

ODISHA FOOD PROCESSING POLICY- 2022

Introduction: The department of MSME, Govt. of Odisha is running a sector specific fiscal incentive scheme for Food Processing sector to encourage growth of food processing units in the State. The scheme is effective from 30.11.2022.

Implementing Agency: The Director of Industries, Odisha along with Regional Industries Centers (RICs)/District Industries Centres (DICs) are the implementing agency.

Eligible Project- This policy is applicable in the entire state of Odisha for both new industries and existing food processing industries undertaking Expansion/ Modernization/ Diversification (E/M/D).

Eligible Enterprises: This scheme is eligible for all MSME enterprises in Food Processing Sector except those are listed as ineligible under the scheme.

Grant-in-Aid available under the Scheme:

1. Capital Investment Subsidy (CIS):

Sl. No.	Category	Quantum	Maximum Subsidy Limit
1	General Enterprise	@30% of capital investment made in plant & machinery	Up to Rs. 3.50 Cr.
2	Enterprises owned by SC, ST, persons with disabilities, women, technical entrepreneurs (degree/diploma in food technology, B.Sc. Agriculture, B.Sc. Horticulture, B.Sc. Veterinary Science or similar qualification in food processing sector)	@35% of capital investment made in plant & machinery	Up to Rs. 4.00 Cr.
3	Enterprise set up in - a) Industrially backward districts b) Designated IDCO industrial estates/ areas/ Aqua parks/ Food Parks located in Biju Expressway Highway corridor	Additional CIS 5% of capital investment in plant & machinery	Up to Rs. 50 lakhs over and above the specified limit in Sl. No. 1 & 2
4	Anchor Industry	@30% of capital investment made in plant & machinery	Up to Rs. 5.00 crores

5	Enterprises with Captive solar power plant	Additional CIS @25% of the cost of setting up Captive solar power plant,	Up to Rs. 25 lakhs over and above limit in Sl. No. 1, 2 and 4
6	Assistance for Reefer Vehicles	@35% of the cost of standalone new reefer vehicles/ mobile pre-cooling vans	Up to a maximum of Rs. 25 lakhs

Note - For SC, ST, persons with disabilities, Women, Technical entrepreneur their stake in shareholding shall be 51% or more individually or jointly on the date of CCP.

2. Assistance for setting up Mega Food Park / Sea Food Park /State Food Park:

Financial assistance up to 20% of the project cost (excluding cost of land) subject to limit of Rs. 15 Crore will be provided to Special Purpose Vehicle (SPV).

3. Other Assistance:

- Assistance for creation of infrastructure facilities for running Degree/ Diploma/ Certificate courses in Food Processing Technology - One-time grant @ 50% of the cost up to Rs.1 crore
- Assistance for conducting ESDP - up to Rs.3 Lakh per ESDP (of 25 to 30 trainees)
- Assistance for various other Promotional Activities.

LIST OF INELIGIBLE ENTERPRISES/INDUSTRIES

Enterprises ineligible for fiscal incentives specified under this Policy

Sl No.	Manufacturing Sector	Limit of Investment in Plant & Machinery
1	Hullers and Rice mills	< Rs. 10 Crore
2	Flour mills, Pulse mills, Besan mills	< Rs. 1 Crore
3	Edible / Non-Edible Vegetable Oil Mills with Expeller	< Rs. 10 Lakh
4	Solvent Extraction Plant	< Rs. 50 Lakh
5	Refining of Oil	< Rs. 5 Crore
6	Confectionary Unit – 1) Industrially backward districts 2) Other area	< Rs. 10 Lakh < Rs. 1 Crore
7	Bakeries & preparation of sweets and savouries etc. excluding units using mechanised process in – 1) Industrially backward districts 2) Other districts	<=Rs. 20 Lakh <=Rs. 50 Lakh
8	Package Drinking Water	< Rs. 1 Crore
9	Soft & Carbonated Drinks (except units manufacturing fruit pulp and/or juice out of it)	< Rs. 1 Crore

10) Edible / Non-Edible Vegetable Oil Mills having;

a) Hydrogenation of Oil.

b) Repacking of oil with Filtering, Colouring and Deodorizing

11) Mixture, Bhujia and Chanachur preparation units

12) Manufacture of Ice candy.

13) Manufacture and processing of betel nuts.

14) Hatcheries, Piggeries, Rabbit or Broiler farming

15) Units for cutting raw tobacco and sprinkling jiggery for chewing purposes and Gudakhu manufacturing units.

16) Bottling units or any activity in respect of IMFL (Indian Made Foreign Liquor) or liquor of any kind.

17) Re-packaging Units/ Pre-processing of oil seeds: decorticating, parching and frying.

Note: List indicated above may be modified by the Government from time to time.