Message of the Chief Minister

Uttar Pradesh, with its inherent strengths, present demographics and future growth potential is an attractive investment destination. The recently launched policies not only provide an enabling ecosystem for businesses to prosper, but also enables them to be competitive in the market by providing attractive fiscal incentives. The policies are future oriented and also aim to foster the goal of inclusive, sustainable and balanced development.

We have simplified various processes to do business in the state and developed one of the best single window clearance mechanisms in the country. We are committed to provide timely clearances to business in the state and offer a safe and secure industrial environment.

I hope that you will take maximum benefit of our policies and be a part of UP’s journey of powering new India.

Highlights of Industrial Investment and Employment Promotion Policy of Uttar Pradesh 2017

Fiscal Incentives

- **Stamp Duty**: 100% in Bundelkhand & Poorvanchal, 75% in Madhyanchal & Paschimanchal (except Gautambuddhnagar & Ghaziabad districts) and 50% in Gautambuddh Nagar & Ghaziabad districts.
- **EPF reimbursement**: Facility to the extent of 50% of employer's contribution to the units providing direct employment to 100 or more unskilled workers.
- **SGST Reimbursement**: Net SGST reimbursement as following conditions and criteria-
  - 90% for Small Industries for 5 years
  - 60% for Medium Industries for 5 years
  - 60% for large Industries other than Mega Industries for 5 years
  - 70% for Mega category Industries for 10 years.
- **Capital Interest Subsidy** - 5% per annum for 5 years
- **Infrastructure Interest Subsidy** - 5% per annum for 5 years
- **Industrial Quality Development** - 5% per annum for 5 years
- **Electricity Duty** – 100% exemption to all new industrial units set up in the state for 10 years.
- **Electricity Duty** -100%, exemption to all new industrial units producing electricity from captive power plants for self-use for 10 years.
- **Mandi fee**- 100% exemption to all new food processing units on purchase of raw material for 5 years.
- **Incentivising employment generation** - Units generating minimum employment of 200 direct workers including skilled and unskilled will be provided 10% additional EPF reimbursement facility on employer’s contribution.

Incentives for private sector industrial parks/ estates
• The Government will provide following incentives to industrial parks/ estates of more than 100 acres in Bundelkhand & Poorvanchal; 150 acres in Madhyanchal; and more than 50 acres in case of Agro Parks in Bundelkhand, Poorvanchal and Madhyanchal developed by private sector –
  • Interest Subsidy reimbursement for industrial parks/ estates and Agro Parks developed by private sector
    • 50% of annual interest on the loan taken to buy land for 7 years
    • 60% of annual interest on the loan taken for building infrastructure for 7 years
    • 60% of annual interest on the loan taken for building Hostel/Dormitory Housing for workers for 7 years

100% exemption/ reimbursement to developer and 50% exemption to individual buyers (first) on stamp duty

Promoting Mega Investments

Projects in the mega categories (mega, mega plus and super mega) will be processed on a case to case basis for finalising the incentive structure.

<table>
<thead>
<tr>
<th>Category</th>
<th>Minimum eligibility requirements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Paschimanchal</td>
</tr>
<tr>
<td></td>
<td>Madhyanchal</td>
</tr>
<tr>
<td></td>
<td>Bundelkhand, &amp; Poorvanchal</td>
</tr>
<tr>
<td>Mega</td>
<td>Capital investment of more than Rs.200 crore but less than Rs.500 crore</td>
</tr>
<tr>
<td></td>
<td>or</td>
</tr>
<tr>
<td></td>
<td>Providing employment to more than 1000 workers</td>
</tr>
<tr>
<td></td>
<td>Capital investment of more than Rs.150 crore but less than Rs.300 crore</td>
</tr>
<tr>
<td></td>
<td>or</td>
</tr>
<tr>
<td></td>
<td>Providing employment to more than 750 workers</td>
</tr>
<tr>
<td></td>
<td>Capital investment of more than Rs.100 crores but less than Rs.250 crores</td>
</tr>
<tr>
<td></td>
<td>or</td>
</tr>
<tr>
<td></td>
<td>Providing employment to more than 500 workers</td>
</tr>
<tr>
<td>Mega Plus</td>
<td>Capital investment of more than Rs.500 Crores but less than Rs.1,000 crore</td>
</tr>
<tr>
<td></td>
<td>or</td>
</tr>
<tr>
<td></td>
<td>Providing employment to more than 2000 workers</td>
</tr>
<tr>
<td></td>
<td>Capital investment of more than Rs.300 Crores but less than Rs.750 crore</td>
</tr>
<tr>
<td></td>
<td>or</td>
</tr>
<tr>
<td></td>
<td>Providing employment to more than 1500 workers</td>
</tr>
<tr>
<td></td>
<td>Capital investment of more than Rs.250 crore but less than Rs.500 crore</td>
</tr>
<tr>
<td></td>
<td>or</td>
</tr>
<tr>
<td></td>
<td>Providing employment to more than 1000 workers</td>
</tr>
</tbody>
</table>
Promoting SC/ ST/ Women and Differently Abled entrepreneurs –

- 20% exemption from stamp duty, 2.5% reimbursement each in the form of capital interest and Infrastructure interest subsidy and 10% EPF reimbursement
- Additional incentives in the form of 10% reimbursement of net VAT/CST/ amount deposited in State’s account vis-a-vis share of the state under GST in each of the following cases-
  - Industrial units employing minimum 25% workers from BPL families
  - Industrial units employing minimum 40% female workers
  - Industrial units employing minimum 25% workers belonging to SC/ST category

Industrial units providing employment to differently abled workers will be provided payroll assistance of Rs. 500 per month for each such worker.

Highlights of UP Food Processing Industry Policy, 2017

- **Grants-in-aid** - 25% of cost of plant & machinery and technical civil works subject to maximum limit of INR 50 lakh for establishment/expansion/modernization of food processing industries.
- **Additional Grants-in-aid** - 10% of cost of plant & machinery and technical civil works for establishment/expansion/modernization of fruits & vegetable processing industries under the SAMPADA GOI Scheme.
- **Additional Grants-in-aid** - 10% of eligible cost of project as per the GOI Guidelines for mega food park scheme with a minimum investment of Rs. 50 crore under the SAMPADA GOI Scheme.
- **Capital Interest rate subsidy** - 100% for 5 years for establishment of Micro and Small Food Processing Industries.
- **7% with limit** of Rs. 50 lakh in a year for 5 years for establishment of other than micro and small Food Processing Industries.
- **7% on purchase of vehicle/mobile cooling van up to Rs. 50 lakh for 5 years.**
- **Human Resource Development grant:** INR 75 lakh per institute for creation of infrastructure facilities.
- **Grants-in-aid** - 50% of cost of eligible project subject to maximum limit of INR 1 lakh for establishment of small food processing unit in rural areas.
- **Patent/ Design Registration** One time 75% reimbursement max. up to Rs.1.50 lakh for patent/design registration.
• Assistance for Market development: 50% reimbursement up to Rs. 2.00 lakh per beneficiary.

• For promotion of export of processed products, 25% of the actual transportation cost of the product up to the sea/airport subject to a maximum of Rs. 10 lakhs per year for a period of three years.

• 20% reimbursement of F.O.B. value up to Rs. 20 lakh per beneficiary per year for 3 years on export of processed products.

**Highlights of the Handloom, Power-loom, Silk, Textile and Garmenting Policy 2017**

- **Land**
  - 50% of land cost will be reimbursed for land bought from State Government agencies
  - 30% subsidy in case of Gautam Budh Nagar

**Incentives for Textile Units**

- **Stamp Duty**: 100% exemption (except in GB Nagar district), 75% exemption in GB Nagar district, 100% exemption to Sericulture chaaki, koya production, threading units, 100% exemption on land purchased for the development of infrastructure facilities

- **SGST**: Net SGST reimbursement subject to an annual upper limit of 25% of fixed capital investment (Land, Building, other Construction and Plant & Machinery for period of 10 years
  - 90% for MSME textile units
  - 80% for Mega and Super-Mega
  - Non-MSME units
    - 90% in Poorvanchal and Bundelkhand
    - 75% in Madhyanchal and Pashchimanchal
    - 60% in GB Nagar district

- **Energy**: 100% exemption from electricity duty will be given to new units for 10 years

- **Mandi fees**: Purchase of raw materials will be exempted from Mandi Fee for a period of 5 years

- **Interest Subsidy**: 7% on loan taken for procurement of TUFS eligible plant & machinery for period of 7 years subject limit of INR 1.5 Cr per year and INR 75 lakh in GB nagar district

- **Infrastructure Interest Subsidy**: 5% on loans taken for developing infrastructural amenities for period of 5 years subject to cap of INR1.00 Cr per unit

- **Quality Development Subsidy**: 5%, on loans taken for research, quality improvement and development of textile products by textile industry associations and groups of textile industrial units for a period of 5 years

- **Capital Subsidy**: 25% subsidy for plant and machinery subject to following limit and conditions:

<table>
<thead>
<tr>
<th>Project Investment (INR. Cr)</th>
<th>OR Minimum Employment</th>
<th>Subsidy cap (INR Crores)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Less than or equal to 10</td>
<td>50</td>
<td>2</td>
</tr>
<tr>
<td>Greater than 10 and Less than or equal to 50</td>
<td>200</td>
<td>10</td>
</tr>
<tr>
<td>&gt;50 but &lt;=100</td>
<td>300</td>
<td>20</td>
</tr>
<tr>
<td>Greater than 50 and Less than or equal to 100</td>
<td></td>
<td></td>
</tr>
<tr>
<td>&gt;100 but &lt;=200</td>
<td>500</td>
<td>40</td>
</tr>
<tr>
<td>Greater than 100 and Less than or equal to 200</td>
<td>1000</td>
<td>100</td>
</tr>
<tr>
<td>Greater than 200</td>
<td>1000</td>
<td></td>
</tr>
</tbody>
</table>

- 20% for silk reeling units with capital investment of minimum INR 1 Cr
- 15% margin money as capital subsidy for units for rearing of chaaki worm, koya production, reeling and spinning in sericulture sector, for SC/ST and women his subsidy will be 20%

**EPF reimbursement**
- 50% for 5 years for new textile units which provide employment to minimum 100 workers
- 60% for 5 years for units which provide employment to minimum 100 workers

**Special Incentives for Textile Parks**
- 50% of annual interest on purchase of land for 7 years subject to maximum limit of INR 1 Cr per annum with cumulative limit of INR 50 Cr
- 100% exemption on stamp duty to developers of textile park (except in GB Nagar district)
- 50% exemption on stamp duty to first buyer of plot/unit in every park
- 60% subsidy on annual interest for 7 years for construction of staff-quarters, hostel/dormitory
- 100% exemption from stamp duty to developers of staff quarters/hostels/dormitories for purchase of land (except in GB Nagar district)

**MEGA AND SUPER-MEGA TEXTILE PROJECTS**

<table>
<thead>
<tr>
<th>Type of unit</th>
<th>Criterion</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>In Bundelkhand &amp; Poorvanchal</td>
</tr>
<tr>
<td>Mega Units</td>
<td>Investment: Rs50 to 75 crores Or Employment: Minimum 500 (Minimum 1,000 for garmenting units)</td>
</tr>
<tr>
<td>Super Mega Units</td>
<td>Investment: More than Rs75 crores Or Employment: Minimum 750 (Minimum 1,500 for garmenting units)</td>
</tr>
</tbody>
</table>

**Employment Generation subsidy**
- INR 3,200 per employed person per month for 5 years in all districts except Gautam Budh Nagar and Ghaziabad

**Case-to-Case Basis:** Financial caps as per the policy may be relaxed on Case –to Case basis
**Highlights of the Uttar Pradesh Tourism Policy, 2016**

- **Capital Subsidy**
  - 15% or INR 7.5 Crore whichever is less for all projects where bank loan is more than INR 5 Crore and up to INR 50 Crore
  - 15% or INR 10 Crore whichever is less for projects coming up in Bundelkhand, & Buddhist Circuits where bank loan is more than INR 5 Crore and up to INR 50 Crore

- **Interest Subsidy**
  - 5% for first 3 years – for bank loans up to INR 2 Crore
  - 3% for first 3 years – For bank loans more than INR 2 Crore and less than INR 5 Crore

- **Stamp Duty**
  - 100% stamp duty for land transfer charges of Heritage hotels will be reimbursed by the Tourism Department
  - 50% stamp duty for land transfer charges of other tourism units will be reimbursed by the Tourism Department after start of operations

- **Conversion and Development charges**
  - Land use conversion and development charges shall be waived off for all new tourism units

**Highlights of the Film Policy, 2015**

- 50% subsidy of the total cost for Awadhi, Braj, Bundeli and Bhojpuri films and maximum of 25% of the total cost for Hindi films.
- Subsidy of INR 1 Cr for films which have been shot for at least a half of its total shooting days in Uttar Pradesh
- The films for which two-third of its total shooting days are in Uttar Pradesh is entitled for a subsidy up to a maximum limit of INR 2 Cr

- Once, a film producer avails the amount of subsidy on the basis of making a film in the state under the Film Policy, following subsidies will be avialble for the film maker’s subsequent films:

<table>
<thead>
<tr>
<th>Movie details</th>
<th>The state’s position in the film shooting</th>
<th>The maximum amount of grant</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>The second film in the state</strong></td>
<td>Half of the shooting duration of the film in the state</td>
<td>INR 1,25,00,000</td>
</tr>
<tr>
<td></td>
<td>Two-third of the shooting duration of the film in the state</td>
<td>INR 2,25,00,000</td>
</tr>
<tr>
<td><strong>The third film in the state</strong></td>
<td>Half of the shooting duration of the film in the state</td>
<td>INR 1,50,00,000</td>
</tr>
</tbody>
</table>
The grant for the films produced in the state by National/ International Award winning Producers/ Directors of films who have received grant previously under the film policy, will be eligible for the following:-

<table>
<thead>
<tr>
<th>Movie Details</th>
<th>The state’s position in the film shooting</th>
<th>The maximum amount of grant</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>The fourth film in the state</strong></td>
<td>Half of the shooting duration of the film in the state</td>
<td>INR 1,75,00,000</td>
</tr>
<tr>
<td></td>
<td>Two-third of the shooting duration of the film in the state</td>
<td>INR 2,75,00,000</td>
</tr>
<tr>
<td><strong>Fifth or more film in the state</strong></td>
<td>Half of the shooting duration of the film in the state</td>
<td>INR 2,00,00,000</td>
</tr>
<tr>
<td></td>
<td>Two-third of the shooting duration of the film in the state</td>
<td>INR 3,00,00,000</td>
</tr>
</tbody>
</table>
• Additional subsidy of up to a maximum of INR 50,00,000 will be provided in case all the artists hail from UP.
• If any film producer, shoots and processes the film in the state, 50% of the processing cost or INR 50,00,000, whichever is less, will be sanctioned as additional subsidy for the film.
• If any Investor establishes a film training institute in any major city (excluding Noida/ Greater Noida), 50% of its cost or a maximum of INR 50 lakh, whichever is less, will be provided
• If any film producer shoots or produces a film on the tourism sites, cultural theme/ heritage of the state, an amount of INR 50 lakh will be provided.

**Highlights of UP Electronics Manufacturing Policy, 2017**

- **Capital subsidy**- 15% on fixed capital other than land subject to max. of INR 5 Cr.
- **Interest subsidy**- 5% per annum for 7 years subject to a max. of Rs. 1 Cr. per annum per unit
- **Stamp Duty**- 100% exemption of stamp duty on purchase/lease of land
- **Incentives for filing patents**- Reimbursement of up to 100% of actual filing costs on awarded patents subject to a maximum of INR 5,00,000 for Domestic and INR 10,00,000 for International patents
- **State GST Reimbursement**- 100% SGST Reimbursement subject to a maximum of 100% of fixed capital investment other than land for 10 years
- **Provision of land** - 25% Land Rebate on prevailing sector rates shall be provided either to EMC SPV / ESDM Parks and individual ESDM units establishing inside EMZ on purchase of Land from State Agencies

**Case to Case Basis:** For ESDM units with investment of more than INR 200 Cr. This can be availed under either of the options:

**Option 1:**
- ESDM units with investment of more than INR 200 Crores and up to the limit of INR 300 Crores and create employment opportunities for minimum 1000 people shall be given special incentives
- ESDM units with investment of more than INR 300 Crores and create employment opportunities for minimum 1500 people shall be given special incentives, apart from the existing provisions of the policy

**Option 2:**
- ESDM unit with investment of more than INR 200 Crores and create employment opportunities for minimum 1000 people shall be given 80% Reimbursement on SGST subject to a maximum of 200% of fixed capital investment other than land a period of 10 years.
- **EMC Infrastructure Facilities:** A subsidy equivalent to 50% of the grant provided by the Central Government under National Policy on Electronics, 2012 in terms of the cost incurred in developing infrastructural facilities
Other benefits -:

- Reimbursement of up to 5% of Fixed Capital Investment (other than land) for ESDM units on.
  subject to max. of INR 25 Cr. per unit,
- 50% of cost incurred on Training subject to max. of INR 2.5 Lac per employee for International
  Training and INR 1 Lac per employee
- Incentives applicable for ESDM Units with investment more than INR 300 Cr.

Special Incentive to private ESDM parks

- Interest subsidy up to 60% of annual interest for 7 years on the loan subject to Rs. 10 crore per
  year with an overall ceiling of Rs. 50 crore per park

Highlights of IT and Start-Up Policy, 2017

- **Interest Subsidy - 5% per annum** for a period of 7 years shall be reimbursed subject to a
  maximum of INR 1 crore per annum per unit
- **Stamp Duty - 100% exemption of stamp** duty on with condition of commencing operations
  within 3 years
- **Electricity Duty - 100% reimbursement** for new IT/ITeS units for a period of 10 years
- **Incentives for Certifications** - Reimbursement of the cost incurred by an IT/ITeS Company
  with maximum reimbursement of 3 certifications with total limit of INR 25 lakhs per unit.
- **EPF Reimbursement - 100% reimbursement of the total EPF amount paid for IT/ITeS**
  Professionals of Uttar Pradesh domicile with employment for continuous 1 year
- **Recruitment Assistance** – INR 20,000 per employee of a unit located in Tier-II and Tier-III
  cities subject to continuous employment of min 6 months and annual recruitment of at least
  50 students in the field of IT-BPM, recruited from UP based colleges.

- **Patent Filing Cost** - Reimbursement of up to 100% of actual filing costs on awarded patents,
  subject to a max of INR 500,000 for domestic patents and INR 10,00,000 for international
  patents
- **Provision for Land** - Reimbursement of up to 25% of the cost of land on purchase of land
  from state agencies @INR 15,000 per employee, providing employment to minimum 200
  people per acre of land.
- **Incentives on Case to Case Basis** - Incentives are offered on Case to Case basis for Mega
  Projects.

Additional Incentives to MSME IT/ITeS units

- **Rebate on Lease/Rental Space** - 25% of lease /rental charges with max limit of INR 10 lakhs
  per year, for a period of 3 years
- **Power subsidy** - 25% subsidy on power bills for a period of 3 years from the date of
  commencement, subject to a maximum limit of INR 30 lakhs
- **Special Incentives for Bundelkhand/ Poorvanchal Region**
- **Rebate on Lease/Rental Space** - Reimbursement up to 50% of lease/rental charges with max limit of INR 20 lakhs per year, for a period of 3 years from date of commencement of operations
- **Power subsidy** - 50% subsidy on power bills for a period of 3 years from the date of commencement of commercial operations, subject to a maximum limit of INR 50 lakhs
- **India BPO Promotion Scheme** - State Government shall provide capital support equivalent to 50% of capital expenditure incurred on every seat under India BPO Promotion

**Incentives for promoting Start-ups**
The Uttar Pradesh Start-up Policy gives thrust to “START IN UP”, to nurture startup culture using INFUSE model (INcubators – FUnd of Funds – Startup Entrepreneurs)

**Incentives for Incubators:**
- **Capital Grant**: 75% reimbursement of technology infrastructure in case of Government Host Institutes and 50% in case of other Host Institutes, subject to a maximum limit of INR 1 crore.
- **Operational Expenditure**: Support of INR 5 Lakhs per year for 5 years
- **Rebate on Lease/ Rental Space**: Reimbursement up to 25% with maximum limit of INR 10 lakhs per year, for a period of 5 years
- **Reimbursement of paid Stamp Duty and Registration Fee**: 100% reimbursement on sale/lease/transfer of land and office space for the first transaction
- **Electricity Duty Reimbursement**: 100% reimbursement for a period of 5 years
- **Mentorship Assistance**: INR 2 Lakhs per mentor shall be given to Mentors
- **Incentives for Centers of Excellence**: Financial support in the form of Grant-in-aid upto INR 10 crore for a maximum period of 5 years.

**Fund of Funds** - INR 1000 Crore UP Start-up fund for financing start-ups in Uttar Pradesh.

**Incentives for Start-ups & Entrepreneurs**
- **At Idea Stage**: Sustenance allowance of INR 15,000 per month for a period of 1 year
- **At Pilot stage**: Marketing/commercialization assistance of upto INR 10 Lakhs to launch their prototype
- **Patent Filing Cost**: Subsidy for obtaining patents subject to a limit of INR 2 lakh per Indian patent awarded and INR 10 lakh per Foreign awarded patents

### Highlights of Uttar Pradesh Solar Energy Policy, 2017
Renewable Purchase Obligation- UPPCL through its discoms will purchase 100% solar power generated from first 2, 000 MW capacity of grid connected solar projects.

- **Electricity Duty**: 100% exemption from electricity duty for 10 years
- **Stamp Duty**: 100% exemption on chargeable stamp duty

**Solar Park**: State offer to purchase of 100% power generated from solar park.

- Large scale stand-alone solar projects set up for sale of power to Distribution Licensee: Bundelkhand and Purvanchal region- The State will bear the cost for construction of transmission line length as follows:-
<table>
<thead>
<tr>
<th>Capacity</th>
<th>Length of Transmission line</th>
</tr>
</thead>
<tbody>
<tr>
<td>5-10 MW</td>
<td>10 Km</td>
</tr>
<tr>
<td>10-50 MW</td>
<td>15 Km</td>
</tr>
<tr>
<td>More than 50</td>
<td>20 Km</td>
</tr>
</tbody>
</table>

- **Large scale stand-alone solar projects**
  - 50% exemption on wheeling charges/transmission charges on intrastate sale of power to third party or in case of captive use
  - 100% exemption from cross subsidy surcharge and wheeling charges/Transmission charges on interstate sale of solar power
  - Metering for sale of solar power shall be done at STU/Distribution licensee substation end.

- **Grid connected Rooftop Solar PV Plants**: A subsidy of INR 15000/KW to the maximum limit of subsidy INR 30000/- per consumer on first come first basis for the first 100 MW applications submitted online to UPNEDA

- **Mini Grid**: Project to be installed in villages/Majras identified by UPNEDA/State Government through the private developers.
  - 30% subsidy to be provided by the state government
  - Subsidy shall be provided by determination of VGF standard through Standard Bidding Document

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**Highlights of the Civil Aviation Policy, 2017**

- **Viability Gap Funding**: For 50% of total seats, 20% State share as per Regional Connectivity Scheme
- **Electricity**: Subsidized power of INR 4/- unit up to 30000 units per month
- **Fueling Facilities**: Land at zero rental to Oil Marketing Companies to develop ATF fueling facilities at RCS Airports owned by the State Government
- **Underwriting of Non VGF Seats (from remaining 50% of Total seats)** - INR 2500/- underwritten seat
  - 100% - For category-1 Aircraft connecting Lucknow with Divisional Headquarters (initially for 3 years)
  - 30% - for other categories of Aircraft or on other routes (initially for 3 years)
- **Reimbursement of S-GST**: 100% reimbursement on sale of air tickets on RCS flight initially for 3 years
- **Airport Parking/ Night Halts at RCS Airports**: Zero Charges (initially for 3 years) at Airports/Airstrips owned by the State Government
- **Space at No-Frills Airports for office of airlines**: Upto 100 Sqm and aircraft maintenance engaged in RCS in UP. Zero Rental (initially for 3 years) at Airports/Airstrips owned by the State Government
• **Route Navigation and Facilitation Charges (RNFC):** 50% of RNFC (upto INR 2000 ) will be reimbursed on RCS Airports or flights connecting Divisional Headquarters (initially for 3 years)

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**Highlights of the MSME Policy, 2017**

For the companies which are applicable under the MSME category, please refer to the MSME Development Act, 2006.

• **Land Incentives:**
  - In rural areas, gram sabha land measuring more than 10 acres shall be identified and passed on in favour of industries department free of cost.
  - Land parcels measuring 5 acre or more and belonging to a gram sabha situated within a radius of five kilometers of Agra-Lucknow expressway, Poorvanchal Expressway and other such corridors being developed and 50% of plots shall be reserved for micro and small sector.
  - Minimum of 30% area would be reserved for micro and small sector in the industrial areas developed by UPsIDC and other organisations.
  - In Bundelkhand, Poorvanchal, Madhyanchal and Paschimanchal (except Gautam Buddha Nagar and Ghaziabad districts), private parties setting up industrial estates of area of more than 20 acres shall be provided incentives as enumerated in clause 3.2.3.1, 3.2.3.2, 3.2.3.3 and 3.2.3.4 of Uttar Pradesh Industrial Investment and Employment Promotion Policy, 2017 (UPIIEPP 2017)
  - Waiver of land use conversion charges for converting agricultural land to Industrial land.

• **SPV Formation:** Setting up of SPVs with the participation of allottees and State Government to grant equal proportion of contribution by the allottees.

• **Consultation Assistance:** Consultation facility from experts shall be provided in the district industry and enterprise promotion centres to micro and small enterprises.

• **Stamp Duty Exemption:** Exemption from stamp duty in accordance with the CLAUSE 5.1 of UPIIEPP 2017.

• **EPF Reimbursement:** 100% reimbursement of the employer’s EPF by the State Government for 5 years from the date of commencement of the unit for MSMEs.

• **Other Incentives:** The incentives given in para 5.3, 5.4, 5.5, 5.6, 5.7, 5.8, 5.9, 5.10 and 5.12 of UPIIEPP 2017 will also be applicable to MSMEs.

• **Land Conversion Waiver:** Waiver of land use conversion charges from agricultural to industrial being established on agriculture land development authorities for MSMEs.

• **Electricity Charges Reimbursement:** Reimbursement of the fixed electricity charges at the rate of one rupee per unit for 5 years from the date of production for MSMEs.

• **CGTMSE:** Payment of service fee to Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) charged by banks for collateral free loans upto Rs 2.00 crore to be borne by the State Government for MSMEs.

• **SMEVCF:** A Small, Medium Enterprise Venture Capital Fund (SMEVCF) shall be created by the State Government, with the help of other financial institutions to encourage development of startup and upward mobile MSMEs.
• **Special Schemes:** Special schemes like Vishwakarma Shram Samman Yojna and Mukhyamantri Yuva Swarojgar Yojna (Chief Minister Youth Self Employment Scheme) will be applicable

• **Interest Subsidy Reimbursement:** Reimbursement of interest subsidy at 5% annually for 5 years from the date of production on the expenditure on plant, machinery and equipment procured for research and development, quality improvement and product development.

For the detailed policies, please scan the following QR code:

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**Udyog Bandhu contact <last page>**

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