

### Note on Incentives

Industries Department, Govt. of Odisha has issued an Amendment of Industrial Policy Resolution (IPR) – 2015 on November 29, 2021, by addition of a new section - 5A on “**Special Incentives for New Age Mega Industries**”.

#### Incentives under Special Incentives for New Age Mega Industries

Summary of the incentives are given below:

Sl. No.	Section Details	Components	Details of Incentives
1.	5A.2.1.2	Stamp Duty	100% exemption in Stamp Duty.
2.	5A.2.2	Capital Subsidy	30 % of actual investment on Plant & Machinery (excluding cost of land and building), will be disbursed in a phased manner, over a period of 10 years from the date of commercial production.
3.	5A.2.3	SGST	Reimbursement of 100% of net SGST paid for period of seven (7) years from date of commercial production limited to 200% of cost of plant & machinery, in a tapered manner.
4.	5A.2.4	Energy Subsidy	I. Exemption of Electricity Duty up to a period of 7 years from date of commercial production. II. Reimbursement of power tariff of Rs 2 per unit consumed for a period of 7 years from date of commercial production.
5.	5A.2.5	Employment Cost Subsidy	100% reimbursement on employer (domicile of state) contribution towards ESI and EPF scheme for a period of 5 years from date of commercial production. For every new person recruited and trained for the unit during the period of 3 years from date of commercial production, Reimbursement upto Rs 3000 per male person, Rs 4000 per female person and Rs 5000 per person with disability.
6.	5A.2.6	Special facilitation support	Dedicated Nodal officer from Govt. who will facilitate the required clearance and aftercare services.

**Eligibility Criteria**

I. Unit should qualify in one of three criteria as mentioned in the table below:

Category	Investment Value (Rs. Cr.)	Minimum Employment (No.)
M1	>300	1000
M2	>500	750
M3	>1000	500

II. Unit should be operating in one of the New Age Sectors as mentioned in the table below:

Sl. No.	Special Sector	Specified Products
1.	Automobile and auto components	<ol style="list-style-type: none"> <li>1) Vehicle aggregates of 2 Wheelers, 3 Wheelers, passenger vehicles, commercial vehicles, tractors, and auto components</li> <li>2) Advanced Automotive Technology components of vehicles</li> <li>3) Completely Knocked Down (CKD)/Semi Knocked Down (SKD) kits</li> <li>4) Clean Energy based automobiles and components</li> <li>5) Drones and Drone Components</li> </ol>
2.	Green Energy Equipment	<ol style="list-style-type: none"> <li>1) Equipment and accessories used in solar power generation such as polysilicon, wafer-ingot, solar cells, panels, modules etc.</li> <li>2) Eco-friendly/New technology batteries, fuel cells, etc.</li> <li>3) Wind Turbines and components</li> <li>4) Nuclear power plant and components</li> <li>5) Hydropower equipment and components</li> </ol>
3.	Large Scale Electronics Manufacturing	<ol style="list-style-type: none"> <li>1) Devices including Mobile Phones, Laptops, Tablets, All in one PCs and Servers</li> <li>2) Surface Mount Technology (SMT) components</li> <li>3) Discrete semiconductor devices including transistors, diodes, resistors, capacitors, Printed Circuit Boards (PCB), PCB laminates, prepregs, photopolymer films, PCB printing inks</li> <li>4) Sensors, transducers, actuators, crystals for electronic applications, System in Package (SIP)</li> </ol>
4.	Telecommunication Equipment Manufacturing	<ol style="list-style-type: none"> <li>1) Core Transmission Equipment – Dense Wavelength Division Multiplexing, Optical Transport Network, Multi Service Provisioning Platform, Synchronous Digital Hierarchy, Packet Transport Network, Gigabit Passive Optical Networks, Digital Microwave Radio</li> <li>2) 4G/5G, Next Generation Radio Access Network and Wireless Equipment – 4G/Long Term Evolution, Radio Access Network Base Station &amp; Core Equipment, 5G RAN Base Station &amp; Core Equipment, Edge and Enterprise Equipment, Wireless Telecommunication Equipment in Access and Backhaul</li> <li>3) Access and Customer Premises Equipment (CPE), Internet of Things Access Devices and Other Wireless Equipment – Unified Communications Platforms, IP Multimedia Subsystem, Soft Switch, GPON Optical Network Terminal, Wireless Fidelity Access Point and Controller, LTE CPE, 5G, CPE, Short Range Devices and</li> </ol>

		<p>Associated Electronics in new technologies like 4G/5G/Fiber to Home (FTTH)</p> <p>4) Enterprise Equipment – Switches, Routers, Internet Protocol and Packet Switching and Routing Apparatus</p>
5.	Textile, apparel, wearable, and luggage	<p>1) Man-made fabrics and garment</p> <p>2) Technical textiles and products</p> <p>3) Wearables like footwear, undergarments, watches, eyewear etc.</p> <p>4) Luggage including suitcases, handbags etc.</p> <p>5) Sports apparel equipment</p>
6.	Pharmaceuticals and Bulk Drugs	<p>1) Biopharmaceuticals</p> <p>2) Complex Generic Drugs</p> <p>3) Patented Drugs or Drugs nearing patent expiry</p> <p>4) Cell-based or gene therapy drugs</p> <p>5) Orphan Drugs</p> <p>6) Special empty capsules like HPMC, Pullulan, enteric etc.</p> <p>7) Complex Excipients</p> <p>8) Phyto-pharmaceuticals</p> <p>9) Repurposed Drugs</p> <p>10) Auto immune drugs, anti-cancer drugs, anti-diabetic drugs, anti-infective drugs, cardiovascular drugs, psychotropic drugs and anti-retroviral drugs</p> <p>11) In-vitro diagnostic devices</p> <p>12) Drugs, APIs, Dis and KSMs as identified and targeted by the Government of India</p> <p>13) Other drugs as approved</p> <p>14) Other drugs not manufactured in India</p>
7.	White Goods and Components	<p>1) Air Conditioners, Television Sets, Refrigerators, Dryers, Washing Machines, Freezers, and components thereof</p> <p>2) LED lightings and components</p>
8.	Capital Goods	<p>1) Electrical and Industrial Machinery &amp; Equipment</p>
9.	Aerospace and Defense	<p>1) Commercial Aviation: Commercial Aircraft, helicopters, commercial unmanned aerial vehicles, business jets and personal aircraft</p> <p>2) Ground Defense: Armaments and ordnance including tactical vehicles, tanks, personnel transports and their communications and electronic systems as well as non-civilian, military high powered personal armaments</p> <p>3) Military Aircraft: Fighter aircraft, patrol aircraft, helicopters, bombers, unmanned aerial vehicles (Drones) and transporters</p> <p>4) Shipbuilding: Amphibious assault vessels, aircraft carriers, cruisers, cutters, submarines, destroyers, and transporters.</p> <p>5) Space Systems: Satellites, space launch vehicles, spacecraft and ground systems for both commercial and government markets</p>

- III. It should be a new industrial unit.
- IV. Date of commencement of commercial production should not be later than 3 years from the date of first capital investment.

For more details on the incentives, please visit:

1. [Amendment of Industrial Policy Resolution – 2015 for New Age Mega Industries](#)