

Jharkhand MSME Promotion Policy- 2023

The Department of Industry, Govt. of Jharkhand has announced this scheme with the aim to boost the growth of MSMEs in the state and make the sector globally competitive.

The policy is effective from 4th December 2023 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.

Eligibility

- All new and existing MSMEs will be eligible for incentives under this policy.
- All units must obtain the Certification of Date of Commercial Production (DoP) for availing benefits under this policy.
- Only those enterprises that complete and make their projects operational during the operative period of this policy shall be eligible under this policy.

Comprehensive Project Investment Subsidy (CPIS)

Type of Unit	Maximum Limit	Maximum Admissible Subsidy
Micro	40% of FCI	Rs. 15.00 Cr.
Small	35% of FCI	
Medium	30% of FCI	

Note:

- SC/ST/Women/Differently abled Entrepreneurs will avail 5% additional benefit under CPIS.
- Subsidy will be disbursed in two instalments, 50% in first year and balance 50% in third year.

Interest Subsidy

New MSME units shall be entitled to interest subsidy @5% per annum for 5 years from the date of Commercial Production subject to total maximum limit of:

- Rs. 25 Lakhs for Micro Enterprises
- Rs. 1 Crore for Small Enterprises
- Rs. 2 Crore for Medium Enterprises

Note:

- Subsidy shall be applicable on total loan availed from public financial institutions / Banks.
- The guarantee fee charged under the CGTMSE scheme to MSEs will be reimbursed to the enterprises.

Electricity Duty

100% reimbursement of electricity duty for 5 years from the date of commencement of commercial production.

Stamp Duty and Registration Fee

100% reimbursement of stamp duty and registration fee.

Note: Lessee of JIADA land awarded at concessional lease rate / industrial parks will not be eligible for this benefits.

Quality Certification

100% of the expenditure incurred up to maximum of Rs. 25.00 lakh for obtaining quality certification from B.I.S. and other internationally recognised institutions.

Patent Registration

50% of the expenditure incurred, up to a maximum of INR 25 lakh, per patent.

Export Development Assistance (EDA)

In order to encourage MSMEs for participation in approved International Trade Fairs at National, International, State Level, Buyer-Seller meet organized by ITPO/EPCs/Commodity Boards etc. both in National and International level.

Scheme	Eligibility	Details
Foreign Exhibition/ Trade Fairs	MSME Exporters registered with concerned DIC/ JIAD	75% of Stall charges paid up to max. of Rs. 4,00,000/- for one fair/ exhibition. Air fare 75% for economy class, max. up to Rs. 50,000 per Two person per unit per annum.

Market Research Fund

A market research fund will be setup to activate a mechanism for providing live and timely market information on products and markets to SME exporters.

Green Production & Management

Reimbursement up to 75% of the cost, subject to a limit of Rs. 3 lakhs, of Energy and Water Audit conducted in the units by any Government empanelled or Government approved agency.

Trademark Registration Assistance

Reimbursement of 100% of expenditure incurred subject to a maximum limit of Rs. 3 lakhs.

Raising capital through SME Exchange

New Enterprises shall be provided one-time financial assistance of 20% of expenditure incurred for raising of capital through SME Exchange subject to a maximum of Rs. 10 lakh

Effluent Treatment Plant

Reimbursement of 50% of expenditure for setting up of ETP subject to a maximum of Rs. 25 lakhs.

Technology support subsidy

Financial assistance of 75% for implementing ERP solutions and ICT solutions subject to maximum limit of Rs. 1 lakh and Rs. 5 lakhs respectively.

Green measures subsidy

Reimbursement of 50% of expenditure incurred in consultancy charges, for obtaining green rating for industrial buildings from Indian Green Building Council (IGBC) subject to a maximum of Rs. 4 lakhs.

List of industries/activities ineligible for Fiscal Incentives

1. Saw mills and wood sawing
2. Drilling Rigs, Bore Well, Tube Well Establishing Units, Concrete Mixing Plants, Road Metal Mixer, Readymade Concrete Mixture and similar facilities mobile in nature
3. Units Connected with Cutting of Raw Tobacco and Gul Related Products and Guraku
4. Stenciling Units / Processing of Stencil Papers
5. Tailoring (Except Readymade Garment Manufacturing Units), Beauty Parlours
6. Laundry/Dry Cleaning
7. Photography, Studio Labs, Video Parlours, colour film laboratories Watch Repairing etc.
8. Petrol Pumps, Goods and passenger carriers
9. Guest Houses / Restaurants
10. Narcotic Drugs, Tobacco barons/ Beedi / Cigarette and other tobacco based products
11. Tyre re-treading, Mines and Mining Activity including development of Mines etc.
12. Hard/ Soft Coke units, Any petroleum product storages
13. Vehicle or any consumer product show rooms, service / repairing centre or sales centre
14. Brick making units except refractory bricks making, bricks making with use of fly ash / red mud or similar other industrial waste.
15. Banned items by State or Govt. of India from time to time will also come under this list

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