

Fiscal Incentives

INCENTIVES	DESCRIPTION
Interest Subsidy	To be capped at 12.5% per annum, after taking into account assistance from all sources (centrally sponsored TUF scheme, industrial policy of the State, etc.)
VAT/CST/SGST Concession	Refund for VAT/CST/SGST paid by the unit on purchases of intermediate product/raw material; VAT/CST/SGST reimbursement is available for tax collected on end product/intermediate product, upto 100% of eligible fixed capital investment in plant and machinery
Power Tariff Subsidy	₹1/unit for Spinning and Modern Ginning and ₹1.50/unit for others (including technical textiles) for 5 years
Stamp Duty	100% reimbursement on land lease for setting up Textile and Apparel Parks
Setting up common infrastructure	Upto 50% of expenditure incurred for setting up common infrastructure in Textile and Apparel Parks, upto maximum of ₹15 crore/₹30 crore for Composite Park
Investment in technology	Upto 50% financial assistance for investment in technology, limited to ₹25 lakh per process/product
Capital Subsidy	Upto ₹10 crore for standalone garmenting and apparel units