

Exemption from Tax on Electricity Tariff: MSME Manufacturing Enterprises

Govt. of Karnataka



▪ Scheme Summary/key features:

Exemption from paying tax on electricity tariff is extended to MSME manufacturing enterprises

•**Eligibility:** MSME manufacturing units

▪ Amount or Percentage of Subsidy:

For zone 1 and Zone 2 only Reimbursement of cost of power paid at Re.1/ per unit consumed for 3 years

For Technology upgradation

General category	Special category (SC/ST/Women/minorities/physically challenged and ex-servicemen entrepreneurs)
Zone 1:100%	Zone 1:100%
Zone 2:100%	Zone 2:100%
Zone 3:Nil	Zone 3:Nil

General category	Special category (SC/ST/Women/minorities/physically challenged and ex-servicemen entrepreneurs)
Zone :5% for 6 years* Zone 5% for 5 years* Zone 5% for 5 years* *On loans availed from KSFC and scheduled commercial banks which are not covered under CLCSS of Govt. of India	Zone 5% for 6 years* Zone 5% for 5 years* Zone 5% for 5 years* *On loans availed from KSFC and scheduled commercial banks which are not covered under CLCSS of Govt. of India

Applicable State: Karnataka

<https://ebiz.karnataka.gov.in>

Exemption from Tax on Electricity Tariff: MSME Manufacturing Enterprises

Continued.....

For Quality certification

General category	Special category (SC/ST/Women/minorities/physically challenged and ex-servicemen entrepreneurs)
For all zones	For all zones
ISO series certification: 75% of cost (maximum Rs.75,000/ BIS Certification: 50% of fees payable to BIS for certification (max.Rs.20,000/ & 25% of cost (max. Rs.50,000/ for purchase of testing equipment as approved by BIS	ISO series certification: 75% of cost (maximum Rs.100,000/ BIS Certification: 50% of fees payable to BIS for certification (max.Rs.25,000/ & 25% of cost (max. Rs.1,00,000/ for purchase of testing equipment as approved by BIS. We connect

100% Exemption for MSMEs from paying Entry tax on 'Plant & Machinery and capital goods' for an initial period of three (3) years from the date of commencement of project implementation in areas Other than Hyderabad Karnataka Area Zone 1,2,3 and HK Zone 1 & 2 for MSME entrepreneurs in the categories of General, SC/ST/Women, Minority, backward class and ex-servicemen