Option chosen at the time of application. This additional chance can be exercised prior to the approval of the High-Level Empowered Committee or the Empowered Committee, as the case may be for grant of Letter of Comfort. No further chance of changing the Option chosen by the applicant will be entertained.

Capital Subsidy

- i. Under this option, industrial undertakings can avail **Capital Subsidy** equal to the Base Capital Subsidy, as provided in the Table 3, multiplied by a Gross Capacity Utilisation Multiple (GCM) in annual instalments and subject to an Annual Ceiling as mentioned in Table 3.
Annual Capital Subsidy = (Base Capital Subsidy X GCM) /
applicable Incentive disbursement duration

Table 3: Capital Subsidy and Annual ceiling

District/ Region	Large	Mega	Super Mega	Ultra-Mega
Gautam Buddh Nagar & Ghaziabad	10% of ECI over a period of 10 years	18% of ECI over a period of 12 years	20% of ECI over a period of 15 years	22% of ECI over a period of 20 years
Madhyanchal & Paschimanchal (except Gautam Buddh Nagar & Ghaziabad districts)	12% of ECI over a period of 10 years	20% of ECI over a period of 12 years	22% of ECI over a period of 15 years	25% of ECI over a period of 20 years
Bundelkhand & Poorvanchal	15% of ECI over a period of 10 years	22% of ECI over a period of 12 years	25% of ECI over a period of 15 years	30% of ECI over a period of 20 years
Incentive disbursement duration	Over 10 years in 10 annual instalments	Over 12 years in 12 annual instalments	Over 15 years in 15 annual instalments	Over 20 years in 20 annual instalments
Annual Ceiling	₹ 5 Cr	₹ 10 Cr	₹ 50 Cr	₹ 150 Cr
Annual Ceiling with boosters	Not applicable	₹ 15 Cr	₹ 75 Cr	₹ 210 Cr

- ii. The **Gross Capacity Utilisation Multiple (GCM)** has been introduced in this policy to ensure that optimal utilisation of the installed capacity is done by the beneficiaries of this Policy. The GCM shall be considered as 1 for first year provided the capacity utilization for the unit is 40% of the installed capacity. For the subsequent years GCM shall be considered as 1, provided the capacity utilisation of that year is 75% or more of the installed capacity. In case the capacity utilisation is less than 75%, the GCM shall be proportionately reduced as per the given formula $GCM = \text{Minimum of } (75\%, \text{Capacity Utilisation of the considered year})/75\%$
- The maximum GCM value shall be '1'.
 - If the Capacity Utilisation is less than or equal to 10% of installed capacity, the GCM will be 0

be considered 1 for the additional investment done, if the capacity utilisation is at least 40% of the additional capacity installed in that phase. In the subsequent years, the GCM will be 1 if the total capacity utilisation of the unit is 75% of total installed capacity and if below, the GCM will be proportionately reduced.

- c. In case of expansion projects, the installed capacity of the existing unit is the one that is existing in the financial year preceding the financial year in which the commercial production of the expansion project has commenced. The GCM will be calculated based on the incremental capacity utilisation achieved due to the capacity installed by additional investment.
- d. In case of diversification projects, the GCM will be calculated based on the capacity utilisation achieved due to the additional capacity installed for the new product (s) through additional investment.
- e. The Capital Subsidy that is reduced due to a GCM of below 1 in a particular year will not be carried forward to subsequent years.

Note: Detailed guidelines for the calculation of GCM will be provided in the policy procedures which will be notified separately.

- iii. Mega and above category projects can avail additional Capital Subsidy in the form of Boosters, as below, subject to an annual ceiling with booster as mentioned in Table 3 –

Annual Capital Subsidy = [(Base Capital Subsidy + Employment Booster + Exports Booster + Ecosystem Booster) x GCM] / applicable Incentive disbursement duration

- iv. **Employment booster** – Mega and above category projects can avail Employment Booster as below on providing a minimum employment as provided in Table 3. The average annual employment (covered under Employment Provident Fund) provided by the applicant will be considered to arrive at the annual Employment Booster percentage.
 - a. On employing the minimum employment for the given project category in the considered year or employing at least 75% women employee of the minimum employment for the given project category – Employment Booster of 2% of ECI
 - b. On employing more than twice the minimum employment for the given project category in the considered year or employing at least 75% women employee of twice the minimum employment for the given project category – Employment Booster of 3% of ECI
 - c. On employing more than thrice the minimum employment for the given project category in the considered year or employing at least 75% women employee of thrice the minimum employment for the given project category – Employment Booster of 4% of ECI

Categories	Employment
Mega	300
Super Mega	600
Ultra-Mega	1500

- v. **Exports Booster** – Mega and above category projects can avail the Exports Booster which would be determined as a ratio of production meant for exports to total production for a given year as below –
- More than or equal to 25% of its production in a considered year through exports - Exports Booster of 2% of ECI
 - More than or equal to 50% of its production in a considered year through exports - Exports Booster of 3% of ECI
 - More than or equal to 75% of its production in a considered year through exports - Exports Booster of 4% of ECI
- vi. **Ecosystem Booster** – If any Mega or above category Project procures any input or any raw material for manufacturing its final product from any existing or new manufacturing unit within Uttar Pradesh, then it shall be entitled for an Ecosystem Booster as follows -
- On procurement of more than or equal to 40% but less than 60% of its total raw/ input material requirement – Ecosystem Booster of 2% of ECI
 - On procurement of more than or equal to 60% but less than 75% of its total raw/ input material requirement – Ecosystem Booster of 3% of ECI
 - On procurement of more than or equal to 75% – Ecosystem Booster of 4% of ECI

Net SGST Reimbursement

- Reimbursement of 100% of the net SGST amount deposited in State's account will be done in the manner mentioned in Table 4, subject to not exceeding the amount of net deposited SGST in a particular financial year -

Particulars	Large	Mega	Super Mega	Ultra-Mega
Annual % of net SGST Reimbursement	100%	100%	100%	100%

Period of reimbursement (in years)		6	12	14	16
Gautam Buddh Nagar & Ghaziabad	Annual Ceiling as % of ECI	16%	7%	6%	5%
	Overall Ceiling as % of ECI	80%	80%	80%	80%
Madhyanchal & Paschimanchal (except Gautam Buddh Nagar & Ghaziabad districts)	Annual Ceiling as % of ECI	18%	17%	14%	13%
	Overall Ceiling as % of ECI	90%	200%	200%	200%
Bundelkhand & Poorvanchal	Annual Ceiling as % of ECI	20%	25%	21%	19%
	Overall Ceiling as % of ECI	100%	300%	300%	300%

- ii. In case of expansion/ diversification projects, only the incremental investment will be eligible for incentives. The Net SGST eligible for reimbursement will be assessed on the basis of Incremental Turnover. The Incremental Turnover means the difference of the current turnover after expansion minus the base turnover. The Base Turnover means the maximum turnover in any financial year, in the preceding 5 financial years (or less in case the unit has been in production for less than 5 years), (that is 5 years preceding the financial year in which the date of commercial production falls in case of a single-phase project, or 5 years preceding the date of commercial production of first phase in a multi-phase project).

Top up on incentives received under Production Linked Incentives (PLI) Scheme of Government of India

- vii. 30% of the PLI incentives (as and when disbursed by GOI) sanctioned under any PLI Scheme of Government of India Scheme to be disbursed as and when PLI incentives are disbursed by the GoI.
- viii. An overall ceiling of the incentives to be provided by Go UP will be capped at 100% of ECI
- ix. The GoUP can add more such schemes of Government of India beyond the PLI

Case-to-case basis incentives

Government may consider providing customized package of incentives on case-to-case basis as deemed necessary for Ultra Mega category projects of special importance. Such customised packages on case-to-case basis shall be approved by the Cabinet.

Incentive for R&D projects and Intellectual Property Rights

The Government will reimburse 25% of the expenditure subject to a maximum of ₹10 Crore for standalone R&D units. The reimbursement will be in addition to the Investment Promotion Subsidy and Stamp Duty reimbursement as eligible and as provided under this policy.

- i. Such projects must have a minimum Eligible Capital Investment of Rs. 20 cr.
- ii. It must have a clearly demarcated facility inside or outside an industrial unit.
- iii. It must be Registered with the Department of Scientific and Industrial Research, Government of India (DSIR)
- iv. The subsidy will be provided in instalments of 50% on approval of the project, next 25% after 3 years of approval and last 25% on achievement of the committed results in 5 years.
- v. 10 such units over the policy period will be incentivised under the policy

12.6.2 Standalone R&D firms are expected to be engaged in innovative research & development activities related to the line of business of the firm, such as the development of new technologies, design & engineering, product development, development of new methods of analysis & testing, and research for increased efficiency in the use of resources. At the time of application, the R&D unit(s) should have well defined, time-bound R&D programmes leading to the development of innovative products and/or technology(ies). Firms engaged solely in market research, work & methods study, operations & management research, testing & analysis of routine nature for operation, process control, quality control and maintenance of day-to-day production, and maintenance of plant shall not be considered as R&D firms.

12.6.3 The Government will reimburse 50% of the expenditure incurred for registration of patent, copyright, trademarks, and Geographical Indicators as a result in-house R&D subject to a maximum of ₹1 Crore. This incentive will be applicable for those eligible Industrial Undertaking to whom any of the options under Incentive Promotion Subsidy has been sanctioned or any Standalone R&D Unit to whom incentive has been sanctioned under this policy. The reimbursement will be in addition to the Investment Promotion Subsidy, Stamp Duty reimbursement and incentive for standalone R&D units as eligible and as provided under this policy.

Financial grant to Centres of Excellence

12.7.1 Private companies or PSUs or Government organizations (both GoI and GoUP) shall be encouraged to set up Centres of Excellence (CoE). Towards this, Centres of Excellence which are not entitled to any benefits under any of the policies of the GoUP will be considered for financial grant under this policy. In addition, CoEs in the areas like resource efficiency, circular

economy, quality improvement and Industry 4.0 will also be promoted. These CoEs shall facilitate R&D, testing, technology acquisition and other facilities to industry in the State. Dovetailing with GoI policies shall be allowed. A High-Level Empowered Committee under the chairmanship of Chief Secretary will decide on the areas.

Highlights of U.P. Textile and Garmenting Policy – 2022

Uttar Pradesh has a long history of textile industry. Many districts of the state such as Varanasi, Bhadohi, Gautam Budh Nagar, Kanpur, Lucknow and Sitapur etc. are well known for the export of textile products. The U.P. Textile and Garmenting Policy – 2022 has been prepared with the objective to attract fresh investments to the tune of INR 10,000 crores in the upcoming five years. The incentives under this policy shall be provided to the new textile and garmenting units as well as to the existing units taking up expansion and/or diversification with an investment of more than 25 percent of existing Gross Value of Fixed Capital and increasing their previous installed capacity by minimum 25 percent:

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- 1) Land Cost Subsidy – A subsidy of 25 percent of the cost of land (except on land within the Gautam Budh Nagar district) will be reimbursed to the investors on purchase of land from Government Authorities. This land cost subsidy will be 15 percent of the cost of land within the Gautam Budh Nagar district. The maximum limit of this land cost subsidy will be up to 10 percent of the total project cost.
- 2) Stamp Duty Exemption –
 - a. The land purchased or taken on lease from the Government Authorities (except in Gautam Budh Nagar District) will be exempted from 100 percent of the Stamp Duty. In Gautam Budh Nagar district, 75 percent of the Stamp Duty will be exempted.
 - b. 100 percent exemption of stamp duty to the developer of PM MITRA Park and the developers of private textile & apparel park (except in Gautam Budh Nagar district)
 - c. 100 percent exemption of stamp duty to the first buyer of plot in the PM MITRA Park and 50 percent exemption of stamp duty to the first buyer of plot in private textile park.
- 3) Capital Subsidy on Plant & Machinery – A subsidy of 15 percent of the cost of plant and machinery will be provided to the units, which generate employment less than 50. The units which generate employment more than 50 will be provided subsidy of 25 percent of the cost of plant and machinery. Further, the units setting-up in Poorvanchal and Bundelkhand region of the state and generating employment more than 50, will be provided additional capital subsidy of 10 percent. The maximum limit of this capital subsidy will be up to INR 100 Crore per unit.
- 4) Subsidy for Infrastructure –
 - a) A subsidy of 50 percent of the project cost for developing self-use road, drainage & water supply, and power supply. The maximum limit of this subsidy is INR 3.0 Crore per unit.

- b) A subsidy of 50 percent of the project cost for establishment of Effluent Treatment Plant (ETP) & DG Sets. The maximum limit of this subsidy is INR 5.0 Crore per unit.
 - c) A subsidy of 25 percent of the project cost for developing an In-house training facility, Testing laboratory, Quality Certification Labs, R&D Centre, subject to maximum of INR 2.5 Crores per unit.
 - d) A subsidy of 25% of the project cost will be reimbursed, for construction of staff-quarter, worker's hostel/dormitory, subject to maximum of INR 5.0 Crores per unit.
- 5) Interest Subsidy on Plant & Machinery – A subsidy of 60 percent of the annual interest amount paid by the unit on loan taken from the commercial banks/financial institutions for purchase of plant and machinery eligible under the TUFs / ATUFs Scheme, will be reimbursed for a period of 7 years. The maximum limit of this subsidy for units located in Gautam Budh Nagar district will be INR 75 Lakhs per annum per unit and INR 1.5 Crore per annum per unit, for the units set up at remaining districts.
- 6) Power Subsidy –
- a. 100% exemption from electricity duty will be given to the new textile and garmenting units for a period of 10 years.
 - b. Open access of electricity will be permitted to the units/parks consuming electricity more than a threshold limit, as per Electricity Act, 2003.
- 7) Employment Generation Subsidy – A subsidy of INR 3,200/- per worker per month will be provided to the mega garmenting units in all districts except Gautam Budh Nagar and Ghaziabad, for a period of 05 years. This employment generation subsidy will be provided to those Mega Garmenting Units which cumulatively set up the first 15,000 sewing machines.
- 8) Freight Reimbursement – Reimbursement of freight cost from unit to port, will be provided to new Garmenting units, for a period of 5 years. 75 percent of freight will be reimbursed in first two years and 50 percent reimbursement in next two years and 25 percent reimbursement in the fifth year.
- 9) Special Incentives for PM MITRA Park
- a) Power Tariff Subsidy – The units setting-up in the PM MITRA Park and providing employment to minimum 50 persons, will be eligible for a power tariff subsidy of INR 2.00 per unit for 5 years. The maximum limit of this power tariff subsidy will be INR 60 Lakh per annum per unit.
 - b) Open Access of Electricity – The SPV/Master Developer shall be granted permission for Open Access of Electricity, as per Electricity Regulation Act.

- c) Stamp Duty Exemption – The Developer and first buyer of plot will be provided 100 percent exemption of Stamp Duty.
- 10) Incentive for Private Textile Parks – The Government of Uttar Pradesh shall promote development of Integrated Textile and Apparel Park to be set up in a minimum area of 25 acres with all modern facilities including Plug & Play facility and CETP. A financial assistance up to 50 percent of the project cost, maximum of INR 50 Crore shall be provided for development of its core infrastructure. This textile and apparel park must have at least 10 units and no single unit must have been allotted more than 40 percent of the total available area.
- 11) Incentive for promotion of Silk Industry –
- a) Units for rearing of chaaki worm, koya production, reeling and spinning in sericulture sector, with a maximum capital investment of Rs.1.00 crore, that take loan from banks/financial institutions, will be eligible for capital subsidy to the tune of 15% for margin money. In case of SC/ST entrepreneurs, this grant will be 20%.
- b) Capital subsidy of 20% will be given to silk reeling units requiring a capital investment of Rs 1 Cr or more
- c) Silk reeling units which produce minimum 75% thread from koya produced in Uttar Pradesh will be eligible for interest subsidy at the rate of 5% on Working Capital Loan for a period of 5 years. The maximum limit of this will be Rs 50,000 per annum.
- 12) Financial Incentive for starting new employment to the youth –
- A) 3-year diploma pass out students from IIHT will be provided incentives for starting self-employment related to weaving –
- 75 percent of Project Cost, maximum up to INR 20 Lakh, for installing 5 to 20 Handlooms; or
 - 75 percent of Project Cost, maximum up to INR 60 Lakh, for installing 5 to 10 Power looms;
- B) Graduates in the field of Textile, Textile Design or Fashion Design will be provided incentives to start employment in Garmenting /Apparel or Home Furnishing sector -
- 50 percent of rent of Flatted Factories (allotted by Development Authorities) for 5 years
 - 75 percent of cost of Plant & Machinery and cost of infrastructure, maximum of INR 25 Lakh per entrepreneur
- C) Graduates in Textile Design or Fashion Design or Fashion Branding/Marketing will be provided incentives of 75 percent of project cost, maximum of INR 30 Lakh per entrepreneur, to set up a design studio with modern facilities, for self-employment.

- D) A subsidy of 75 percent for registering the marketing company and necessary infrastructure, subject to a maximum of INR 50 Lakh per company, will be provided for formation of marketing company to increase of sale of textile products including facility for online sales.
- E) Incentive for creating own brand through marketing and opening its chain outlets –
- INR 2 Crore on opening 50 outlets and minimum sales of INR 4 Crore per year
 - INR 4 Crore on opening 100 outlets and minimum sales of INR 8 Crore per year
 - INR 8 Crore on opening 200 outlets and minimum sales of INR 16 Cr per year
 - INR 10 Crore on opening 500 outlets and minimum sales of INR 20 Cr per year
 - 80 percent of the outlets mentioned above, must be opened outside the state
 - Additional INR 2 Crore, on opening 25 or more outlets outside country and making annual sales of INR 2 Crores from the same outlets
- F) A subsidy of 75 percent of the registration fee and cost of necessary infrastructure, subject to a maximum of INR 20 lakh per entrepreneur, will be provided to start new export house or company in the state.
- G) 2 buyer-seller meets will be organised by the Department of Handloom and Textiles, Government of Uttar Pradesh, in a year. If any organization related to exports wants to organize a buyer-seller meet at its own level, then the 50 percent of the total cost of event will be reimbursement, subject to a maximum of INR 10 Lakh per buyer-seller meet.
- H) In order to promote the export/marketing of textile goods/garments produced in the state, the department/institution will organise fashion shows in two major metro cities of Uttar Pradesh. An amount up to INR 20 Lakh per fashion show will be spent for necessary arrangements etc.
- I) A 14- Expo of textile products of the state will be organized once a year at the major business centres of the state or country, for which an amount of INR 70 Lakh will be spent on its arrangement and promotion.

Uttar Pradesh State Bio-Energy Policy-2022

- 4.1 Under this policy, 100% exemption in electricity duty will be provided to the bio-energy enterprises established for 10 years from the date of commencement of commercial production.
- 4.2 In case of acquisition of land through lease or purchase from private tenants for setting up of bio-energy enterprises/plants or feedstock collection and storage, 100% exemption of stamp duty payable on rent deed/lease/sale deed/registration will be provided.
- 4.3 Bio-energy enterprises will be given 100% exemption from the development charges charged by the development authorities of the state.

4.4 Subsidy

- (a) In addition to the maximum 50% subsidy given on the plants under the Central Government's Submission on Agricultural Mechanization scheme to the aggregators defined devices like belar, raker and troller will be provided by the state government through UPNEDA under this policy, [30 percent subsidy (up to a maximum limit of Rs. 20 Lakh)].
- (b) In addition to the policy/scheme of the Government of India, subsidy based on their production capacity will be given to the bio-energy enterprise units. Under this, on Compressed Bio-gas production at the rate of Rs. 75 lakh per ton to a maximum of Rs 20 crore, on Bio-coal production at the rate of Rs 75,000/- per ton up to a maximum of Rs 20 crore, on production of Bio Diesel at the rate of Rs 3 lakh per kiloliter. Maximum upto 20 crore will be given. This subsidy can be used by the unit for plant and machinery, infrastructure, construction, power supply and transmission system related works, which will not include the cost of administrative building and land.
- (c) The detailed project proposal regarding the project will be examined by a team of subject experts before deciding the liability of the subsidy by Government component to the unit the amount of capital subsidy will be released in the bank loan account after the commencement of

commercial production at full capacity of the concerned unit. Apart from this, if no bank loan is taken by the investor of the unit, then the amount of capital subsidy will be released in the bank account of the unit. Additional Chief Secretary/Principal Secretary, Additional Resources of Energy Department will be the competent authority to allow extension in the time of acceptance of the subsidy and completion of the project.

- 4.5 If an entrepreneur invests 50 crores or more in a bio-plant, then he will be given the facility of approach road upto a maximum of 05 km from the unit to the main road.

5. Nodal Agency:

Under this policy, UPNEDA will be the nodal agency to promote the execution of bio-energy units policy. The nodal agency will provide assistance in registration of investors/developers, resolving their queries and problems and speedy disposal of pending applications lying with different departments related to bio energy.

6. Procedure for registration of enterprises to be established under the policy.

- 6.1 Under the Sustainable Plan of the Ministry of Petroleum and Natural Gas, Government of India, the developers who have already been issued LOI and other bio-energy units will be registered under the current policy.
- 6.2 UPNEDA will obtain and notify district wise/tehsil wise information from the concerned departments such as Agriculture, Animal Husbandry, Urban Development, Agriculture Marketing Department. District/ Tehsil wise surveys will be conducted by UPNEDA at regular intervals to upgrade the reports of biomass production capacity and viability of different type of biomass.

Uttar Pradesh Export Promotion Policy – 2020-

25

Export related Incentives and schemes

Fiscal incentives

- 7.1.1. The changing global economic scenario and re-classification of India as a developed nation by World Trade Organization has resulted into new challenges. To meet these modern challenges the government will restructure the TvaritNiryatProtsahanYojna to make it WTO compliant.
- 7.1.2. The State will refund expenses incurred for compulsory certifications like Conformity European (CE), China Compulsory Certificates (CCC) etc. to the extent of 50 percent of expenses subject to a maximum of Rs. 2.00 Lakh per unit per annum.
- 7.1.3. Being a land locked state, Uttar Pradesh does not have any port. It has to send export shipments via rail/ road to Gujarat, Maharashtra and Kolkata port, which increases the cost of transportation. The added cost decreases the competitiveness of products manufactured in the state of Uttar Pradesh. To overcome this challenge to exporters from the state, a policy for Transport Subsidy is being executed. Transport subsidy will be provided on the basis of costs incurred by exporters for shipment from ICDs to the ports. For districts without any ICD infrastructure subsidy will be provided for shipments via trucks. The outlay of transport subsidy should not exceed the budget allocated and any subsidy liability cannot be transferred to the next financial year.
- 7.1.4. For exports routed through airports, transport subsidy will be provided under Air Freight Subsidy Scheme. The exporters will receive subsidy benefits while routing their cargo from any Air cargo complex in the country if the state of origin of exported products is Uttar Pradesh. The upper ceiling under this scheme will be raised from Rs. 2.00 Lakhs annually per unit to Rs. 5.00 Lakhs annually per unit.
- 7.1.5. The deficit in Electricity duty collected by Uttar Pradesh Power Corporation Ltd.

(UPPCL) will be reimbursed by Government of Uttar Pradesh.

7.1.6. Industries with more than 1MW approved load will receive power supply through open access.

7.1.7. Encourage research and development in the state and provide incentives and assistance to organizations in obtaining patents, trademarks and G.I.

registration

under Intellectual Property Rights. A G.I. registration cell shall be formed to assist in the registration procedure for applicants.

7.1.8. The Export Award will be distributed annually to eligible exporters of Uttar Pradesh for their outstanding export performance in different product groups. The awards will be distributed under the existing policy. No monetary prizes will be included in this.

7.1.9. Under Uttar Pradesh Export Infrastructure Development Scheme (UPEIDS), cluster based special economic zones will be developed in each district. Financial assistance will be provided for these projects only from budget sanctioned in UPEIDS Scheme

7.1.10. Transport subsidy is already being provided prior to Uttar Pradesh Export Policy 2020-25. Hence, Mega and super-mega units will not be eligible for the benefits provided under this policy.

7. The total expenses incurred on the facilities provided to eligible units and subsidiary activities conducted under the Uttar Pradesh Export Policy 2020-25 should not exceed the budget allocated.

8.1. Industrial units in the Negative List of Central government and state government will not be eligible to obtain any benefits under this policy.

8. Green Cards to streamline movement of consignments of exporters without any hinderances.

UTTAR PRADESH STARTUP POLICY 2020 (FIRST AMENDMENT-2022)

Incentives for Incubators

i. Capital grant

Capital grant on setting up/scaling up technology infrastructure for the private host institutes shall be reimbursed upto 50 percent of the eligible amount subject to maximum limit of INR One (1) Crore, first installment to be capped at 25 percent of the maximum limit. The demand for the same shall be raised on quarterly basis by incubators. The limit of INR 1 crore shall be increased to INR 1.25 crore for incubators established in Purvanchal/Bundelkhand regions.

Capital grant to government host institutes shall be given in exceptional cases only post approval by PMIC. However, despite not getting the capital support, government incubators will continue to act as first point of contact for startups on behalf of Startup Nodal Agency.

ii. Operational Expenditure

Financial support to incubators upto INR 30 Lakhs per year to cover operational expenditure for 5 years or until self-sustainable whichever is earlier. This incentive shall be granted to those incubators which have 10 or more startups incubated. The year-on-year continuation of operational expenditure support shall be solely dependent on incubator's performance assessed through Incubator Performance Evaluation Framework released by Nodal Agency and approved by PMIC.

iii. Acceleration Programs

Acceleration programs are short to medium term mentoring programs to support startups with business expansion once they have scaled up from an idea to formal product launch in the market.

A matching grant of upto INR 1 Lakh per startup, maximum INR 10 Lakh per program shall be given to competent institutions, upto 5 program per institution per year to run acceleration program of minimum 12 weeks for supporting the startups. Maximum 100 such programs could be organized in a year under the policy.

The competent institutions in this case would be GoI/ GoUP supported/ recognised incubators, angel investors registered with SEBI/ Banks and reputed academic institutions. VC Firms, private accelerators and other institutions having at least 3 years of experience in running acceleration programs will also be eligible to conduct these programs subject to being empaneled with Startup Nodal Agency, GoUP.

Capping on total number of institutions benefitted could be relaxed by PMIC on recommendation of PIU.

iv. Annual Incubator Rankings

Navratna incubators shall get incentive of INR 10 Lakhs per annum for the expenses incurred to support host institutes/incubators for developing/scaling up the incubation capabilities. Navratna incubators shall be identified only after achieving the count of minimum 50 incubators recognised under Start-In-UP program of GoUP.

9.1 Incentives for Center of Excellence (CoEs)

The Government of Uttar Pradesh shall provide financial support in the form of Grant-in-aid (covering capital and operational expenditure) upto INR 10 crores to CoE during span of 5 years from the date of establishment. It is expected that the CoE would become self-sustainable by the end of 5 years.

The disbursement of financial support to CoE shall be contingent upon PMIC's decision. Moreover, the release of funds/ incentives by the Government shall depend upon their performance.

9.2 Incentives for Startups

As per the State Startup Ranking Framework issued on 18th February 2019 by DPIIT, Government of India, state startup policies must provide seed funding support in following ways e.g. Direct Government grant, Subsidized loan, Equity seed funding, Product development/marketing financial assistance and Monthly sustenance allowance. Therefore, policy introduces seed funding support in the form of Sustenance Allowance and Seed Capital for marketing the products/ideas as per following:

i. Sustenance Allowance

Sustenance allowance at the rate of INR 17,500 per month per startup for a period of one-year upto 25 startups per incubator per year shall be given to startups at the idea stage.

ii. Prototype Grant

A one-time prototyping grant of up to INR 5 Lakh per startup shall be provided to DPIIT and StartInUP registered startups. The assistance shall be provided in single tranche to startups.

Note: 50% additional incentive clause shall not be applicable on this grant.

iii. Seed Capital/Marketing Assistance

The seed capital will be given in the form of Marketing Assistance upto INR 7.5 Lakhs per startup upto 25 startups per incubator per year to launch the Minimum Viable Product (MVP) in the market. The seed capital will be disbursed in milestone-based installments (e.g. 40% + 30% + 30%) in three tranches, the first being advance and remaining two on completing the milestones. On disbursement of first installment, Startups shall have to commit Key Performance Targets to the PIU on which they will be assessed before releasing the second and third installments of the grant.

An evaluation committee will be set up for approval of grant demands from startups and will

be sanctioned/disbursed only on the recommendations of the evaluation committee. This committee will be led by the eminent experts from institutions such as STPI, IIT Kanpur, IIM Lucknow etc. on nomination basis or as decided by the PIU and would also consist of other eminent stakeholders from the startup ecosystem.

Note: Additional 50% shall be given to startups founded/co-founded by women/ divyangjan/ transgender with more than 26% shareholding or startups having registered offices/ operations in Purvanchal/Bundelkhand regions for both Sustenance Allowance and Seed Capital/ Marketing Assistance, or Startups founded/ co-founded by persons from Economically Weaker Section (EWS).

iv. Support to startups

Free incubation shall be provided for 6 months at government owned/managed Largest Incubator, AKTU Innovation Hub and the proposed 3 Center of Excellences. Performance of the startups shall be evaluated at the end of six months and the incubation can be extended for six more months on satisfactory report. Overall free incubation period shall not be more than 12 months period.

v. Patent filing cost

The cost of filing of successful patent shall be reimbursed to the incubated startups for Indian as well as foreign awarded patents: INR 2 Lakhs for Indian patents and INR 10 Lakhs for International Patents.

vi. Event participation

Reimbursement to startups for participation in events – upto INR 50,000 for national events and INR 1 Lakh for international events. This is applicable to all GOI registered startups which are incorporated in Uttar Pradesh. The condition of mandatory incubation through GoUP recognised incubators shall not be applicable in this case.

10. Non-Fiscal Incentives for Incubators/ CoEs/Startups

- i. As per the notification issued by Government of India, startups shall be allowed to self-certify with 9 labour and environment laws (currently approved by GoI and will be revised time to time based on GoI notification) or as per any amendments afterwards. In case of the labour laws, no inspections will be conducted for a period of 3 to 5 years from the date of incorporation. Startups may be inspected on receipt of credible and verifiable complaint of violation, filed in writing and approved by at least one level senior to the inspecting officer.
- ii. Permission shall be available for 3-shift operations with women working in the night for startups, subject to such units taking the prescribed precautions in respect of safety and security of employees in addition to providing the required welfare and health amenities as prescribed under applicable labour laws and obtaining the necessary approvals from the competent authority.

v. Navratna Incubators

All

UP Dairy Farm Development and Dairy Product Promotion Policy-2022

Capital Investment Grants:

10 percent of capital subsidy up to 5 crores of establishment of dairy units for machinery, tech etc.

Interest Subsidy:

- For establishing new milk processing units and dairy manufacturing units (plant machinery, technical civil works, spare parts etc.) the interest subsidy of 5 percent or actual loan whichever is lower for 5 years for maximum of 10 crores
- For Establishment of cattle feed units and cattle nutritional feed unit's establishment the interest subsidy of 5 percent or actual loan whichever is lower for 5 years for maximum of 7.5 crores
- Technological upgradation for dairy units the interest subsidy of 5 percent or actual loan whichever is lower for 5 years for maximum of 2.5 crores
- For New Technology in field of dairy like quality control equipment and traceability etc. the interest subsidy of 5 percent or actual loan whichever is lower for 5 years for maximum of 1 crore
- For establishing the cold value chain like refrigerator van, bulk milk cooler, etc. the interest subsidy of 5 percent or actual loan whichever is lower for 5 years for maximum of 1 crore
- For expansion of dairy units the interest subsidy of 5 percent or actual loan whichever is lower for 5 years for maximum of 2.5 crores
- For establishment of cattle feed and cattle nutritious product the interest subsidy of 5 percent or actual loan whichever is lower for 5 years for maximum of 2.5 crores
- For value added product units establishment of milk the interest subsidy of 5 percent or actual loan whichever is lower for 5 years for maximum of 2 crores

Market Development Incentives:

- Grant for transportation of milk produced in the state to ports of about 25 percent that will be payable to up maximum of 20 lakhs for 3 years.
- Grant for Freight on Board of about 20 percent that will be payable to up maximum of 40 lakhs for 3 years.
- 50 percent of the unit cost subject to a maximum of ₹ 5.00 lakh per beneficiary will be permissible

Standardization incentives:

- For standardization purpose the subsidy of 50% of testing charges and fees will be provided up to maximum fees of 5 lakhs

Patent and Design Registration Provision:

- Fees up to 75% and up to maximum of 5 lakh will be payable once.

Electric Subsidies for new dairy milk units by electric department after the assessment of the permissible amount Stamp duty subsidy:

Human Resouíce Development:

- Training on clean milk and breed improvement to milk producers
- Training for MSME milk, FPOs, Milk Producer Companies professionals on technical, finance aspects of dairy etc.
- Training for professional will be provided by renowned institutes are desired by state government

Uttar Pradesh Agriculture Export Policy 2019

[As amended-2021 (First Amendment)]

6.2.1 Export based incentive provision for new processing units to be set up nearclusters.

The nodal agency will provide export incentives to the new processing unit / pack house / cold storage / ripening chamber etc. set up for processing agricultural produce produced in clusters. This incentive will be given 10 percent of the turnover of exports or Rs. 25 lakhs, whichever is less, from the year of commencement of export to 05 years. This will be payable only to new units, which will be set up near the clusters. For this, the said unit will have to export minimum 40 percent of the purchased agricultural produce in original or processed form. This incentive will be given after proving the export obligation. In this regard, the payment will be made by the nodal agency after getting approval of the incentive amount from a State Level Sanction Committee constituted under the chairmanship of Additional Chief Secretary/Principal Secretary, Agriculture Marketing and Agriculture Foreign Trade, Government of Uttar Pradesh, whose member Secretary Director, Agriculture Marketing and Agriculture Foreign Trade, UP and other members will be officer nominated by the government.

6.2.2 Incentives for private sector

Following measures shall be taken to encourage exporters to promote agriculture exports:

6.2.2.1 Additional incentives will be given for facilitating and setting up export oriented clusters and to ensure the establishment of necessary processing units in such clusters and to promote exports from these clusters:

Category	Minimum eligibility requirements	Incentives
Farmer cluster	Cluster Area 50 hectares to 100 hectares	10 lakhs on completion of cluster construction, registration and export obligation.
	More than 100 hectares and up to 150 hectares	16 lakhs on completion of cluster construction, registration and export obligation.
	More than 150 hectares and up to 200 hectares	20 lakhs on completion of cluster construction, registration and export obligation.
	More than 200 hectares and up to 250 hectares	28 lakhs on completion of cluster construction, registration and export obligation.
	More than 250 hectares and up to 300 hectares	34 lakhs on completion of cluster construction, registration and export obligation.
	More than 300 hectares and up to 350 hectares	40 lakhs on completion of cluster construction, registration and export obligation.

	As per above, if the area of the cluster increases, an increase in the amount of Rs 6 lakh will be allowed.
	Of this, 40 percent in the first year and 15 percent thereafter on export for the next 04 years.

In order to obtain additional incentives, on account of the local productivity of agricultural commodities produced by the cluster (according to the production data of the Agriculture Department / Department of Horticulture / Concerned Department), export obligation will be considered complete if a minimum of 30 percent of the total production is exported and efforts will be made to increase export volume up to 50 percent in the next 04 years.

Physical inspection and verification of the cluster will be done by the district level Cluster Facilitation Cell. Cluster formed by FPO / FPC or Farmer's Aggregate registered under the Company Act, 1956 or Uttar Pradesh Cooperative Societies Act 1965 or Societies Registration Act 1860 and the promotional incentives shall be provided to such formed institutions for promoting good agricultural practices in the such cluster.

6.2.2.2 Transport subsidy for export of agricultural produce and processed products:

Uttar Pradesh is located very far from sea coast, due to this exporters faces difficulties in competition from sea coast states. Export by air is very costly. In view of this transport subsidy (Air way/ Railway/ Road/ Sea route) shall be given to exporters.

The payment of incentive amount for transport grant on export of agricultural products and processed goods will be made by the nodal agency after getting approval of the incentive amount by a State Level Sanction committee constituted under the chairmanship of Additional Chief Secretary/Principal Secretary, Agriculture Marketing and Agriculture Foreign Trade, Government of Uttar Pradesh, whose member Secretary Director, Agricultural Marketing and Agriculture Foreign Trade, UP and other members will be officer nominated by the government.

The rates of transport subsidy (airways/railways/roads/waterways) are determined as follows:-

A) For exports by air or waterways transport subsidy of Rs.10 (Rupees ten) per kg or 25 per cent of the actual freight, whichever is less (including the transit cost of the product to the port).

B) For export by railway or road transport subsidy Rs. 05 (Rupees five) per kilogram or 25% of actual freight, whichever is less.

A maximum of Rs. 10 lakhs transport subsidy per year per exporter / firm shall be payable.

The said transport subsidy shall not be payable on meat and sugar exports.

This transport subsidy will be given after obtaining a certificate from the exporter to the effect that no such grant has been taken from any other source / department.

6.2.2.3 Exemption from mandi fee and development cess on specified agricultural produce used in agricultural exports (product / production) will be given as follows:

- 1: In case of direct purchase from Farmers, Farmer Producer Organisations(FPOs/FPCs) or Farmer Producer Aggregates formed under Society Registration Act shall be exempted from Mandi fee/ user charge & development cess.
- 2: In case of purchase through Trader/Broker Mandi fee & user charge shall be exempted but development cess shall be charged.

After proving the export obligation as per the provisions available in the Uttar Pradesh Krishi Utpadan Mandi Adhinyam, 1964, the export will be exempted from Mandi Fee / User Charges and Development Cess etc., which is generally given for 5 years. The procedure for proving export obligation will be decided by the government from time to time.

6.2.2.4 Incentive for conducting Degree/Diploma/Certificate Courses in Agriculture Exports / Post Harvest Management & Technology:

To promote and generate employment and to ensure the availability of skilled personnel's in the sphere of exports and post-harvest management in the state, additional financial support up to a maximum limit of 50 percent of annual coursefees or maximum Rs. 0.50 Lakh per student shall be provided towards the expenditure incurred on fees in the Universities/Government Institutions located in Uttar Pradesh for conducting degree/diploma/certificate courses in Agriculture exports and post-harvest management and technology. For courses of duration exceeding 15 months, Rs. one Lakh towards fees shall be given.

A lump sum grant of Rs. 50 Lakhs shall be given to a government institution of higher studies for starting such a programme.

IT and ITes Policy of Uttar Pradesh 2022

Incentives for IT/ ITeS Units

The State Government will provide multiple incentives for IT/ITeS companies who will set up their operations in Uttar Pradesh. Both new and expansion units across the state of Uttar Pradesh will be eligible to claim incentives under this policy. New units with a minimum Fixed Capital Investment (FCI) of Rs. 2 Crores shall be eligible for the following incentives:

Fiscal Incentives for New Units

Capital Subsidy

Capital subsidy would be provided at the rate of 10% on Fixed Capital Investment (FCI), subject to a maximum subsidy of Rs. 50 Crores to the eligible IT/ITeS units with a minimum capital investment of Rs. 5 Crores. The disbursement shall be done in annual installments over five years post commencement of commercial operations and each annual installment shall not exceed Rs.10 Crores.

Operating Expense Subsidy

The government through this policy shall provide subsidy towards operating expenses incurred by IT/ITeS units. All eligible units can avail reimbursement of 10% on Operating expenses which shall comprise of the following:

- i. **Lease Rentals** – Expenditure incurred towards leasing office space for establishing an IT/ITeS unit shall be reimbursed based on the actual lease rent subject to a maximum monthly rental of Rs.50 per sq ft. This shall also be available to the units running their operations in co-working spaces.
- ii. **Bandwidth Expenses** – Actual expenses incurred on bandwidth connectivity that has been paid to a licensed internet service provider.
- iii. **Data Center/Cloud Service Costs** – Actual costs incurred on availing Data Center or Cloud services, provided the service provider is based within Uttar Pradesh and holds a valid GSTIN under Uttar Pradesh Goods and Services Tax Act from which the invoice for services has been issued.
- iv. **Power Charges** – Actual power tariffs paid towards energy units consumed for running operations of the IT/ITeS unit.

The above subsidy shall be provided for a period of 5 years from commencement of commercial operations and overall amount shall remain capped at Rs. 20 crores per annum.

Rebate on Land

- i. *The Government* will provide rebate on the land purchased in Uttar Pradesh subject to the fulfilment of the criteria mentioned in this policy.
- ii. **25% reimbursement on the cost of land** shall be provided subject to a maximum rebate of Rs.50 Crores and meeting the below region-wise minimum employment c

criteria

Region	Minimum Employment
Paschimanchal (Except Taj Trapezium Zone (TTZ))	200 Employees per acre of Land
Madhyanchal	150 Employees per acre of Land
Bundelkhand/Poorvanchal/ Taj Trapezium Zone (TTZ)	100 Employees per acre of Land

Note: List of districts falling in the Bundelkhand, Poorvanchal, Madhyanchal & Paschimanchal is provided in Annexure-1.

- iii. The employment should be for a continuous period of one year.
- iv. The actual purchase price as per the registered document of the land shall be considered as the cost of land for the project (excluding Stamp duty & registration charges). In case, the land is allotted by state agencies, the actual allotment price paid shall be considered as the cost of land (excluding Stamp duty & registration charges). On purchase of private land, the cost of land will be considered as per the prevailing circle rates or actual purchase price, whichever is lower.

5.1.1 Interest Subsidy

Interest subsidy shall be provided at 7% per annum on the term loan or the actual interest paid, whichever is lower on the loans obtained from Scheduled Banks/ Financial Institutions subject to a maximum of Rs. 1 crore per annum per unit for a period of 5 years from the commencement of commercial operations.

5.1.2 Stamp Duty

100% exemption of stamp duty on purchase/lease of land/office space/ buildings for IT/ITeS use with condition of commencing operations within the time limits stipulated in Section 8.3 of this policy.

5.1.3 Grant on EPF for Employment Generation

100% reimbursement of the total EPF amount paid for IT/ITeS professionals of Uttar Pradesh domicile with employment for continuous 1 year, after commencement of commercial operations, up to Rs. 2000 per employee per month and subject to a maximum of Rs. 1 Crore per annum for 5 years for an unit. This incentive is applicable only for Women/SC/ST/Transgender/Divyangjan employees.

5.1.4 Recruitment Assistance

- i. Recruitment assistance of Rs.20,000 per employee in units located in Uttar Pradesh (excluding Gautam Buddha Nagar and Ghaziabad districts) subject to continuous employment of minimum 1 year and annual recruitment of at least 30 students in IT/ITeS sector.
- ii. This assistance is only applicable for employees recruited for their first job and who have been deployed in UP-located units for at least a period of 1 year. The employee shall be of Uttar Pradesh domicile and from an UP-based college.
- iii. This benefit can be availed for a duration of 5 years from the commencement of operations.
- iv. A mechanism shall be developed in consultation with Technical Education Department, Vocational Education and Skill Development Department for assisting IT/ITeS companies in recruiting candidates from UP-based colleges and ensuring the delivery of benefits as per this provision.

5.1.5 Incentives for Certifications

Reimbursement of the cost incurred by an IT/ITeS company operating in the state on successfully securing quality & IT related certifications such as Capability Maturity Model (CMM) level 2 upwards, ISO 27001 for security, ISO 20000 for service management terminology, COPC, eSCM certification with maximum reimbursement of 3 certifications with total limit of Rs. 25 lakhs per unit. Such similar certifications related to this sector shall be included from time to time subject to approval of Empowered Committee.

5.1.6 Patent Filing Cost

To encourage research and development, support will be provided to cover patent filing costs incurred by units located within the state. This would be reimbursement of up to 100% of actual filing costs on awarded patents, subject to a maximum of Rs.5,00,000 for domestic patents and Rs. 10,00,000 for international patents per unit.

5.1.7 Work From Home (WFH)

The units shall be eligible to claim the benefit of employment generation subsidy, EPF reimbursement and other employment linked benefits provided under this policy in respect of Uttar Pradesh based employees working from home/ such other premises located within Uttar Pradesh.

5.2 Benefits for Expansion Units

Expansion units with a minimum incremental fixed capital (which qualifies as eligible FCI towards expansion of unit) of Rs. 2 crores shall be eligible to claim the following incentives:

- 5.2.1** Eligible expansion units will be eligible to claim capital subsidy at the rate of 10% on the incremental Fixed Capital Investment (FCI), subject to a maximum subsidy of Rs. 50 Crores to the eligible IT/ITeS units.

Reimbursement of EPF and recruitment assistance shall be provided at the same rate and as per the terms and conditions mentioned above for new units. The average employee headcount during the year before expansion shall be considered as the

baseline employee headcount. The incremental headcount over and above the baseline headcount is alone considered for employment related benefits.

Incentives on a Case-to-Case Basis

5.2.2 For IT/ ITeS Mega Unit investments: Special incentives on a case-to-case basis may be granted for large IT/ ITeS projects that qualify capital investment or employment creation requirement as follows:

Location	Minimum Eligibility Requirements
Matham Buddh Nagar Ghaziabad	Investment greater than Rs.250 Crores Or Employment of more than 3000 Professionals
State of Uttar Pradesh	Investment greater than Rs.100 Crores Or Employment of more than 1000 Professionals

offered shall be in the form of capital subsidy, operating expenses reimbursement, interest subsidy, stamp duty exemption, EPF reimbursement, recruitment assistance, land cost reimbursement etc. The maximum limit of financial incentives may be relaxed on the recommendation of the Empowered Committee, subject to the approval of State Cabinet. The State shall appoint a dedicated nodal officer who would act as a single point of contact for better coordination with all relevant departments and to ensure all necessary support is made available.

Non-Fiscal Incentives

- 5.2.3** Exemption from the purview of the UP Pollution Control Act, except in case of power generation sets of capacity of more than 25 KVA for IT/ITeS Industry.
- 5.2.4** Exemption for IT/ITeS industry from inspections under the following acts and rules framed there under, barring inspections arising out of specific complaints. Under this provision, units shall be eligible for inspection only once in every 5 years.
- 5.2.5** The IT/ITeS industry are permitted to file self-certifications (may be amended from time to time), in the prescribed formats for:
- i. The Factories Act
 - ii. The Maternity Benefit Act
 - iii. The Shops & Establishments Act
 - iv. The Contract Labour (Regulations & Abolition) Act
 - v. The Payment of Wages Act
 - vi. The Minimum Wages Act
 - vii. The Employment Exchanges (Compulsory Notification of Vacancies) Act
- 5.2.6** Permission to IT/ITES companies to have 24x7 operations (to run in three shifts) and employment of women in all three shifts.
- 5.2.7** The State Government as and when necessary, may notify certain IT/ITeS units as 'essential services'/ public utility services.
- 5.2.8** Floor Area Ratio (FAR): FAR 3 and 1 (Purchasable, as per building by-laws prevalent at that time) applicable to IT/ITeS units.
- 5.2.9** The above non-fiscal incentives are applicable for both new units and expansion units