

FISCAL INCENTIVES

Benefits from the Central Government:

1. MOFPI has published the EOI for a new scheme for Creation / Expansion of Food Processing & Preservation Capacities (CEFPPC). Under this scheme, a financial assistance of Rs 5 Cr (35 % of the eligible project cost in general areas) shall be provided to the approved projects. The proposals for creation / expansion / modernization of food processing & preservation unit in Mega Food Parks assisted by the MOFPI will be given preference.
2. Exemption from Income Tax for 5 Years for food industries.

Benefits from the State Government:

1. Back ended Interest Subsidy of 7.5 % on the term loan for a period of 5 years to a max of Rs 1.5 Cr
2. Capital Investment Subsidy of Rs 50 Lakhs (or 25 % of the eligible project cost)
3. For Integrated Cold Chain Project; capital subsidy is Rs 5 Cr and Interest Subsidy is Rs 4 Cr.
4. 100 % reimbursement of electricity duty paid
5. Assistance @ Rs 1 per unit in the billed amount of electricity for five years.
6. 50 % reimbursement of stamp duty paid for food processing units and 100 % for integrated cold chain projects (like Irradiation Project).