

Jharkhand Food and Feed Processing Industry Policy 2024

The Department of Industry, Govt. of Jharkhand has announced this sector specific scheme to attract new investment in the state, promote technical up gradation, capacity enhancement and enhancing farmers' income by providing them with adequate forward linkages.

The policy is effective from 18th March 2024 and shall remain valid for a period of 5 (five) years.

Nodal Agency

Department of Industries, Government of Jharkhand is the nodal agency for implementation of this policy in the State.

Eligible Sectors

- i) Processing Units,
- ii) Cold Chain, Value Addition and Preservation Infrastructure Components,
- iii) Primary Processing Centres/ Collections Centres,
- iv) Large/Mega/Ultra-Mega Projects in Processing,
- v) Animal Feed Processing Units

Eligibility

- a) New units as well as units which are undergoing modernisation, expansion and diversification will be considered for incentives under the policy.
- b) The Industrial Units which are getting benefit under this policy will not be eligible for any other financial incentives or benefits under any other schemes or policies of the Govt. of Jharkhand.
- c) The units availing the Comprehensive Project Investment Subsidy (CPIS) incentive or General Incentives must be in operation at least for five years.
- d) All units must obtain the Certification of Date of Commercial Production (DoP) for availing benefits under this policy.

Sector Specific Incentives

Sector	Incentive Component	General Areas	Integrated Tribal Development Project Areas
Processing Units	Comprehensive Project Investment Subsidy (CPIS)	35% of approved project cost subject to a max. of Rs. 15 crores.	45% of approved project cost subject to a max. of Rs. 20 crores.
	Interest Subsidy	5% on Term Loan for a period of 5 years subject to a max. of Rs. 2 crores	6% on Term Loan for a period of 5 years subject to a max. of Rs. 3 crores

Cold Chain, Value Addition and Preservation Infrastructure Components	Comprehensive Project Investment Subsidy (CPIS)	35% of approved project cost subject to a max. of Rs. 10 crores	45% of approved project cost subject to a max. of Rs. 15 crores
	Interest Subsidy	5% on Term Loan for a period of 5 years subject to a max. of Rs. 2 crores.	6% on Term Loan for a period of 5 years subject to a max. of Rs. 3 crores
Primary Processing Centres (PPC)/ Collection Centres (CC)	Comprehensive Project Investment Subsidy (CPIS)	50% of approved project cost subject to a maximum of Rs. 5 crores	75% of approved project cost subject to a maximum of Rs. 5 crores

Note –

i) Approved project means – Project Cost appraised/certified by bank/financial institutions or Chartered Accountant (in case of self-finance).

ii) SC/ST/Women/Differently abled Entrepreneurs (only residents of Jharkhand) will avail 5% additional benefit under CPIS i.e., over and above the maximum limit of admissible subsidy of CPIS as mentioned above for both the areas.

iii) CPIS shall be disbursed by the department in two instalments of 50 percent each in first and third year respectively, after commercial production of the unit.

General Incentives

Stamp Duty and Registration fee - 100% reimbursement for land directly purchased as per the provisions of law from the raiyats/acquired through consent award.

Patent Registration - 50% of the expenditure incurred, up to a maximum of Rs. 5 Lakhs per patent for national patent and Rs 10 Lakhs per patent for international patent.

Quality Certification – 100% of the expenditure incurred up to maximum of Rs. 20.00 lakh for obtaining quality certification from B.I.S. and other internationally recognised institutions.

Reimbursement of ZED Certification Cost - 20% for micro units; 30% for small units & 25% of medium units.

Mandi Fee Reimbursement - APMC/Mandi tax shall be reimbursed @ 100% to food processing units.

Transport Subsidy – The subsidy will be reimbursed against Bill of Lading (BOL) up to Rs. 20 Lakhs during a financial year for an exporter.

Market Development Assistance - MSME Exporters & Women Exporter can avail Stall charges & Airfare reimbursement @75% / 90% for participating in Foreign Exhibition/Trade Fairs.

Support for ‘One District One Product’ (ODOP) Programme - 5% additional Comprehensive Project Investment Subsidy (CPIS) in addition to what is already available in the scheme subject to the same maximum monetary limits.

List of items/ food processing activities not eligible under the scheme:

- i. Poultry/Pig/Goat farming or any other rearing activity of animals
- ii. Trading and selling of fresh Fish/meat/chicken/pork etc.,
- iii. Trading and selling of fruits and vegetables, unprocessed Minor Forest Product
- v. Unprocessed or loose Milk & milk products (loose selling of curd/paneer etc.)
- vi. Loose selling, trading and repacking of oil
- vii. Packaged Drinking/Mineral Water.
- viii. Trading and selling of unprocessed Millets/Cereals/Spices etc.
- ix. Bee Keeping/Loose selling of Honey
- x. Repacking of manufactures products
- xi. Canteen, grocery, hotel, tiffin services, restaurants or any other food services enterprises
- xii. Alcoholic Beverages

For any clarification/doubt please refer to the notified government guidelines.