

Incentives / Benefits available for Industrial Units

A) Capital Subsidy:

The units are entitled to capital subsidy ranging from 15 to 30% based on nature of facility being created. The said subsidies are made available by Ministry of Food Processing Industries (MoFPI), Ministry of Agriculture, Govt. of Maharashtra, National Horticulture Board and Agricultural & Processed Food Products Export Development Authority (APEDA).

B) Financial Assistance @ 4.50% per annum

NABARD shall provide financial assistance @ 9.50% per annum to units located in the food park.

Additionally, Government of Maharashtra shall provide interest subsidy of 5.00 % to small and medium scale units located in the food park.

Thus, the effective rate of interest shall be around 4.50% per annum.

C) State Government Benefits:

1. Exemption from payment of VAT as per formula i.e:
 - A. "VAT on local sales minus ITC (Input Tax Credit) or zero whichever is more + CST payable + 65% of ITC.
 - B. The land is situated in D+ zone, where the following benefits are applicable:

	Ceiling as % of fixed capital investment		Number of years	
	MSME	LSI	MSME	LSI
Food Processing	90	60	11	8
Other Industries	80	50	10	7

Units having capital investment not exceeding Rs. 10 crores in plant and machinery are classified as MSME.

2. Exemption from stamp duty on lease/purchase of land.
3. MSMEs will be eligible for power subsidy to the tune of Rs. 1.00 (one) per unit for a period of 3 years from the date of commencing commercial production.
4. MSMEs will be eligible for 5% subsidy on capital equipment for technology upgradation subject to a maximum of Rs. 25.00 Lacs.