

State Incentive

Textiles & Apparel in Uttar Pradesh

One Time Incentives

1. Land Cost Rebate

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

2. Fixed Capital Rebate

- **@25% subsidy for plant and machinery subject to following limit and conditions :-**
 - Upto Rs 2 Cr for investment less than equal to Rs 10 Cr or min 50 employment
 - Upto Rs 10 Cr for investment more than Rs 10 Cr but less than Rs 50 Cr or min 200 employment
 - Upto Rs 20 Cr for investment more than Rs 50 Cr but less than Rs 100 Cr or min 300 employment
 - Upto Rs 40 Cr for investment more than Rs 100 Cr but less than Rs 200 Cr or min 500 employment
 - Upto Rs 100 Cr for investment more than Rs 200 Cr or min 1000 employment
- **@20% for silk reeling units with capital investment of minimum Rs 1 Cr**

3. Stamp Duty Exemption

- @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

4. Other Incentives

- @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 @20% for women

Recurring Incentives

1. SGST Reimbursement

- **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

2. Interest Cost Subvention

- @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
- @5% on loans taken for developing infrastructural amenities for period of 5 years subject to cap of INR1.00 Cr per unit
- @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 year

3. Electricity Duty Rebate

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

4. Other incentives

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 200 workers

5. Export Promotion

- **For export promotion freight reimbursement will be provided to new units as follows:**
 - 75% for first 2 years
 - 50% for next 2 years
 - 25% for the 5th years