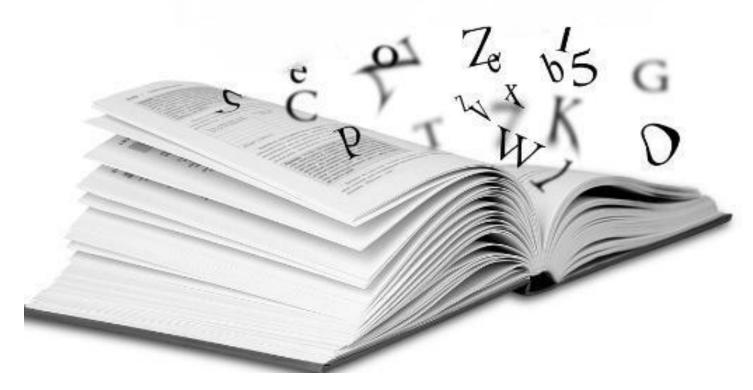
KNOWLEDGE OUTLOOK

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BANGLASHREE SCHEME



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BANGLASHREE - LET INDUSTRIES MOVE NORTH.

The Government of West Bengal has notified a incentive scheme for setting up of industries in the state of West Bengal. The Scheme was expected since long and the wait is now worth as the incentives offered are lucrative and would indeed help the growth of industrialization in the state. The icing on the cake has been



the amended definition of MSME in the MSMED Act,2006 which was revised w.e.f 1.07.2020. Since the limit for investment in Plant & Machinery has been revised upward it is expected that most of the industries in the region would get a boost and benefit from the scheme. The best part of the scheme is that it covers units which have started production on or after 1st Day of April,2019.

In this news letter of ours we have focused on **North Bengal** as a whole and have presented the scheme benefits in a tabular form for better understanding. The scheme is available for both new units and existing units which are undergoing expansion.

The Banglashree for MSMEs shall generally be applicable to all micro, small and medium enterprises in the manufacturing sector which have **started production on or after 1st day of April 2019**. A micro, small or medium enterprise shall commence its **commercial production from 01.04.2019 to 31.03.2025**. and shall submit its first incentive application to the General Manager, District Industries Centre/Officer-In-Charge Sub-DIC, Siliguri within **12 (twelve) months from the date of commencement of commercial production or 12 months from the date of this notification, whichever is later.**

The primary condition to avail this scheme are as under:

- a) The enterprise shall file Udyog Aadhar Registration.
- b) The project will be covered by a detailed feasibility report / project prepared for the purpose and approved by the Financial Institution or the DIC.
- c) The enterprise should not has not defaulted in payment of any government dues /dues of Financial Institutions.
- d) It must fit into the definition of Micro /Small/ Medium Enterprises as per MDMED Act,2006.
- e) Fixed Capital Investment means Investment in Plant & Machinery .



INCENTIVE SCHEMES FOR MICRO ENTERPRISES UNDER BANGLASHREE SCHEME (WEST BENGAL)

MICRO ENTERPRISE: (Investment in Plant and Machinery or Equipment: Not more than Rs.1 crore and Annual Turnover; not more than Rs. 5 crore)

ZONE	<u>B</u>	<u>C</u>	<u>D</u>	<u>E</u>
COVERAGE AREA	Siliguri Municipal	Malda, Jalpaiguri,	Uttar	Cooch Behar
	Corporation,	Murshidabad and	Dinajpur,	District.
		Darjeeling (excluding	Dakshin	
		Siliguri Municipal	Dinajpur,	
		Corporation), Kalimpong,		
		Alipurduar.		
State Capital Investment Subsidy	NIL	25%	40%	60%
(Additional 20% for Women, SC/ST,	15% ONLY if			
Minority Ent.)	Women,			
	SC/ST/Minority)			
Interest Subsidy - Term Loan- 5 YR	55%	70%	70%	70%
Waiver of Electricity Duty- 5 YEARS	50% [100% in	75% [100% in case of	75% [100% in	75% [100%
Waiver.	case of women	women etc]	case of	in case of
	etc]		women etc]	women etc]
Power Subsidy(MAX 10 LAC)	Re.1.00 / Kwh	Re.1.50 / Kwh	Re.1.50 / Kwh	Re.1.50 /
				Kwh
Energy Efficiency:				
a) Cost of Energy Audit	50%	50%	50%	50%
b) Cost of Installation of	25% (.Max 2 lac)	25% (.Max 2 lac)	25% (.Max 2	25% (.Max 2
Equipments for Energy			lac)	lac)
Conservation.				
Stamp Duty and Registration Fee :	50%	75%	100%	100%
Subsidy for State Goods and	Refund of 30% of	Refund of 30% of Net SGST	Refund of 50%	Refund of
Services Tax (SGST) [Max 75% of	Net SGST paid for	paid for eight years.	of Net SGST	50% of Net
Fixed Capital Investment]	eight years.		paid for eight	SGST paid for
			years.	eight years.
Subsidy for Water	50% [. Max 2 lac]	50% [. Max 2 lac]	50% [. Max 2	50% [. Max 2
conservation/Environment			lac]	lac]
Compliance- expenditure towards				
cost of captive Effluent Water				
Treatment Plant				
Subsidy for Standard Quality	50% [Max.5 Lakh]	50% [Max.5 Lakh]	50% [Max.5	50% [Max.5
Compliance: for obtaining ISI / BIS			Lakh]	Lakh]
/ISO certification				_
Work Force Welfare Assistance: At	1 years- 100 %			
least 50% employees are from	4 Years-75 %	1 years- 100 %	1 year- 100 %	1 year- 100 %
Govt Employees Bank (Of Employer	6 Years-75 %	8 Years-75 %	8 Years-75 %
	Contribution of			
	EPF & ESI			
Subsidy for Patent Registration	50%	50%	50%	50%
Expenses Max 5 lakhs				

INCENTIVE SCHEMES FOR SMALL ENTERPRISES UNDER BANGLASHREE SCHME (WEST BENGAL)

SMALL ENTERPRISE: (Investment in Plant and Machinery or Equipment: Not more than Rs.10 crore and Annual Turnover; not more than Rs. 50 crore)

ZONE	В	С	D	Е
COVERAGE	Siliguri	Malda, Jalpaiguri,	Uttar Dinajpur,	Cooch Behar
	Municipal	Murshidabad and	Dakshin	District.
	Corporation,	Darjeeling (excluding	Dinajpur,	
		Siliguri Municipal		
		Corporation), Kalimpong,		
		Alipurduar.		
State Capital Investment Subsidy	NIL	15%	30%	40%
Additional 20% for	10% ONLY if	(Max 50lakhs)	(Max 50lakhs)	(Max 75 lakhs)
Women,SC/ST, Minority Ent.)	Women,			
	SC/ST/Minority)			
Interest Subsidy Term Loan- 5 YR	55%	70%	70%	70%
Waiver of Electricity Duty	50% [100% in	75% [100% in case of	75% [100% in	75% [100% in
	case of women	women etc]	case of women	case of women
	etc]		etc]	etc]
Power Subsidy(Max 20 lac p.a)	Re.1.00 / Kwh	Re.1.50 / Kwh	Re.1.50 / Kwh	Re.1.50 / Kwh
Energy Efficiency:				
a) Cost of Energy Audit				
b) Cost of Installation of	50%	50%	50%	50%
Equipments for Energy	25% (.Max 2 lac)	25% (.Max 2 lac)	25% (.Max 2 lac)	25% (.Max 2 lac)
Conservation.				
Stamp Duty and Registration Fee	50%	75%	100%	100%
Subsidy for State Goods and	Refund of 30%	Refund of 30% of Net	Refund of 50%	Refund of 50% of
Services Tax (SGST) [Max 75% of	of Net SGST	SGST	of Net SGST	Net SGST
Fixed Capital Investment]-				
Period 8 YEARS				
Subsidy for Water	50% [. Max 2	50% [. Max 2 lac]	50% [. Max 2	50% [. Max 2 lac]
conservation/Environment	lac]		lac]	
Compliance- expenditure				
towards cost of captive Effluent				
Water Treatment Plant				
Subsidy for Standard Quality	50% [Max.5	50% [Max.5 Lakh]	50% [Max.5	50% [Max.5 Lakh]
Compliance: for obtaining ISI /	Lakh]		Lakh]	
BIS /ISO certification				
Work Force Welfare Assistance:	1 years- 100 %	1 years- 100 %	1 year- 100 %	1 year- 100 %
At least 50% employees are from	4 Years-75 %	6 Years-75 %	8 Years-75 % Of	8 Years-75 % Of
Govt Employees	Of Employer	Of Employer	Employer	Employer
Bank(exchanges)]	Contribution of	Contribution of EPF & ESI	Contribution of	Contribution of
	EPF & ESI		EPF & ESI	EPF & ESI
Subsidy for Patent Registration	50%	50%	50%	50%
Expenses Max 5 lakhs	3370	33,0	3370	3370
Expenses max s lakins				

INCENTIVE SCHEMES FOR MEDIUM ENTERPRISES UNDER BANGLASHREE SCHME (WEST BENGAL)

<u>MEDIUM ENTERPRISE</u> (Investment in Plant and Machinery or Equipment: Not more than Rs.**50 crore** and Annual Turnover; not more than Rs. **250 crore**)

ZONE	В	С	D	Е
COVERAGE	Siliguri	Malda, Jalpaiguri,	Uttar Dinajpur,	Cooch Behar
	Municipal	Murshidabad and	Dakshin	District.
	Corporation,	Darjeeling (excluding	Dinajpur,	
		Siliguri Municipal		
		Corporation), Kalimpong,		
		Alipurduar.		
State Capital Investment	NIL	NIL	NIL	NIL
Subsidy				
(Percentage)				
Interest Subsidy on Term Loan	25% of interest	25% of interest liability	25% of interest	25% of interest
(Max-175 lac)	liability for 5	for 5 years	liability for 5	liability for 5
	years		years	years
Waiver of Electricity Duty	100% waiver of	100% waiver of	100% waiver of	100% waiver of
	electricity duty	electricity duty on the	electricity duty	electricity duty
	on the	electricity consumption	on the electricity	on the electricity
	electricity	for 5 years[Max 25 Lac	consumption for	consumption for
	consumption	p.a]	5 years and 75%	5 years and 75%
	for 5 years[waiver from the	waiver from the
	Max 25 Lac p.a]		6th year upto	6th year upto
			10th[Max 50 Lac	10th[Max 50 Lac
			p.a]	p.a]
Power Subsidy(Max 30 lakhs	Subsidy of	Subsidy of Re.1.50 / Kwh	Subsidy of	Subsidy of
p.a)	Re.1.00 / Kwh		Re.1.50 / Kwh	Re.1.50 / Kwh
Subsidy on Stamp Duty and	75%	75%	75%	75%
Registration Fee :				
Subsidy for State Goods and	Refund of 30%	Refund of 30% of Net	Refund of 50% of	Refund of 50%
Services Tax (SGST) [Max 75%	of Net SGST	SGST	Net SGST	of Net SGST
of Fixed Capital Investment]-				
Period 8 YEARS				
Subsidy for Water	NIL	NIL	NIL	NIL
conservation/Environment				
Compliance				
Work Force Welfare				
Assistance:	1 years- 100 %	1 years- 100 %	1 year- 100 %	1 year- 100 %
At least 50% employees are	4 Years-75 %	6 Years-75 % Of	8 Years-75 % Of	8 Years-75 % Of
from Govt Employees	Of Employer	Employer Contribution	Employer	Employer
Bank(exchanges)]	Contribution of	of EPF & ESI	Contribution of	Contribution of
	EPF & ESI		EPF & ESI	EPF & ESI
Subsidy for Patent	50%	50%	50%	50%
Registration Expenses Max 5				
lakhs				