

— State Incentive

IT and BPM in Odisha

One Time Incentives

1. Land Cost Rebate

Land at subsidised rates as per the Industrial Policy 2015:

- Applicable for all industries

25% subsidy on cost of land:

- Applicable for Anchor Industrial Units, i.e. for investments by lead investors in a park or cluster which would promote and further facilitate investment in the park or cluster

Exemption from payment of premium, leviable under OLR Act.1960 (Change of land-use charges):

- 100% up to 100 acres and 50% for balance area

2. Fixed Capital Rebate

20% Capital Investment Subsidy:

- On Fixed Capital Investment with a maximum limit of INR 5 crore

Capital grant to support Quality Infrastructure in Industrial parks/clusters:

- 50% of the infrastructure cost with a ceiling of INR 10 crores per green field industrial park/cluster
- 50% of total cost with a ceiling of INR 5 crores for up gradation of brown field clusters

For MSMEs:

@ 25% subsidy:

- For Micro & Small up to INR 1 crore

@ 30% subsidy:

- For Micro & Small up to INR 1.25 crores owned by SC, ST, Differently abled, women or technical entrepreneur

Additional 5%:

- For MSMEs unit in industrially backward districts including KBK or Up to INR 10 lakhs for units engaged in recycling of E-waste, Hospital waste, Construction & demolition waste

3. Stamp Duty Exemption**100% Exemption:**

- With respect to land allotted by the Government to IDCO or Govt/IDCO to Private Industrial Estate Developers or when transfer of land/shed by Govt, IDCO and Private Industrial Estate developer to industrial units.
- On Loan agreements, credit deeds, mortgages and hypothecation deeds executed by the Industrial Units in favour of Banks or Financial Institutions

4. Other Incentives

- One-time reimbursement of Energy audit cost for MSMEs with maximum cap of INR 3 lakh
- Environmental Protection Infrastructure Subsidy of 20 Lakhs or 20% of capital cost of setting ETP for MSMEs
- 100% of the registration for Patent Registration cost up to maximum of INR 10 Lakhs
- Quality Certification: Renewal for consecutive two years i.e. for a period of 3 years @ 100% to a total maximum limit of INR 3 Lakhs
- Assistance for technical know-how: 100% of cost of purchase of technical know-how up to INR 1 Lakh in case of indigenous technology and up to INR 5 Lakhs in case of imported technology
- **Entrepreneurship Development Subsidy:** Reimbursement of 75% of course fee limited to INR 50,000 per course

For Workers' Hostel:

- Land rate at 50% of the prevailing market rates of IDCO for 1-3 acres of land, based on employment and investment with minimum investment of INR 100 crores in a forward district with employment for 100 workers and INR 50 crores in backward district with employment of 75 workers.

For MSMEs:

- **Seed Capital Assistance:** One-time grant of 10% of term loan disbursed up to INR 15 lakhs for Micro & Small unit owned by 1st generation SC, ST, Differently abled or women entrepreneur in industrially backward districts including KBK
- **Project Report Subsidy:** One-time grant of INR 50,000 or 2% of project cost, whichever lower for preparation of DPR/detailed feasibility report
- **Reimbursement of Audit Cost for Water Conservation:** One-time reimbursement of 50% of audit cost up to INR 25,000
- **Assistance for raising Capital through SME exchange:** One-time grant of 20% of expenditure in raising capital up to INR 10 lakh after successfully raising the equity
- **Trade Mark Assistance:** 50% of expenditure up to INR 25,000

Recurring Incentives

1. SGST Reimbursement

100% SGST reimbursement:

- For a period of 7 years, to a maximum of 200% of cost of plant and machinery
- For New Pioneer units for a duration of 9 years, to a maximum of 200% of cost of plant and machinery
- For Anchor units for a duration of 9 years, to a maximum of 200% of cost of plant and machinery

This provision will be notified by government soon.

Under ICT Policy:

- For a period of 5 years limited to 100% of the fixed capital investment

2. Skill Development/ Training Incentive

Reimbursement of training cost up to INR 1750 – INR 4000 per person:

- For every person newly trained or undergoing skill upgradation for a period of three years, based on employment and investment with minimum investment of INR 100 crores in a forward district with employment for 100 workers and INR 50 crores in backward district with employment of 75 workers.

50% of skill upgradation or training for local manpower:

- For MSMEs: Up to INR 3000 per person for maximum 10 persons in micro and 20 persons in Small and Medium enterprises. Additional INR 1000 per women trained

3. Interest Cost Subvention

5% per annum on term loan:

- For a period of five years, to a maximum of INR 1 crore
- For Micro & Small Enterprises with a ceiling of INR 10 lakhs and INR 20 lakhs respectively

4. Power Tariff Rebate

Reimbursement of INR 0.25 – 1.25 per unit:

- For a period of 5 years, based on employment and investment with minimum investment of INR 100 crores in a forward district with employment for 100 workers and INR 50 crores in backward district with employment of 75 workers

5. Electricity Duty Rebate

Exemption from Electricity Duty:

- 100% exemption

6. Other incentives

- **Rentals for Incubation Space:** Units (with up to 40 people) to get 60% to 80% subsidy on lease rentals (based on area) for incubation space with maximum term of 2 years
- **Lease Rentals:** Units (minimum 40 employees and 2 years of operation) to get 30% to 50% subsidy on lease rentals of built up space for a maximum term of 2 years

7. Employment Generation Incentive

@ 100% Reimbursement of Employment Cost Subsidy (ESI/ESF):

- For 3 years for displaced employees and for 5 years for disabled employees

@ 75% for male; 100% for female:

- For Micro & small units for 5 years

@ 50% for male; 100% for female:

- For Medium units for 3 years