

Scheme for Financial Assistance to Plastic Industry

Industries Commissionerate, Government of Gujarat

§ Scheme Summary/key features:

Financial assistance in form of interest subsidy on loan/ tax incentives for setting up small sized new plastics industry

MSME
BHARAT MANCH

•Eligibility:

Enterprises which are registered as an industrial unit as MSME with respective DIC and should be of small size Have obtained IEM form GOI
li>The New Enterprises, which is engaged in manufacturing of plastic products/ items/ articles by using plastic as a raw material purchased within the state only, is eligible. li>Plastic material means organic polymers of high molecular mass from petrochemicals such as Polyolefin (LLDPE, LDPE, HDPE, PP), PVC, Nylon, Polyesters, Polystyrene, Polycarbonate, Polyamide (Nylon 6, Nylon 66) etc.

State : Gujarat

§ Amount or Percentage of Subsidy:

1. Interest subsidy for New Enterprises: – Interest subsidy up to 7% of term loan Maximum limit of 100 lakh per annum, for 5 years for fixed capital investment in building, new plant & machinery, equipment (including cost of installation, erection, transportation, electrification) and other related assets required for the manufacturing of the product. However, cost of land and land development will not be eligible
2. VAT Related Incentive to New Enterprises: – The eligible new enterprise will be reimbursed at of 80% of the net VAT paid for 5 years from date of commercial production. The VAT reimbursement amount would be 70% of eligible fixed capital investment. (excluding additional Tax and reduction of ITC as per the provision of the GVAT Act 2003) The eligible unit shall be entitled for reimbursement up to 1/5th of eligible limit in a particular year.

http://ic.gujarat.gov.in/?page_id=4051