

Industrial Park

Gujarat Industrial Policy - 2003 Scheme for Financial Assistance to Industrial Parks

**Government of Gujarat
Industries and Mines Department
Resolution No. APN/102003/1161(7)/I
Sachivalaya, Gandhinagar
Dated 10th June 2004**

Read:

- (1)Gujarat Industrial Policy - 2003
- (2)Industries & Mines Department GR No.APN-102000-17(3)-I dated 14-11-2000.
- (3)Industries & Mines Department GR No.APN-102000-17(4)-I dated 14-11-2000.

1.0 Preamble

Gujarat Industrial Policy - 2003 has identified infrastructure development as a priority on the State Agenda. Setting up of Industrial Park is one of the important infrastructure for industries. Gujarat Industrial Development Corporation(GIDC) has played pivotal role in this regard. GIDC while continuing the development of major industrial estates also takes up infrastructure projects specific to industry. The State Government is encouraging participation of private sector for setting up small estates and specialised Industrial Parks. A separate scheme was introduced under Gujarat Industrial Policy 2000 and has been found favour. Subsequently, the State Government has also come out with a scheme to encourage private sector developers to set up Special Economic Zones and Industrial Parks. The new industrial policy emphasis to continue the financial assistance for hi-tech parks, investment parks, export parks etc. Government of Gujarat is therefore, pleased to introduce modified scheme in this regard.

2.0 The Scheme

The scheme will be known as Financial Assistance to Industrial Parks. The scheme will come into operation from the issue of this GR and will remain in force for 5 years..

3.0 Definitions

3.1 Private Institution

Any Industry association/industrial house or institution registered under Societies Act, partnership Act or the Companies Act will be treated as a private institution.

3.2 Industrial Park

Industrial Park is an estate which is developed primarily for establishment of industrial units to manufacture any product or service units and having basic infrastructure facilities like developed plot, internal roads, water distribution facilities, sewage, power

distribution, communication facilities and such other facilities/services as may be required.

The Industrial Park must have provision for the location of minimum 30 industrial/service units.

3.3 Mini Industrial Park

Mini Industrial Park is a Park having facilities as defined in 3:2. However, it must locate minimum 11 industrial units/service units.

3.4 Hi-tech Park

Hi-tech Park is an industrial park as defined in 3:2 locating industrial units for specific activities as under:

- Bio-technology
- Pharmaceuticals and clinical testing
- Information Technology

3.5 Export Park

Export Park is an industrial park as defined in 3:2 and developed specifically for promoting export oriented units as approved by Government of India under EOU scheme. In addition, the park must have specific facilities towards export promotion and export marketing.

3.6 Exporting Units

The exporting unit will have same definition as defined by Government of India under prevailing export policy.

4.0 Eligible Fixed Capital Investment

4.1 Land

The land required for industrial park and payment made towards land including registration charges.

4.2 New Building

Building constructed in the industrial park for providing specific infrastructure facilities/service facilities for the units. The actual expenditure incurred and paid for construction of building as per the norms adopted by the State Level Approval Committee will only be considered for eligibility.

4.3 Other Construction

The other construction will include facilities like boundary wall and other specific buildings as may be required for the project and approved by the State Level Approval Committee. The construction norms will be decided by the Committee.

4.4 Infrastructure Facilities

Infrastructure facilities will include cost for development of infrastructure like internal roads, power lines, communication facilities, water distribution line and water agumentation facilities, sewage and drainage lines, effluent treatment and disposal facilities and other facilities as may be required in the Industrial Park. The expenditure incurred for the infrastructure development only will be considered. The construction norms will be decided by the Committee.

5.0 Ineligible Expenses

Expenditure incurred towards good will fees, commissioning fees, royalty, pre-operative expenses, interest capitalised, transportation equipments/vehicles, technical fees/consultant fees, working capital and other expenditures as decided by the State Level Approval Committee.

6.0 Quantum of Assistance

6.1 Industrial Park

Industrial Park will be provided financial assistance at the rate of 20% of fixed capital investment in land, building and infrastructure facilities upto maximum of Rs. 100 lakhs(hundred lakhs).

6.2 Mini Industrial Park

Financial assistance at the rate of 25% of fixed capital investment upto a maximum of Rs. 50 lakhs.

6.3 Hi-tech Park

Financial assistance at the rate of 50% of fixed capital investment in land, building and infrastructure facilities upto a maximum of Rs. 250 lakhs.

6.4 Export Park

Financial assistance at the rate of 25% of the fixed capital investment in land, building and infrastructure facilities upto a maximum of Rs. 250 lakhs.

6.5 Stamp Duty

The Developer of the industrial park will be eligible for exemption on payment of stamp duty on purchase of land. However, the industrial units in the park will be required to pay stamp duty at the rate of 50% of duty.

7.0 Other Conditions

7.1 The industrial parks under the scheme are to be promoted by private sector/institution.

7.2 Priority will be accorded to industrial parks which are being set up in the land allotted by GIDC or in closed textile mills /closed industrial units.

7.3 The industrial park is required to get registration under industrial park scheme of Government of India.

7.4 The industrial park must have minimum 50% investment in infrastructure facilities excluding construction of sheds.

7.5 The minimum percentage of the area to be allocated for industrial units shall not be less than 50% of the total allocable area. Rest may be for common facilities like power, telecom, road, green belt etc.

7.6 Industrial Park is required to have minimum infrastructure facilities required for the park namely internal roads, water distribution net work, drainage treatment, effluent treatment, power distribution network, communication network and other facilities.

7.7 The Developer of Industrial Park availing incentive under the scheme will not be eligible to avail incentive under any other schemes of the State Government. However, the units coming up in the Industrial Park will be eligible to avail incentives under separate schemes of the State Government.

7.8 The incentive is for development of Industrial Park. One single unit in the park will not be eligible for incentive under the scheme.

7.9 The Mini Industrial Park which avail assistance under IID scheme of Government of India will be given priority under the scheme.

7.10 The developer/institution will be required to provide infrastructure at concessional rate to the extent of incentive received under the scheme.

7.11 The promoter institution of the Industrial Park have to manage operation of the Park for minimum five years after completion. Otherwise the incentive granted will be recovered under Land Revenue Act.

8.0 State Level Approval Committee

8.1 A Committee consisting of following members is constituted for sanction of assistance with respect to various proposals under the scheme.

Industries Commissioner - Chairman

VC&MD, GIDC - Member

Addl. Secretary/ Dy. Secretary (Industries) - Member

Secretary, FD - Member

PCIA/Addl. Commissioner of Industries - Member - Secretary

The disbursement of subsidy will be after physical verification of the investment made in Industrial Park under the project proposal.

The application under the scheme will be received by Industries Commissionerate and placed before the Committee for decision.

Any dispute/interpretation or contention under the scheme will be referred to the State Level Approval Committee and decision of which will be final and binding on the applicant.

9.0 Others

The expenditure on this account will be met from the sanctioned grant of the respective financial year under the following Budget - Head:

Demand No.49
Major Head; 2852-industries
Minor Head (8000) other expenditure
Sub Head (22)
IND (3) -Development of infrastructure facilities
Grant -in-aid (C) to others

This issues with the concerrance of Finance Department dated 28-5-2004 on this department file of even number.

By order and in the name of Governor of Gujarat

Sd/-
(R.S.Dave)
Section Officer
Industries and Mines Department