

State Incentive

Tourism & Hospitality in Uttarakhand

One Time Incentives

1. Fixed Capital Rebate

1. Capital Subsidy - Under MSME Policy 2015 (As Amended in 2019)

- Category A: 40% (Max up to INR 40 Lakh)
- Category B, B+: 35% (Max up to INR 35 Lakh)
- Category C: 30% (Max up to INR 30 Lakh)
- Category D: 15% (Max up to INR 15 Lakh)

2. 10% or max up to INR 1.5 Cr for Hilly Districts and 10% or Max. INR 1 Cr for plain districts for (Large, Mega & Ultra Mega) under Uttarakhand Tourism Policy, 2018

3. Special Incentive Scheme for Women Entrepreneurs

- Capital Subsidy - Capital investment subsidy of 25% up to a maximum of INR 25 Lakh

**Applicable across the state for both Manufacturing and Services sector*

2. Stamp Duty Exemption

1. MSME Policy 2015 (As Amended in 2019)

- Category A, B, B+, C: 100% exemption
- Category D: 50% exemption

**Tourism project/units located in municipal areas of category C & D will not be eligible for Stamp Duty*

2. Uttarakhand Tourism Policy, 2018

- 50% exemption on Stamp duty for Large, Mega & Ultra Mega

3. Other Incentives

1. Quality Certificate Reimbursement under MSME Policy 2015 (As Amended in 2019)

- 50% (maximum INR 5 Lakh): Reimbursement of cost incurred for carrying out standardization and quality certification of products by accredited institutions at national and international level by means of ISO, ISI marking, registration of copyright, trade marking etc.

2. ETP Subsidy

- Uttarakhand Tourism Policy, 2018 - 30% up to a maximum of INR 50 Lakhs

3. Land Registration Fees under Uttarakhand Tourism Policy, 2018

- Land registration fee @INR 1/- per INR 1000/-

4. Land use conversion charges – under Uttarakhand Tourism Policy, 2018

- 10% of circle rate towards land use conversion for any land parcel

Recurring Incentives

1. SGST Reimbursement

1. SGST Concession - Under MSME Policy 2015 (As Amended in 2019)

- Category A: 100% for the first 5 years and 90% thereafter
- Category B, B+: 100% for the first 5 years and 75% thereafter

**The SGST after adjustment of ITC on sale of finished product (B2C) will be reimbursed from the date of commencement of production of the unit for 5 years*

**Only manufacturing units are eligible to avail SGST Reimbursement*

2. SGST Concession under Uttarakhand Tourism Policy, 2018

- Large: 30%
- Mega / Ultra Mega – 50%

**The SGST after adjustment of ITC on sale of finished product (B2C) will be reimbursed from the date of commencement of production of the unit for 5 years*

2. Interest Cost Subvention

1. Interest Subsidy under MSME Policy 2015 (As Amended in 2019), Per Year/ Unit (Only on term Loan)

- Category A: - 10% (Max up to INR 8 Lakh)
- Category B, B+: - 8% (Max up to INR 6 Lakh)
- Category C: - 6% (Max up to INR 4 Lakh)
- Category D: - 5% (Max up to INR 3 Lakh)

2. Interest Subsidy under Uttarakhand Tourism Policy, 2018

- Large– 7% for 5 years INR 25 Lakhs Max for per year
- Mega– 7% for 5 years INR 35 Lakhs Max for per year
- Ultra-Mega– 7% for 5 years INR 50 Lakhs Max for per year

3. Special Incentive Scheme for Women Entrepreneurs

- Interest Subsidy – 6% (Max. INR 5 Lakh per year)

3. Power Tariff Rebate

1. Power Assistance under Uttarakhand Tourism Policy, 2018

- Reimbursement of INR 1/- per unit on the electricity bill and 100% exemption for 5 years after the establishment of unit

