

SEZ Benefits

Incentives and facilities offered to units in the SEZ include:

- 100% Income Tax exemption on export income for SEZ units for the first 5 years, 50% for the next 5 years, thereafter and 50% of the ploughed back export profit for the next 5 years
- Duty free import/domestic procurement of goods for development
- Exemption from Central Sales Tax
- Exemption from Service Tax
- Exemption from VAT for input used exclusively in manufacturing of goods for export
- Electricity duty exemption for 10 years from the date of commencement
- Stamp Duty exemption available for lease deed executed by developer in favor of one or more co-developer or units in the area of SEZ
- Stamp duty exemption is also available on Rent deed executed in favor of unit in SEZ
- Exemption of entry tax to a unit for Capital goods
- MEIS (Merchandise Export from India Scheme) incentive/reward is available from 2% to 5% (as per category) on FOB value realized by the Exporter
- 100% Foreign Direct Investment allowed
- Single window clearance for Central & State level approvals
- External Commercial borrowing by SEZ units up to US\$500 million in a year without any maturity restriction through recognized banking channels