

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

**Industries & Commerce Department – Incentives for setting up of New Industries in Andhra Pradesh - Industrial Investment Promotion Policy 2005-2010 - Operational Guidelines for implementing the scheme – Approved-Orders- Issued**

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INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No.328

Date:13-12-2005

Read the following:

- 1.G.O.Ms.No.178, Ind. & Com.(IP) Deptt. Dated:21-06-2005
- 2.From the Commissioner of Industries, Lr.No.10/3/05/OPG/0099, Dt.19-8-2005
3. G.O.Ms.No.327, Ind. & Com.(IP) Deptt. Dated:13-12-2005.

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ORDER

In the G.O. first read above, the State Government announced New Industrial Investment Promotion Policy 2005-2010 duly extending the various incentives/concessions to all eligible new industrial units set up in the State except in the Municipal Corporation limits of Visakhapatnam, Vijayawada and Hyderabad and **commence commercial production on or after 1.4.2005 but before 31-3-2010**. Projects involving substantial Expansion/ Diversification of existing industries in the eligible lines of activities are also entitled for benefits offered under the policy covering the categories of a) SSI/Tiny units b) SC/ST Entrepreneurs c) Women Entrepreneurs d) Units other than SSI/Tiny (**Large & Medium Scale Industries**) and e) Mega Projects

The Commissioner of Industries in the reference 2<sup>nd</sup> read above has submitted proposals for approval of the operational guidelines for implementation of Industrial Investment Promotion Policy 2005-2010.

Government, after careful examination of the proposal of the Commissioner of Industries, hereby approves the guidelines under Industrial Investment Promotion Policy 2005-2010 as appended to these orders. The Government have also decided to consider that time of 6 months period for filing claim applications from the date of issue of operational guidelines for existing units which have already commenced commercial production w.e.f.1-4-2005. In case of all other units commencing production after issue of operational guidelines claim applications can be submitted as per the time limit prescribed in the operational guidelines.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

D.LAKSHMI PARTHASARATHY  
PRINCIPAL SECRETARY TO GOVERNMENT & CIP

To  
The Commissioner of Industries, Hyderabad.  
The Accountant General, Andhra Pradesh, Hyderabad.  
The Chief Secretary to Government, Hyderabad.  
The Pri.Secretary to Chief Minister.  
All Private Secretaries to the Ministers.

Copy to:

The Pay and Accounts Officer, Hyderabad.

All District Collectors.

The A.P.TRANSCO, Hyderabad

All Heads of Departments.

All Departments of Secretariat.

All Govt. Companies/Corpns.

The Fin.(Expr.Inds) Dept.

All General Managers, District Industries Centre in the State.

All Sections in the Dept.

SF/Sc.

// FORWARDED::BY ORDER //

**SECTION OFFICER**

**OPERATIONAL GUIDELINES FOR IMPLEMENTATION OF INDUSTRIAL INVESTMENT PROMOTION POLICY (IIPP) - 2005-2010 (G.O.MS.NO.178 INDUSTRIES & COMMERCE (IP) DEPARTMENT, DT.21/06/2005 read with G.O.Ms. No.327, Inds.&Com. (IP) Deptt. Dt.13/12/2005).**

**1.0. INTRODUCTION:**

To promote Andhra Pradesh as attractive and competitive destination for industrial investments, the State Government have offered various incentives/benefits to all eligible new industrial units set up in the State. Projects involving substantial Expansion/Diversification of existing industries in the eligible lines of activities are also entitled for benefits offered under the policy notified vide G. O. Ms. No. 178 Industries & Commerce (IP) Department, dated:21/06/2005 read with G.O.Ms.No.327, Ind. & Com.(IP), Deptt. Dt.13/12/2005.

**2.0. AREA OF OPERATION:**

The Scheme covers the whole of the State except the Municipal Corporation limits as existing on 01/04/2005 in the cities of Hyderabad, Vijayawada and Visakhapatnam.

**3.0. COMMENCEMENT AND DURATION.**

The Scheme came into force from 01/04/2005 and will be in force upto 31/03/2010, with such further modifications as may be brought about during the currency of this scheme

**4.0. DEFINITIONS:**

**4.1. Industrial Investment Promotion Policy (IIPP) Scheme:** Industrial Investment Promotion Policy Scheme means, the Scheme of State Incentives / Facilities announced by the State Government vide G. O. Ms. No. 178, Ind. & Com. (IP) Department, dated: 21/06/2005 read with G.O.Ms.No.327, Ind. & Com.(IP) Deptt. Dt.13-12-2005 for the period 2005-2010.

**4.2. Industrial Unit:** Industrial Unit means any industrial undertaking and servicing unit, other than those run departmentally by Government of India / State Government and other than those listed in Annexure-II to the G.O.Ms.No. 178, Ind. & Com.(IP) Deptt.,dt. 21/06/2005 read with G.O.Ms.No.327, Ind. & Com.(IP) Deptt. Dt.13-12-2005.

**4.3. New Industrial Unit:** New Industrial Unit means and includes an industrial unit which has been established in the State and commenced commercial production after 01/04/2005 and before 31/03/2010 (inclusive of both dates) holding valid approvals from the respective authorities to set up the industry.

**a) SSI units:** Small Scale Industry (SSI) means a unit having investment upto the limit as prescribed by Government of India from time to time.

**b) Tiny units:** Tiny Industry means a unit having investment upto the limit as prescribed by Government of India from time to time.

**c) Other than SSI/Tiny units (Large & Medium Scale Industry):** Other than SSI/Tiny units (Large & Medium Scale Industry) means industries as prescribed by Government of India upto fixed capital investment of Rs.100 crores.

**d) Mega Projects:** Mega Project means Large industry which is set up with a capital investment of Rs.100 Crores or above.

**4.4. Expansion Projects:** Existing industrial units, in all eligible areas, setting up expansion projects other than those listed in the ineligible list, involving enhancement of fixed capital investment by atleast 25% as well as enhancement of capacity by 25% for the same product lines will be eligible for incentives.

- 4.5. Diversification Projects:** Existing industrial units, in eligible areas, making investment for a new product other than those listed in the ineligible list, involving Diversification with an enhancement atleast by 25% of fixed capital investment as well as enhancement of turnover by 25%, in value terms, will be eligible for incentives.
- 4.6. Original Fixed Capital Investment:** All original fixed capital investment prior to Expansion/Diversification will be treated as original investment. While computing this original investment, neither depreciation nor revaluation will be taken into account.
- 4.7. Production Capacity of Original unit:** The highest annual production achieved during preceding three years prior to expansion/diversification, will be treated as production capacity of the original unit.
- 4.8. Fixed Capital Investment:** Fixed Capital Investment means investment in land, building, plant, machinery & equipment. Total fixed Capital investment will be assessed as per para 8 of these guidelines.
- 4.9. Tax:** Tax means Commercial Tax paid to State Government by the way of VAT and CST on goods produced in the industrial unit.
- 4.10. Date of Commencement of Commercial Production (DCP):** The date on which commercial production is started, as indicated in the PMT Registration in respect of SSI units and as confirmed through part-B of IEM/LI filed with Government of India in respect of Large Scale industries/Mega Projects. In case of any perceived discrepancy with regard to date of commencement of commercial production, the SLC (State Level Committee on Incentives) decision is final.
- 4.11. Continuous Production:** Continuous production means continuous working of an industrial unit in the manufacture of approved lines for a minimum period of six (6) years, without any break in production.
- 4.12. Approved Project Cost:** Approved project cost means that cost of the project on different components of the project as approved by the term lending institution or in case of joint financing, by the lead term lending institution. The appraised project cost by the nationalized banks for the purpose of sanction of working capital limits would also be treated as the approved project cost. In respect of self-financed projects, the approved project cost is that cost as indicated in the application for provisional SSI Registration in respect of SSI units. In case of self financed large and medium scale industrial units which have not availed any assistance from financing institutions, such projects referred to SSC/Sub-Committee of SLC for inspection and report on the reasonable investment limits on different components of the projects i.e. land, building, plant & machinery and other assets which are necessary to make the project viable. These figures would be taken as approved project cost.
- 4.13. REVISED PROJECT COST:** The revised project cost for the self financed units should be as certified by the Technical Committee consisting of representatives of Industries Department, APSFC, APIDC, APITCO as mentioned in the G.O Ms No. 193 Ind & Com (IP) Department Dt.25/11/1995.

**5.0.0. PROCEDURE FOR CLAIMING VARIOUS INCENTIVES OFFERED UNDER THE SCHEME:**

**5.1.0. Reimbursement of Stamp duty & Transfer duty:**

- 5.1.1.** All eligible industrial units shall submit their claims in the prescribed application form given at Annexure-III for reimbursement of stamp duty and transfer duty within six months from the date of commencement of commercial production, to the General Manager, District Industries Centre concerned.

- 5.1.2. 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use
- 5.1.3. 100% reimbursement of Stamp duty paid by the industry for Lease of Land/Shed/Buildings.
- 5.1.4. 100% reimbursement of Stamp duty and transfer duty paid by the industry on financial deeds and mortgages etc.
- 5.1.5. The Stamp duty and Transfer duty benefits shall be applicable to all eligible new industrial units and Expansion/Diversification projects.
- 5.1.6. The above incentive shall be admissible to eligible units on the land area upto five times of the plinth area of the factory building constructed within the approved project cost. However, in respect of industries where the open land requirements would be large due to the peculiar nature of industry, SLC may consider allowing land in excess of 5 times plinth area on case to case basis.
- 5.1.7. If any unit had already availed stamp duty and or transfer duty concession on land under G.O. Ms. No.9 Industries & Commerce (IP) Department, dated:05/01/2001 , the concession would be reduced proportionately.

**5.2.0. Rebate on land cost in IEs/IDA's:**

- 5.2.1. All eligible industrial units shall submit their claims prescribed application form given at Annexure – III for Rebate on land cost within six months from the date of commencement of commercial production, to the General Manager, District Industries Centre concerned.
- 5.2.2. 25% rebate on land cost in IE/IDA's limited to Rs.5.00 lakhs.
- 5.2.3. The above benefit shall be applicable to all eligible new industrial units and Expansion/Diversification Projects.
- 5.2.4. The above benefit shall be provided on purchase of land directly from APIIC only.
- 5.2.5. The above benefits shall be admissible upto five times of the plinth area of the factory building constructed within the approved project cost. However, in respect of industries where the open land requirements would be large due to the peculiar nature of industry, SLC may consider allowing land in excess of 5 times plinth area on case to case basis.

**5.3.0. Reimbursement of Power consumption Charges:**

- 5.3.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure - IV for Reimbursement of Power cost on quarterly basis within six months from the date of completion of such quarter along with the documents mentioned in the Application to the General Manager, District Industries Centre concerned.
- 5.3.2. Power cost will be reimbursed @ Rs.0.75 per unit on energy charges during the first year of the policy and thereafter for the remaining four years the rate of reimbursement would be so regulated on yearly basis, keeping in view of the changes in the tariff structures to ensure that power cost to the industry is pegged down to the first year's level throughout the policy period.
- 5.3.3. This reimbursement is only on the energy consumption (KWH) charges but not on Maximum Demand or any other charges levied by DISCOMs.
- 5.3.4. The Reimbursement of power cost shall be applicable to all eligible new industrial units and Expansion/Diversification Projects.

- 5.3.5. The power cost reimbursement shall be applicable to the industries, which are utilizing power from DISCOM only and power consumption should be in the name of the unit.
- 5.3.6. Reimbursement of power cost will be allowed for Expansion/ Diversification Projects over and above of base power consumed. The highest annual consumption of power of previous three years will be taken as base consumption and power consumed over and above the base consumption will be eligible for Reimbursement of power cost.
- 5.3.7. The Reimbursement of power cost is admissible to all eligible units upto 31/03/2010 irrespective of the date of commencement of production, as the policy is going to be concluded by 31/03/2010.

**5.4.0. Investment subsidy:**

- 5.4.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure – V for investment subsidy within six months from the date of commencement of commercial production, to the General Manager, District Industries Centre concerned. The claim applications filed after six months from the date of commencement of commercial production but before one year will be treated as belated claims and are eligible for 50% investment subsidy only. All claims filed beyond one year from the date of commencement of commercial production are not eligible for any investment subsidy.
- 5.4.2. 15% investment subsidy on fixed capital investment will be given subject to a maximum of Rs.15.00 lakhs
- 5.4.3. An additional investment subsidy of 5% on fixed capital investment limited to Rs.5.00 Lakhs for SC/ST entrepreneurs.
- 5.4.4. 5% Additional Investment subsidy on fixed capital investment limited to Rs.5.00 Lakhs for Woman entrepreneurs.
- 5.4.5. Another 5% investment subsidy on fixed capital investment limited to Rs.5.00 Lakhs for SC/ST Women entrepreneurs.
- 5.4.6. Investment Subsidy shall be applicable to all eligible new Tiny/SSI industrial units and Expansion/Diversification of Tiny/SSI Projects.
- 5.4.7. In respect of existing Tiny/SSI industries, going for expansion/ diversification, the capital investment subsidy would however will be limited to such a limit duly considering investment subsidy amount already availed in earlier schemes so as to ensure that the total subsidy should not exceed Rs.15 lakhs under all the schemes. This limit however would be Rs.20 lakhs and Rs.25 lakhs in case of Women/SC/STs and Women SC/ST Entrepreneurs as per the limits prescribed in the IIPP scheme.

**5.5.0. Interest Subsidy:**

- 5.5.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure - VI for interest rebate within six months after completion of the financial year along with required documents mentioned in the Application, to the General Manager, District Industries Centre concerned.
- 5.5.2. 3% interest subsidy on the interest paid over and above the Prime Lending Rate (PLR) will be given on the term loan taken by new Tiny/SSI industrial units subject to a maximum of Rs.5.00 lakhs per year for a period of 5 years.
- 5.5.3. 5% interest subsidy on the interest paid over and above Prime Lending Rate (PLR) will be given on the term loan taken by new Tiny/SSI industrial units subject to a maximum of Rs.5.00 lakhs per year for a period of 5 years for Woman Entrepreneurs.
- 5.5.4. This facility shall be applicable to all eligible new Tiny/SSI units as well as units going for expansion/diversification.

**5.6.0. Seed Capital Assistance:**

- 5.6.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure – VII for Reimbursement of Seed Capital Assistance within six months from the date of commencement of commercial production, to the General Manager, District Industries Centre concerned.
- 5.6.2. 5% of the project cost limited to Rs. 5.00 lakhs will be provided as seed capital assistance to SSI/Tiny Units as a grant for industries, which were sanctioned seed capital assistance by Prime Lending Institutions under National Equity Fund Scheme.
- 5.6.3. This facility shall be applicable to new SSI/Tiny Units started by SC/ST/Women Entrepreneurs only. This facility is not applicable for expansion/diversification programme, since the assistance is mainly meant for the first generation Entrepreneurs.

**5.7.0. Reimbursement of Tax:**

- 5.7.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure – VIII for Reimbursement of Commercial Tax within six months after completion of the financial year along with required documents mentioned in the Application, to the General Manager, District Industries Centre concerned.
- 5.7.2. 25% of the tax paid during one financial year will be ploughed back to Industries as a grant by the Government towards the payment of tax during next year. Benefit will be available for 5 years from the date of commencement of production i.e. upto 6<sup>th</sup> year.
- 5.7.3. The above incentive shall be applicable to all eligible new industrial units and Expansion/Diversification projects.
- 5.7.4. The Expansion/Diversification projects will be allowed reimbursement on Commercial Tax paid on production made over and above the production capacity of the original unit i.e. before expansion/ Diversification.
- 5.7.5. The unit holder shall obtain the details of the commercial tax paid during the year for which the claim is being made duly certified by Commercial Tax authorities for original unit/expansion/ Diversification separately as the case may be.

**5.8.0. Subsidy on capital equipment for technology upgradation:**

- 5.8.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure – IX for Reimbursement on capital equipment for technology upgradation within six months from the date of release of subsidy by SIDBI along with required documents mentioned in the Application, to the General Manager, District Industries Centre concerned.
- 5.8.2. 8% subsidy on capital equipment for technology upgradation is provided to the units availing credit facilities from SIDBI/Financial institution under credit linked capital subsidy scheme. This facility is being provided to encourage diversification and modernisation of Tiny/SSI sector in eligible lines of activities. However, the amount of subsidy to be sanctioned would be so limited duly keeping in view the benefits availed/to be availed under investment subsidy components to ensure that no unit is allowed amount exceeding Rs.15 lakhs. This limit however would be Rs.20 lakhs and Rs.25 lakhs in case of Women/SC/STs and Women SC/ST Entrepreneurs as per the limits prescribed in the IIPP scheme.

**5.9.0. Reimbursement on the expenses incurred for quality certification:**

- 5.9.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure - X for Reimbursement of the expenses incurred for quality certification within six months from the date of obtaining quality certification along with

required documents mentioned in Application, to the General Manager, District Industries Centre concerned.

- 5.9.2. 50% subsidy on the expenses incurred for quality certification limited to Rs. 1.00 Lakh.
- 5.9.3. This facility shall be available to eligible new and existing Tiny/SSI units and Large & Medium Scale Industrial units, obtaining quality certification from BIS, ISO, HACCP and other national/international certification agencies.
- 5.9.4. Existing Mega Projects are not eligible for this facility.

**5.10.0. Reimbursement on specific cleaner production measures:**

- 5.10.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure - XI for Reimbursement on specific cleaner production measures within six months from the date of commencement of commercial production along with required documents mentioned in Application, to the General Manager, District Industries Centre concerned.
- 5.10.2. 25% subsidy on cleaner production measures limited to Rs.5.00 Lakhs.
- 5.10.3. Cleaner production measures is adoption of cleaner technologies and techniques within the industry by replacing end of pipe pollution control systems to reduce and avoid pollution and waste throughout the entire production cycle. Capital equipment installed for cleaner production measures will be provided subsidy on the cost of such capital equipment.
- 5.10.4. The unit shall obtain a certificate from APPCB on the specific cleaner production measures adopted and the cost of the equipment involved therein.
- 5.10.5. This facility shall be applicable to all eligible new and expansion/ diversification projects.

**5.11.0. Reimbursement on the expenses incurred for patent registration:**

- 5.11.1. All eligible industrial units shall submit their claims in the prescribed application form given at Annexure - XII for Reimbursement on the expenses incurred for patent registration within six months from the date of obtaining patent registration along with required documents mentioned in Application, to the General Manager, District Industries Centre concerned.
- 5.11.2. 50% subsidy on the expenses incurred for patent registration limited to Rs. 5 Lakhs.
- 5.11.3. This facility shall be applicable to eligible new and existing Tiny/SSI and Large & Medium Scale units.
- 5.11.4. Existing Mega Projects are not eligible for this facility.

**5.12.0. Infrastructure assistance:**

- 5.12.1. Infrastructure like roads, power and water will be provided at door step of the industry for stand alone units by contributing 50% of the cost of infrastructure from IIDF with a ceiling of Rs.1.00 Crore, subject to (a) the location should be beyond 10 kms from the existing Industrial Estates/IDA's having vacant land/shed for allotment and (b) cost of the infrastructure limited to 15% of the eligible fixed capital investment made in the industry.
- 5.12.2. This assistance would be available for all eligible Large & Medium Scale industries and Mega projects only.

5.12.3. The unit should give a declaration stating that they have not availed any infrastructural assistance from the Government earlier for the proposed Infrastructure to be developed.

5.12.4. Infrastructural assistance will be sanctioned as per the operational guidelines specially issued by the Government for providing assistance under Industrial Infrastructure Development Fund.

**6.0. Mega Projects:**

6.1. Mega projects are eligible for all incentives and concessions that are available for Large & Medium Scale units. Further, Government may also extend tailor-made benefits to suit to particular investment requirements/needs on case to case basis.

6.2. Companies intending to establish Mega Projects and are desirous of seeking Financial Assistance/concessions have to make detailed representations along with project reports to the Commissioner of Industries, clearly spelling out special incentives being sought for with due justification before or during initial stages of implementation. On receipt of such proposals Commissioner of Industries will examine the same and forward it to the Government and the decision of the Government is final in the matter.

**7.0. Existing Large Industries and Mega projects**

7.1. In order to address the specific problems of existing Large industries, Government may offer special package of fiscal benefits on case to case basis. Exact fiscal benefits would be decided by SIPB from time to time depending on the nature of the project, investment, location, employment etc. An Industrial Promotion fund with adequate provision will be created for the purpose. Guidelines and Modalities for operating the fund would be notified by the Government.

7.2. The existing Large industries and Mega projects may represent to the Commissioner of Industries with their specific problems with all necessary documents and same may be examined by the Commissioner of Industries, and the matter would be processed as per the operational guidelines issued by the Government.

**8.0.0. COMPUTATION OF FIXED CAPITAL INVESTMENT:**

**8.1.0 LAND:**

8.1.1. Cost of land required for the successful working of the new industrial unit would normally be computed by considering value of five times the plinth area of the factory building constructed and not exceeding the approved project cost. However, in respect of industries where the open land requirements would be large due to the peculiar nature industry, SLC may consider allowing land in excess of 5 times plinth area on case to case basis. However cost of site leveling, clearance, laying of roads, etc. will not be considered for capital cost.

8.1.2. Value of leased land will not be taken into account for capital cost.

8.1.3. All eligible units should furnish a registered lease deed for a minimum period of six (6) years covering the first six (6) years production period from the date of commencement of production.

8.1.4. Lands inherited would not be considered for capital cost computation.

8.1.5. In case stamp duty and transfer duty is reimbursed on land purchased, this stamp duty component will not be taken in to account while computing the fixed capital investment.

8.1.6. In case rebate is given on land cost on lands purchased in APIIC developed IEs/IDAs the rebate amount would be deducted from land cost while computing the fixed capital investment.

**8.2.0. FACTORY BUILDING:**

- 8.2.1.** The value of factory building constructions essential for economic functioning of the unit limited to the approved project cost will be taken into account. Values of leased building will not be taken into account. Cost of buildings will be computed as per the APSFC approved rates of construction / year of construction or the actual cost, whichever is lower. The items of civil works which are permitted for computation towards eligible cost are:
- 8.2.2.** Main Factory Shed.
- 8.2.3.** Raw Material and finished products godown.
- 8.2.4.** Office room and Lab room.
- 8.2.5.** Cooling water ponds.
- 8.2.6.** Boiler shed and generator room.
- 8.2.7.** Effluent treatment ponds, etc.
- 8.2.8.** Overhead Tank, bore-wells, and pump house and sump.
- 8.2.9.** Fencing and Gate.
- 8.2.10.** Architect fee and supervision charges.
- 8.2.11.** Compound wall.
- 8.2.12.** Canteen.
- 8.2.13.** Rest House.
- 8.2.14.** Time Office.
- 8.2.15.** Cycle / Vehicle Stand.
- 8.2.16.** Security Shed.
- 8.2.17.** Toilet room and sanitary fittings.
- 8.2.18.** The total value of items at 8.2.11 to 8.2.17 and similar items shall not exceed 10% of the total value of civil works (within the approved project cost).

**8.3.0. PLANT AND MACHINERY:**

- 8.3.1.** The computable cost should be within the approved project cost, subject to limitations setout in the following paras.
- 8.3.2.** Value of plant, machinery and equipment installed in the new industrial unit for undertaking production of approved items. The value of tools (other than consumables) Jigs, Dies, Moulds necessary for production of approved items will be taken into account. Basic value of Plant, Machinery and Equipment supplied under Hire purchase schemes of NSIC under Deferred Payment Guarantee (DPG) scheme certified by the Financial Institutions is also allowed. However leased plant and equipment is not eligible for incentives.
- 8.3.3.** Units setup with total second hand machinery would not be eligible for any incentives/concessions. However in case of units setup with imported machinery, value of 100% imported second hand plant, machinery and equipment will be considered as new indigenous machinery, if it is imported directly by the industrial unit. In case of indigenous second hand machinery purchased by the unit, such value should not exceed 25% of the total value of plant and machinery. The value of indigenous second hand machinery will not be computed towards fixed eligible capital investment for incentives. To, decide the percentage of second hand machinery,

market value as certified by C.A. will be taken into account. New units setting up with a mix up of new/ second hand machinery shall be subjected to these norms.

- 8.3.4. Expenditure on Technical Consultancy / Feasibility study including turn-key charges will be considered towards the fixed capital investment, provided they are part of the approved project cost, capitalised and certified by a Chartered Accountant, but limited to 10% of the total cost of plant machinery and equipment installed.
- 8.3.5. The value of plant, machinery and equipment procured by new industrial units from APSFC / A.P. State Industrial Promotion Corporation / Nationalised Banks pertaining to disposed off units will be taken into account, provided such machinery has not enjoyed any incentives under any of the earlier incentive schemes. Only depreciated value of such plant, machinery and equipment, as certified by C.A. subject to such machinery having a minimum of further six (6) years life for SSI and ten (10) years for Large and Medium Industries certified by a Chartered Engineer, will be taken into account for computing towards eligible fixed capital investment.
- 8.3.6. In respect of new industries units setup in the premises belonging to disposed off units acquired from the Financial Institutions and if the earlier units availed incentives, only new assets created with fresh investment would be eligible for incentives.
- 8.3.7. Value of self-fabricated machinery by the new industrial unit will have to be certified by a Chartered Engineer or Engineer of the term lending institution concerned for the purpose of computing the eligible fixed capital investment.
- 8.3.8.0. The new industrial units set up for "Heavy Structural Fabrications" will be considered for grant of incentives only in case the following minimum plant, machinery and equipment are installed.
  - 8.3.8.1. Gantry 5/10 tons capacity with chain pulley block or EOT/HOT crane 5/10 tons capacity.
  - 8.3.8.2. Arc welding Transformer with welding Generators or Rectifiers.
  - 8.3.8.3. Gas welding and cutting equipment.
  - 8.3.8.4. Electrical tools namely; Grinder, Rivetter or Drilling Machinery or Pneumatic tools with air compressor.
  - 8.3.8.5. Pillar type drilling machine 1" / 1.1/2" capacity.
  - 8.3.8.6. Pug cutting equipment for cutting heavy sections viz. Angles, Plates and Channels.
  - 8.3.8.7. Drafting machine and drawing office equipment (optioned).
- 8.3.9.0. **ITEMS NOT COMPUTABLE TOWARDS FIXED CAPITAL INVESTMENT.**
  - 8.3.9.1. Working capital, raw material, stores and all consumables including spare tools, etc.
  - 8.3.9.2. Value of the Motor Vehicles.
  - 8.3.9.3. Pre-operative expenses, advances, expenditure not supported by payment of bills wherever necessary.
  - 8.3.9.4. Investment made outside the approved project cost and items not covered by approved project.
  - 8.3.9.5. Fixed assets which form part of project cost but not created within 6 months from the date of commercial production or the date of filling the claim whichever is earlier.
  - 8.3.9.6. In case of self-financed units, the fixed assets created after the date of commencement of Commercial Production.
- 9.0.0. **SPECIAL PROVISION:**
- 9.1.0. **SC/ST entrepreneur**

- 9.1.1. These provisions are applicable for Tiny / Small Sector units set up by SC and ST entrepreneurs.
- 9.1.2. Tiny / Small Scale Industrial units should be wholly promoted by SC/ST entrepreneurs as proprietor / partnership / private limited company.
- 9.1.3. If a industrial unit is promoted by SC/ST members along with non SC/ST entrepreneurs, at least 51% of the share holding / partnership should belong to SC/ST entrepreneurs. Such majority SC/ST share holding should continue for at least six (6) years from the date of production, failing which the special incentives allowed as to SC/ST entrepreneurs will be recovered.
- 9.1.4. Industrial Cooperative Societies engaged in the Industrial activity promoted by SC/ST should be exclusively (i.e.100%) for the benefit of SC/ST entrepreneurs.
- 9.1.5. In case of units set up by SC/ST entrepreneurs, transfer of ownership is not normally permitted. However, transfer from one SC/ST entrepreneur to another SC/ST entrepreneur or to non-SC/ST entrepreneurs may be allowed with the prior approval of Commissioner of Industries subject to condition that ultimately 51% share holding of the SC/ST entrepreneur is protected / maintained.
- 9.2.0. **Women entrepreneurs.**
- 9.2.1. These provisions are applicable for Tiny / Small Sector units set up by Women entrepreneurs.
- 9.2.2. Tiny / Small Scale Industrial units should be wholly promoted by Women entrepreneurs as proprietor / partnership / private limited company.
- 9.2.3. If a industrial unit is promoted by Women entrepreneur along with non Women entrepreneurs, at least 51% of the share holding / partnership should belong to Women entrepreneurs. Such majority Women share holding should continue for at least six (6) years from the date of commercial production, failing which the special incentives allowed to Women entrepreneurs will be recovered as if they are arrears of Land Revenue under the A.P Revenue Recovery Act., 1864.
- 9.2.4. Industrial Cooperative Societies engaged in the Industrial activity promoted by Women should be exclusively (i.e.100%) for the benefit of Women entrepreneurs.
- 9.2.5. In case of units set up by Women entrepreneurs, transfer of ownership is not normally permitted. However, transfer from one Women entrepreneur to another Women entrepreneur or to non- Women entrepreneurs may be allowed with the prior approval of Commissioner of Industries subject to condition that ultimately 51% share holding of the Women entrepreneur is protected / maintained.
- 9.3.0. **GENERAL**
- 9.3.1. If any unit taking up expansion/diversification had availed investment subsidy under any earlier scheme, the subsidy amount already availed would be deducted from the eligible Investment Subsidy, and the total subsidy would be limited to Rs.15 lakhs in case of general and Rs.20 lakhs and Rs.25 lakhs in case of Women/SC/STs and Women SC/ST Entrepreneurs as per the limits prescribed in the IIPP scheme.
- 9.3.2. In case of existing Industrial units setting up a new industrial unit with separate identifiable investment, the words 'SEPARATE IDENTIFIABLE INVESTMENT' shall mean that the unit should not have any production linkage with the existing manufacturing process and the product should be a separate product itself with independent marketability. The new unit should be in a separate building, should maintain separate books of accounts and the project should be appraised independently by financial institution as a viable project. A new project will not, however, be regarded as a "Separate Identifiable Investment" if the utilities of the

existing unit like water, electricity, steam and pollution control systems are extended to the new unit (Government memo No.27099/IP/A2/97-2, dated:15/06/1998).

**10.0. INELIGIBILITY :**

- 10.1. Industries listed in Annexure-II to the G.O.Ms.No. 178, Ind. Com (IP) Dept., dated:21/06/2005 read with G.O.Ms.No.327, Ind. & Com.(IP) Deptt. Dt.13-12-2005 are not eligible for any incentives/concessions. However, units setup by SC/ST Entrepreneurs are eligible even for incentives for the items listed in Annexure – II.
- 10.2. New industrial units being set up within the limits (existing as on 01/04/2005) of Hyderabad, Visakhapatnam, and Vijayawada Municipal Corporations are not eligible for the incentives/concessions.
- 10.3. New Industrial units established with Plant and Machinery on lease are not eligible for incentives/concessions.
- 10.4. New Industrial units established with second hand machinery are not eligible for incentives/concessions except where the cost of such machinery does not exceed 25% of the total cost of plant and machinery.
- 10.5. Composites units set up for manufacture of an eligible item along with an ineligible item are not eligible for incentives/concessions except when the proportion of ineligible items in the total production is less than 10% in value of the total turnover as per G.O.Ms. No. 20 Industries & Commerce (IP) Department, dated:31/01/1997.

**11.0. INSTANCES OF CHANGE OF CONSTITUTION/MANAGEMENT/ NAME OR STYLE OF INDUSTRIAL UNIT:**

The Industrial units that availed incentives/concessions should obtain the No Objection Certificate from the concerned financing institutions in respect of aided units before seeking the approval of Commissioner of Industries for any change of the constitution/Management/name & style of the unit within the first six (6) years from the date of commencement of Commercial production.

**12.0. CHANGE OF LOCATION OF INDUSTRIAL UNITS AVAILING INCENTIVES/CONCESSIONS:**

- 12.1. Any Tiny/SSI units proposing to shift their units within the District, they should obtain No Objection Certificate from the concerned financing institutions in respect of aided units before seeking the approval of Concerned General Manager, District Industries Centre. In case of shifting of any industrial unit outside the District, they should obtain prior approval of the concerned financing institutions in respect of aided units before seeking the approval of Commissioner of Industries. In respect of Large & Medium Scale units proposing to shift within the District or outside the District should obtain prior approval of financing institution if it is aided and then approach Commissioner of Industries for permission. Shifting of unit to outside the State is not allowed.
- 12.2. In respect of Self Financed units: In respect of Tiny/SSI units proposing to shift their units within the District, they should obtain prior approval of Concerned General Manager, District Industries Centre. In case of shifting of any industrial unit outside the District they should obtain prior approval of Commissioner of Industries through the Concerned General Manager, District Industries Centre. In respect of Large and Medium Scale units (unaided or Self Financed) proposing to shift their unit either within the District or outside the District, should obtain prior permission from Commissioner of Industries. Shifting of unit to a place outside the State is not allowed.

**13.0. MERGER/AMALGAMATION OF THE INDUSTRIAL UNITS:**

13.1. Prior approval of the Commissioner of Industries is necessary for any merger/amalgamation of their units. The Public and Private Limited Companies seeking merger/amalgamation of their group of companies shall submit an application to Commissioner of Industries along with Judgement of the Hon'ble High Court in Company Petition along with NOC from the Financing Institution, Amended LI/IL/IEM and Incorporation Certificate form the Registrar of Companies.

13.2. The Partnership concerns shall submit No Objection Certificate from their Financing Institution, Firm Registration and amended SSI/PMT Registration Certificates. The Proprietary concern shall submit NOC from the Financing Institution and if it is a self financed-unit along with the amended PMT/SSI Registration Certificate.

**14.0. CHANGE OF LINE OF ACTIVITY/INCLUSION OF ADDITIONAL LINE OF ACTIVITIES:**

If an unit starts manufacturing new eligible items without any additional machinery or equipment, with the same plant & machinery, then such items shall be permitted for availing sale tax reimbursement within the overall eligibility fixed for the unit. They should obtain prior approval of the Commissioner of Industries before taking up production of such new items.

**15.0. BREAK IN PRODUCTION:**

The Industrial units obtaining incentives should be in continuous production for a period of six (6) years from the Date of Commencement of Commercial Production failing which all incentives/concessions sanctioned are liable to be cancelled and the incentives/concessions already availed are liable for recovery. Break-in-production upto a period of one (1) year due to the reasons beyond its control such as shortage of raw-materials, power and change of management, etc. may be condoned by State Level Committee (SLC) if it felt that the reasons are justifiable. Any break-in-production beyond 12 months, will result in extending the six (6) years continuous production condition by the period of such break.

**16.0. PROCEDURE TO BE ADHERED BY THE GENERAL MANAGERS, DISTRICT INDUSTRIES CENTRES:**

16.1. The General Managers of District Industries Centres shall maintain a separate register for the units sanctioned incentives.

16.2. All files pertaining to sanctioned DLC cases must be recorded and kept for a period of 10 years, and made available for inspection of audit / inspecting authorities. Files pertaining to audit objection if any, shall be kept in record till such objections are cleared/deleted from the audit paras.

**17.0. PROCEDURE FOR SANCTION OF INCENTIVES:**

17.1. On receipt of the application claiming incentives from the industrial units concerned for sanction of incentives under the scheme, the DIC officials should inspect the unit and verify all the records/documents as per the PART -B.

17.2. Even if the unit is an aided unit the inspecting officer should verify all the machinery as per machinery list with bills and certify on the list of machinery that

- a) Verified Plant & Machinery, found to tally with the list, duly erected and put to use and is required for manufacturing the approved lines of activities.
- b) There are no second hand machinery items in the list.

17.3. After receipt of claim application along with verification-cum-recommendation Part-B, the Chairman of the State / District Level Committee will sanction / reject the proposals as the case may be. The Member-Secretary will prepare the agenda note

for each case in the form prescribed for placing before respective Committee for ratification, whenever convened.

- 17.4. Committees at the State Level and District Level are constituted for scrutinising and sanction the claims for these incentives.

**18.0. IN RESPECT OF SELF FINANCE UNITS:**

- 18.1. All the Self Financed units should be inspected by respective Multi Disciplinary Committee / Standing Scrutiny Committee as per G.O.Ms. No.319 I & C (IP) Department, dated:29/12/2004 / Sub-Committee of SLC as per the Commissioner of Industries Circular Memo No.20/1/2000/0945/0945/FD, dated: 10/08/2000 and the Committee should verify the genuineness of machinery to avoid bogus or false claims.
- 18.2. The Multi Disciplinary Committee at district level shall inspect the units with investment on Plant & Machinery below Rs. 60 lakhs.
- 18.3. The Standing Scrutiny Committee (SSC) or Sub-Committee of State Level Committee (SLC) shall inspect the units with investment on Plant & Machinery over and above of Rs. 60 lakhs.

**18.4.0. STATE LEVEL COMMITTEE ON INCENTIVES – LIST OF MEMBERS:**

- |         |  |                  |
|---------|--|------------------|
| 18.4.1  | Commissioner of Industries, Hyderabad.   | Chairman         |
| 18.4.2  | Additional Secretary / Joint Secretary / Deputy Secretary to Govt., Finance & Planning (Fin. Wing) Dept., Dealing with the subject | Member           |
| 18.4.3  | Additional Secretary / Joint Secretary / Deputy Secretary to Government, Industries & Commerce (IP) Department                     | Member           |
| 18.4.4  | President of Federation of A.P. Chamber of Commerce and Industry   | Member           |
| 18.4.5  | The Chairman of Confederation of Indian Industry (CII)   | Member           |
| 18.4.6  | The President of Federation of A. P. Small Industries Association (FAPSIA)   | Member           |
| 18.4.7  | Managing Director, A.P. Industrial Development Corporation, Hyderabad  | Member           |
| 18.4.8  | Managing Director, A.P. State Financial Corporation, Hyderabad   | Member           |
| 18.4.9  | Managing Director, A.P. Industrial Infrastructure Corporation, Hyderabad   | Member           |
| 18.4.10 | Commissioner of Commercial Taxes, Hyderabad.   | Member           |
| 18.4.11 | Commissioner of Tribal Welfare, Hyderabad.   | Member           |
| 18.4.12 | Commissioner of Social Welfare, Hyderabad.   | Member           |
| 18.4.13 | Director, Commercial, APTRANSCO  | Member           |
| 18.4.14 | Commissioner & Inspector General, Registration & Stamps, Revenue Department  | Member           |
| 18.4.15 | Member Secretary, APPCB  | Member           |
| 18.4.16 | Nominee of Industrial Development Bank of India  | Member           |
| 18.4.17 | Co-opted Members from the concerned. National Banks.   | Member           |
| 18.4.18 | Additional Director of Industries dealing with the subject incentives.   | Member Secretary |

18.4.19. The above Committee shall scrutinize and sanction the claim of units involving eligible fixed capital investment of above 25.00 lakhs.

**18.5.0. DISTRICT LEVEL COMMITTEE ON INCENTIVES – LIST OF MEMBERS:**

18.5.1	District Collector	Chairman
18.5.2	Deputy Commissioner of Commercial Taxes	Member
18.5.3	District Treasury Officer	Member
18.5.4	Project Officer, ITDAs of I.T.D.A. District OR District Tribal Welfare Officers of other Districts	Member
18.5.5	Executive Officer, District Scheduled Castes Co-op. Finance Corporation	Member
18.5.6	Branch Manager, A.P. State Finance Corporation	Member
18.5.7	Zonal Manager, A.P. Industrial Infrastructure Corporation	Member
18.5.8	Nominee of the President of Federation of A.P. Chamber of Commerce and Industry	Member
18.5.9	Chief Environmental Engineer, APPCB	Member
18.5.10	Superintending Engineer, APTRANSCO	Member
18.5.11	District Registrar, Registrations & Stamps	Member
18.5.12	Lead District Manager	Member
18.5.13	General Manger, District Industries Centre	Member Secretary

18.5.14. The above Committee shall scrutinise and sanction the claim of the units of the concerned District involving eligible fixed capital investment of Rs.25.00 lakhs and below (including the original investment in case of expansions, modernisations and diversifications).

**19.0. POWERS OF STATE LEVEL AND DISTRICT LEVEL COMMITTEES.**

19.1. The State Level and District Level Committees will meet as often as required, but not less than once in two months. The Member-Secretary will arrange to record the minutes of each meeting, get them duly approved by the Chair-person and communicate attested copies to all the members.

19.2. The decisions of the State Level Committee shall be final in scrutinizing, deciding the eligible investment, sanctioning the incentives. It can also review the decisions where ever is necessary. In case of any doubt/ambiguity on any issue or item covered by these guidelines for implementing the scheme of IIPP, the decision/interpretation of State Level Committee is final and binding on all concerned. The District Level Committee will adopt norms evolved by the State Level Committee.

19.3. The SLC has the powers to condone the Break-in-production period of industrial units upto one (1) years. However, such Break-in-production period should be due to the reasons beyond the control of the Management such as shortage of raw-materials, power and change of management, etc.

19.4. State Level Committee will review the working of the scheme and release of funds.

**20.1.0. WORK TO BE ATTENDED BY THE MEMBER - SECRETARY (SLC)**

- 20.1.1. Convening the SLC meetings, drawing up the minutes of the meetings and communicating these to the members with the approval of the Chairperson;
- 20.1.2. Disbursement of funds to the units sanctioned observing the chronological order of sanctions within the set pattern and norms approved by SLC, if necessary.
- 20.1.3. Placing before the SLC the details of sanctions and disbursements made to the industrial units for ratification.
- 20.1.4. To arrange maintenance of records of sanctions / disbursements in the manner prescribed. The incentive sanction register should be in the form prescribed.,
- 20.1.5. To monitor effective implementation of the scheme.

**20.2.0. WORK TO BE ATTENDED BY THE MEMBER SECRETARY (DLC)**

- 20.2.1. Convening the District Level Committee meetings, drawing up the minutes of the meetings and communication to the members and the Commissioner of Industries with the approval of Chairperson.
- 20.2.2. Maintain necessary accounts and registers and furnish details as and when called for by the SLC / Commissioner of Industries and produce to the audit. The incentive sanction register should be in the form prescribed.
- 20.2.3. To arrange periodical inspections of the beneficiary units and send reports on continuity in working etc. to the Commissioner of Industries.

**21.0. PROCEDURE FOR DISBURSEMENT OF SUBSIDY:**

- 21.1. After the sanction of subsidy by SLC, the Additional Director of Industries shall communicate the sanction through individual proceedings in the form prescribed to the individual units.
- 21.2. In respect of DLC sanctions, the General Managers shall forward the proposal to the Commissioner of Industries in statement in the form prescribed.
- 21.3. In respect of SLC sanction the General Managers after receipt of individual proceedings proceeded by consolidated proceedings shall obtain an agreement bond in prescribed proforma, advanced stamped receipt and assignment letter and forward the same in original to the disbursing agency APSFC / its branch along with assignment letter and stamped receipts in original after satisfying himself on the physical verification that the unit is working continuously, the assets are intact and there is no change in the management and also the unit complying with the conditions, if any, imposed in the consolidated proceedings.
- 21.4. The General Managers shall ensure that in case no bridge loan is availed by the beneficiary unit, the assignment of investment subsidy must be in favour of the term lending institution and in the case of joint financing it must be in favour of the lead institution.
- 21.5. In case of disbursements of Reimbursements of Stamp duty and Transfer duty, rebate in land cost in IEs/IDAs, Power consumption charges, Commercial Tax, such reimbursement amounts will be paid to the concerned industrial units, in favour of the unit through crossed Account payee cheque. The GM, DICs on receipt of the individual proceedings shall obtain a self certification, utilization certificates in prescribed proforma and advanced stamped receipt from the unit and forward the same in original to APSFC after physically verifying the running of the unit.

- 21.6. The funds available for disbursement under this scheme will be placed with the APSFC.
- 21.7. The disbursements are made in a bunch of cases through consolidated proceeding separately for SLC sanctions and DLC sanctions observing the chronological order of such meetings held. The consolidated proceedings indicating the name of the industry, amount sanctioned and amount released are on Managing Director, APSFC under copies to DICs, Branch Managers of APSFC concerned, etc.,
- 21.8. In respect of SLC sanctions, after the issue of individual proceedings, in favour of units in the form prescribed under copies to Managing Director, APSFC, Branch Manager of APSFC / Financial Institutions which have sanctioned term loans and working capital loans and General Manager, DIC concerned. After receipt of assignment letter and advance stamped receipt, the Managing Director, APSFC / Branch Manager, APSFC, shall release the subsidy amount to the individual units through crossed / A/c. payee cheques in the name of the Financial Institution (in whose favour assignment letter was given by the beneficiary industrial unit) A/c. industrial unit and send the same to the respective Financial Institution direct under intimation to the beneficiary industrial unit and the General Managers, DIC concerned. If the APSFC happens to be the Financial Institution, which has sanctioned the term loan, the subsidy amount is released to the industrial unit after crediting the same to the A/c. of the industrial unit with APSFC. In case of industrial units which have availed any bridge loans against the anticipated subsidy, the subsidy amount shall be released first to the Financial Institution which has sanctioned and released bridge loan, to discharge the liability in full against such sanction and balance amount, if any, would be released in the manner prescribed above.
- 21.9. In respect of DLC sanctions, the General Managers, DIC shall be forwarding the sanctions of DLCs to the Additional Director of Industries and Member-Secretary of SLC along with statement in the form prescribed, individual proceedings sanctioning after the issue of consolidated proceedings, individual proceedings are issued in favour of individual units in the form prescribed under copies to Managing Director, APSFC, Branch Manager, APSFC, Financial Institutions which have sanctioned term loans and working capital loans and General Manager, DIC concerned. After receipt of assignment letter and advance stamped receipt, the Managing Director, APSFC, Branch Manager, APSFC, shall release the subsidy amount to the individual units through crossed / A/c. payee cheques in the name of the Financial Institution ( in which favour assignment letter was given by the beneficiary industrial unit) A/c. industrial unit and send the same to the respective Financial Institution direct under intimation to the beneficiary industrial unit and the General Managers, DIC concerned. If the APSFC happens to be the Financial Institution, which has sanctioned the term loan, the subsidy amount is released to the industrial unit after crediting the same to the A/c. of the industrial unit with APSFC. In case of industrial units which have availed any bridge loans against the anticipated subsidy, the subsidy amount shall be released first to the Financial Institution which has sanctioned and released bridge loan, to discharge the liability in full against such sanction and balance amount, if any, would be released in the manner prescribed above.
- 21.10. In respect of APSFC financed industrial units, subsidy amounts sanctioned and released shall not be credited to the A/c. of respective industrial units if they are sick, closed or changes of management taken place or sold away, etc.
- Also wherever the General Manager, DICs finds an industrial unit sick, closed, change of management taken place etc. or for any other reason not worthy or receiving subsidy fill further examination, the Managing Director, APSFC / Branch

Manager, APSFC shall not disburse the subsidy to such units on written intimation given to them by the General Managers DICs, or by Commissioner of Industries. In case of above two situations, the subsidy shall be disbursed only after further clearance given by the Additional Director of Industries and Member-Secretary, SLC.

**22.0. FUNCTIONS TO BE ATTENDED BY GENERAL MANAGER, DICs:**

- 22.1. Receiving and processing of claim applications and to ensure for placing the same before the DLCs within a month in respect of DLC cases and submission to the Commissioner of Industries within one month in respect of SLC cases, with all necessary documents along with inspection report.
- 22.2. To obtain stamped receipts and assignment letters in the appropriate forms besides inspecting the units to ensure working of the units with the assets intact and no change in the management before disbursement of subsidies.
- 22.3. To initiate action to recover the incentives wherever warranted.

**23.0. RECOVERIES OF SANCTIONED INCENTIVES UNDER THE SCHEME.**  
Incentives/concessions granted to an industrial unit shall be liable to be recovered in the following circumstances.

- 23.1. If the incentives/concessions are obtained by the unit by misrepresentation of essential facts or by furnishing of false information or suppressions of facts or by submission of false/fake documents etc.,
- 23.2. If the industrial unit goes out of production within six (6) years from the date of commencement of commercial production, except in case where the unit remains out of production for short period upto 12 months due to the reasons beyond its control such as shortage of raw-materials, power and change of management, etc.
- 23.3. If the industrial unit fails to furnish the prescribed statements and/ or information when it is called upon to furnish.
- 23.4. If the unit effects change of management without prior approval from the financing institution concerned and the Commissioner of Industries.
- 23.5. If the unit shifts a part or whole of the industrial unit after receiving a part or whole of the incentives without prior approval of the Commissioner of Industries.
- 23.6. If the whole or part of the unit is sold without the prior approval of the Commissioner of Industries.
- 23.7. If the unit enters into a contract of any nature whatsoever by transferring the Management, without the prior approval of the Commissioner of Industries.
- 23.8. In the event of recoveries for reasons arising mentioned above, they shall be recovered treating them as arrears of Land Revenue under A.P. Revenue Recovery Act, 1964.

**24.0. FURNISHING OF STATEMENT OF ACCOUNT/INFORMATION BY ELIGIBLE INDUSTRIAL UNITS:**

Industrial units, which obtain incentives under the scheme, shall furnish certified copy of audited accounts including Balance Sheet before 30th June of the succeeding year to the disbursing agencies. Such statement should be furnished for a period of minimum six (6) years. Further, industrial units should also furnish details of production, sales, employment, etc., in the proforma prescribed to the General Manager, District Industries Centre concerned as an Annual Return before 30th June

of the succeeding year and obtain acknowledgment thereof. However, units which are released capital subsidy not exceeding Rs.1,00,000/- may furnish only the Annual Performance Report in the proforma prescribed to the General Manager, DIC concerned as an Annual Return before 30th June of the succeeding year and obtain acknowledgment thereof for a period of six (6) years after going into commercial production.

**25.0. INTERPRETATIONS:**

When any matter arises for the purpose of interpretation on which State Level Committee (SLC) could not take a decision or in case where any suggestions are made outside the scope of SLC in regard to implementation of the scheme, such matters shall be referred to the Government in Industries & Commerce Department, Government of Andhra Pradesh and the decision of the Government shall be final.

\*\*\*\*\*





- The following documents to be furnished:
  - i. Registered Land Sale/Lease/Transfer deed documents with receipt from Registrar regarding the payment.
  - ii. PMT SSI Registration/IEM/IL.
  - iii. Civil valuation report in prescribed format duly certified by approved Civil Engineer.
  - iv. Approvals from the Factories Department along with site plan.

RECOMMENDATION:

1. Amount claimed in Rs. \_\_\_\_\_ :
2. Whether the unit has already availed any exemption on purchase of land, if so amount in Rs. \_\_\_\_\_ :
3. Amount recommended in Rs. \_\_\_\_\_ :

Designation & Signature of inspecting Officer.

Remarks of the General Manager \_\_\_\_\_ :

The applicant unit is eligible for said incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of incentives.

Signature of General Manager.



6. Line of Activity.

	Line of activity	Installed Capacity (in units)	Value in Rs.
New /Existing Unit			
Expansion/Diversification Project			

**Note:** In respect of Expansion/Diversification projects, units involving atleast 25% enhancement on fixed capital investment and Capacity are eligible for claiming incentives:

7	Existing power connection in HP					
8	Date of new power connection released.					
9	New power connection in HP					
10	Power utilized in previous three years before power released for expansion/diversification project		Year	Total units	Rate per unit in Rs.	Total paid by the unit in Rs.
			1.			
			2.			
			3.			
11	Energy Tariff per unit:		Rs.			
12	Details of Energy consumed from the date of commencement of production and amount claimed for the quarter **					
	Year	1 <sup>st</sup> quarter 1 <sup>st</sup> Apr. -30 <sup>th</sup> June	2 <sup>nd</sup> quarter 1 <sup>st</sup> July-30 <sup>th</sup> Sep.	3 <sup>rd</sup> quarter 1 <sup>st</sup> Oct.-31 Dec.	4 <sup>th</sup> quarter 1 <sup>st</sup> Jan.-31 <sup>st</sup> March	
2005-06	Units					
	Amt.					
2006-07	Units					
	Amt.					
2007-08	Units					
	Amt.					
2008-09	Units					
	Amt.					
2009-10	Units					
	Amt.					
13	Claim applied for (Amount in Rs.)					

\*\* Quarter means every three months from the financial year begin from 1<sup>st</sup> April to 31<sup>st</sup> March.

## DECLARATION

I / We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for.

I/We hereby agree that I/We shall forthwith repay the amount to me/us under scheme. If the amount of Reimbursement of power tariff are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Certified that this amount has not been claimed earlier. In case of a wrong claim I shall repay the entire amount of concession(s) availed under IIPP2005-2010 scheme in Lump sum with prevailing interest.

Station :

Signature of Authorised Person

Date :

with Firm /Office Seal.

• The following documents to be furnished:

- a) Power release certificate issued by concerned DISCOM for the first time of the claim.
- b) Statement of Accounts in prescribed format for the first time of the claim.
- c) List of plant & machinery for the first time of the claim.
- d) Civil valuation report in prescribed format duly certified by approved Civil Engineer for the first time of the claim.
- e) Power Bill and payment proof/receipts from concerned DISCOM.
- f) PMT SSI Registration /IEM / IL for the first time of the claim.
- g) Self Certification prescribed at Form – B.
- h) Power utilization Particulars for the last –3- years and Column No. 5 & 6 of the application duly certified by Chartered Accountant for the first time of the claim.

**RECOMMENDATION:**

1. Amount claimed in Rs. :

2. Amount recommended in Rs. :

Designation & Signature of inspecting Officer.

Remarks of the General Manager :

The applicant unit is eligible for said incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of incentives.

Signature of General Manager.

**ANNEXURE: V**

**APPLICATION CUM VERIFICATION FOR CLAIMING INVESTMENT SUBSIDY UNDER  
INDUSTRIAL INVESTMENT PROMOTION POLICY  
(IIPP) - 2005-2010 SCHEME OF ANDHRA PRADESH**

(G.O.Ms.No.178 Industries and Commerce (IP) Dept., dated.21/06/2005 read with  
G.O.Ms.No.327 Industries and Commerce (IP) Dept., dated.13/12/2005)

**PART - A**

**CLAIM**

To be filled by DIC/ Commissionerate of Industries.									
Date of receipt in DIC:									
DIC File No.:									
Date of receipt in Commissionerate:									
Commissionerate File No.:									

To be filled by Applicant

**1.0. Details of Industry:**

1.1. Name of the unit:


1.2 Name of the Managing Director / Managing Partner / Proprietor:

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**2.0. Address of the Unit:**

2.1 Office:


2.2 Factory location:


**3.0. Status:**

3.1. Constitution of the Organisation & Industry status (Pl. mark)

Proprietary  Partnership  Pvt. Ltd.  Limited

3.2. New Industry  Expansion  Diversification

3.3 Date of Commencement of Production:

3.4 PMT SSI Registration No:

Date:


4.0. Project Details:

4.1. New unit.

Line of activity	Units	Installed capacity	Value

4.2. Expansion/ Diversification Project

Line of activity	Installed Capacity (in units)	% of increase under Expansion/ Diversification Project
Existing Unit		
Expansion/ Diversification Project		

4.3. Fixed Capital Investment(in Rs.)

Nature of Assets	Existing Unit	Expansion/ Diversification Project	% of increase under Expansion/ Diversification Project
Land			
Building			
Plant & Machinery			
Total			

5.0. Social Status (Pl. mark)

SC  ST  Women  Others

If SC, ST & Women please indicate % Share in the equity:

5.1 Details of the Director(s) / Partner(s):

	Name	Community	Share	%
i)				
ii)				
iii)				
iv)				

6.0. Power

6.1. Power Supply Date

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6.2. Unit Contracted load

--	--	--	--	--	--	--	--	--	--

6.3. Connected load

--	--	--	--	--	--	--	--	--	--

7.0. Implementation Steps taken:

7.1. Project Finance:

7.2. Date of Application for term loan

--	--	--	--	--	--	--	--	--	--

7.3. Name of the Instn. (with lead Institution in the event of joint or consortium financing)

--	--	--	--	--	--	--	--	--	--

7.4. Term loan sanctioned reference No. & Date.

--	--	--	--	--	--	--	--	--	--

8.0. Approved / Estimated Project cost, Term loan sanctioned and released, assets acquired etc.

	Name of	Approved	Loan	Equity	Loan	Value of	Value of

	Asset	Project Cost	Sanctioned from the promoters	Amount Released	assets (as certified by financial institution).	assets certified by Chartered Accountant	
	1	2	3	4	5	6	7
8.1.	Land						
8.2.	Building						
8.3.	Plant & Machinery & Equipment						
8.4	Preliminary & Pre operative expenses						
8.5.	Tech. Know how / feasibility study / Turnkey charges.						
8.6.	Working Capital						
8.7.	Others.						
	Total						

Note : The data on the above should be prior to date of filing of claim or within 6 months of Commencement of production, whichever is earlier.

- 9.0. Means of Finance :  
9.1. Equity from Promoters/Shareholders / Partners.  
9.2. Public Issue :  
9.3. Preferential Issue :  
9.4. Loans sanctioned ( In Rs. ) :

10.0. Total amount subsidy already availed:

- 10.1. Scheme :  
10.2. Amount :

11.0	Second Hand Machinery value in Rs	New Machinery value in Rs.	Total Value in Rs. (1+2)	% of Second Hand Machinery value in the Total Machinery value.	Value of the Machinery purchased from APIDC/ APSFC/ Bank in Rs.	Total value in Rs. (2+5)
	1	2	3	4	5	6

12.0. Registration with Commercial taxes Department Registration,  
APGST No. : Date  
CST No. : Date  
Concerned Authority : ACTO/C.T.O./D.C.T.O./Dy Commissioner  
Address :

- 13.0. **Incentives applied for (in Rs.) on fixed capital investment:**
- 13.1. Investment Subsidy (15% of Investment Rs.  
Subsidy or maximum of Rs 15.00 lakhs) :
- 13.2. Additional investment subsidy of 5% limited Rs.  
to Rs.5 Lakhs for SC/ST entrepreneurs:
- 13.3. Additional investment subsidy of 5% limited Rs.  
to Rs.5 Lakhs for Women entrepreneurs:  
Total: Rs.

#### DECLARATION

- 14.1. I / We hereby confirm that the contents of the claim application are true to the best of my /our knowledge.
- 14.2. I / We abide by the provision under Industrial Investment Promotion Policy Scheme 2005-2010. State Incentives and further abide by the changes / modifications made by the State Government under G.O.Ms.No. 178, Industries & Commerce (IP) Department, dated:21/06/2005. I / We also abide by the decisions of Industries & Commerce Department.
- 14.3. I / We shall not change the location of the whole or part of the industrial unit or effect any substantial contraction over disposal of substantial part of its total capital investment within a period of six (6) years after the unit commences production.
- 14.4. I / We assure that the State incentives (Capital subsidy) applied for will be used solely for the development of the unit and shall produce utilisation certificate to the District Industries Centre (DIC) within one year and furnish annual progress report and certified copy of audited accounts to the DIC for a period of six (6) years.
- 14.5. I / We confirm that subsidy was availed under the Government schemes mentioned at para No.10.5.
- 14.6. If the amount of Investment Subsidy are found to be disbursed in excess of the amount actually admissible whatsoever the reason, I/We hereby agree that I/We shall forthwith repay the amount released to me/us under the scheme.
- 14.7. I / We shall agree that apart from other consequences. I / We will forego the eligibility for the continuance of incentives and other financial concessions for further years if these incentives / financial concessions were obtained by misrepresentation of facts or in case of misutilisation. I / We not only agree to pay back these incentives / financial concessions but also authorise State Government to call back the same through summary proceedings under the provisions of R.R.Act 1864.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

**CHARTERED ACCOUNTANT CERTIFICATE**

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of the above unit and Certified to be true the expenditure under Col(&) of Sl.No. 8.0.

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory\_\_\_\_\_

Name\_\_\_\_\_

Membership No.\_\_\_\_\_

Full address\_\_\_\_\_

Name and address of the Institution where registered.

Date:

Place:

**PART - B**  
**VERIFICATION -CUM- RECOMMENDATION OF G.M, DIC**

- 1.1. Name and Address of the Industry :
- 1.2. Name of the Inspecting Officer :
- 1.3. Designation :
- 1.4. Date(s) of Inspection :
- 1.5. Person (from Industry) present at the time of Inspection. :
- 2.0. Verification certificate

Certified that contents of the claim under Part-A and the document indicated in Part-c of this claim application were verified and found correct. The plant and machinery and equipment was physically verified as per the statement of machinery and found them duly installed and put on work . Further certified that the fixed assets claimed for incentives are essentially required for carrying and the production in which the industry is engaged in.

**3.0. Project Details:****3.1. New unit.**

Line of activity	Units	Installed capacity	Value

**3.2. Expansion/ Diversification Project**

Line of activity	Installed Capacity (in units)	% of increase under Expansion/ Diversification Project
Existing Unit		
Expansion/ Diversification Project		

**3.3. Fixed Capital Investment(in Rs.)**

Nature of Assets	Existing Unit	Expansion/ Diversification Project	% of increase under Expansion/ Diversification Project
Land			
Building			
Plant & Machinery			
Total			
3.4	Date of commencement of production		
3.5	Date of issue of Regd. Notice calling shortfall documents/information		
3.6	Date of claim taken to call book due to non Receipt of shortfalls documents		
3.7	Date of receipt of shortfall documents/information.		

4.0.0 Capital cost computed & recommended in Rs.

4.1.0 Land:

4.1.1.	<u>Extent in Sq.Mtrs</u>	<u>Built up area in Sq.Mtrs</u>	<u>5 times built up area in Sq.Mtrs</u>	<u>Extent eligible Land in Sq.Mtrs</u>

(in Rupees)

4.1.2.	Land cost	Stamp duty	Regn. Fees	Total	Approved Project cost	Proportionate eligible value
4.1.3	Computed cost			Rs.		

4.2.0 Building and other civil works:

4.2.1 Approved Project cost :

4.2.2	Value of the items 8.2.2 to 8.2.10 of guideline	Plinth area	Rate as per the APSFC norms	Value
4.2.3	Value of the items 8.2.11 to 8.2.17 and similar items of guidelines not to exceed 10% of the total value of the civil works.			
4.2.4	Total Value			
4.2.5	Computed cost :		Rs.	

4.3.0 Plant and Machinery and Equipment ( PM&E ) :

4.3.1.	As per approved project cost	As per list of Plant & Machinery	Tech.Know how and study and turnkey charges not to exceed 10% of PM & E	2 <sup>nd</sup> hand machinery Value	% of 2 <sup>nd</sup> hand Machinery	Total
4.3.2	Computed Cost:		Rs.			

4.4.0. Total Cost computed:

(In Rupees)

4.4.1	Land (4.1.3)	
	Buildings (4.2.5)	
	Plant & Machinery (4.3.2)	
	Total	

- 5.0. Recommended for sanction of investment subsidy mentioned below, subject to produce the following approvals/documents:  
a)  
b)

**Investment Subsidy**

- 6.1. 15% Investment Subsidy on fixed capital investment limited to 15.00 lakhs) :
- 6.2. An additional investment subsidy of 5% limited to Rs.5 Lakhs for SC/ST entrepreneurs :
- 6.3. An additional investment subsidy of 5% limited to Rs.5 Lakhs for Women entrepreneurs. :
- Total :

Signature of Inspecting Officer

Remarks of the General Manager :

The applicant unit is eligible for said incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme only. I recommend sanction of incentives.

Signature of General Manager.

**PART- C****CHECK - SLIP**

- 1.0.0 Document Enclosed
- 1.1.0 Certificate from the concerned financing institution showing term loan released and the value of assets acquired as on prior to filing of claim/within 6 months from the date of commencement of commercial production whichever is earlier together with other details and machinery statement as a statement of account in the form prescribed in case of institutionally financed units.
- OR
- List of Plant & Machinery & Equipment purchased and installed with attested copies of bills in the prescribed form along with Civil Valuation certificate in the prescribed form in respect of all other units.
- 1.2.0 Caste Certificates issued by concerned M.R.Os in case of SC/ST Yes/No/N.A
- 1.3.0 Certificate from the Chartered Accountant and % of holding of equity in the company by each partner/directors. Yes/No/N.A
- 1.4.0 Regd. Partnership Deed/Articles of Association and Memorandum of Association in case of Pvt. Ltd and Limited companies along with incorporation certificate/ Bye-laws in case of Indl. Cooperative along with Registration Certificate. Yes/No/N.A
- 2.0.0 Documents in original to be produced to the inspecting officer of DIC for verification (tick appropriate)
- 2.1.0. Approval of Director of Factories & Boilers, No. & Date: Yes/No/N.A
- 2.2.0. Approval of Director of Town & Country Planning / UD Yes/No/N.A
- 2.4.0 Regular approval of Municipality or Gram Panchayat. Yes/No/N.A
- 2.5.0. Consent for Establishment from APPCB Yes/No/N.A
- 2.6.0. Consent for Operation from APPCB Yes/No/N.A
- 2.7.0. Power release Certificate from APTRANSCO Yes/No/N.A
- 2.8.0. Environmental clearance (if any) Yes/No/N.A
- 2.9.0. Other statutory approvals (specify) Yes/No/N.A
- 3.0.0 Provisional SSI Registration Yes/No/N.A
- 4.0.0 Permanent SSI Regn. Certificate Yes/No/N.A
- 5.0.0 Project Report Yes/No/N.A
- 6.0.0 Term loan sanction letters Yes/No/N.A
- 7.0.0 Board Resolution authorizing to sign and file claim etc., in case of Pvt./Ltd., Companies, Cooperatives and similar authorization in respect of partnership firms. Yes/No/N.A

- |  |            |
|--|------------|
| 8.0.0 Registered land Sale deed/Premises Lease deed/Allotment Letters from APIIC/I.T.Parks   | Yes/No/N.A |
| 9.0.0 In respect of first Public issue certificate issued by appropriate authority on the date of issue.<br>C.A. / C.E. Certificate regarding 2 <sup>nd</sup> hand plant & machinery<br>C.E. Certificate for Self fabricated machinery | Yes/No/N.A |

N.A: = Not Applicable

Signature of Authorised Person with firm / Office Seal

// Attested //

Inspecting Officer / General Manager.

**ANNEXURE: VI**

**APPLICATION CUM VERIFICATION FOR REIMBURSEMENT OF INTEREST SUBSIDY  
UNDER INDUSTRIAL INVESTMENT PROMOTION  
POLICY (IIPP) – 2005-2010 SCHEME OF ANDHRA PRADESH**

(G.O.Ms.No.178 Industries and Commerce (IP) Dept., dated.21/06/2005 read with  
G.O.Ms.No.327 Industries and Commerce (IP) Dept., dated.13/12/2005)

**1.0 Details of Industry:**

1.1. Name of the unit:


1.2 Name of the Managing Director / Managing Partner / Proprietor:


**2.0 Address of the Unit:**

2.1 Office:


2.2 Factory location:


**3.0.Status:**

3.1. Constitution of the Organisation (Pl. mark)

Proprietary  Partnership  Pvt. Ltd.  Limited  Coop.

3.2 Date of Commencement of Production:

3.3 PMT SSI Registration No:

Date:


**4.0. Social Status** (Pl. mark)

SC  ST  Women  Others

If SC, ST & Women please indicate % Share in the equity:

4.1 Details of the Director(s) / Partner(s):

	Name	Community	Share	%
i)				
ii)				
iii)				
iv)				

5. Fixed Capital Investment (in Rs.)

Nature of Assets	New /Existing Unit	Expansion/ Diversification Project	% of increase under Expansion/ Diversification Project
Land			
Building			
Plant & Machinery			
Total			

6. Line of Activity.

	Line of activity	Installed Capacity (in units)	Value in Rs.
New /Existing Unit			
Expansion/ Diversification Project			
% of capacity increase under Expansion/ Diversification Project			

7 Details of Term loan sanctioned and availed:

Type of loan	Name of the Financial Institution	Loan A/c No.	Sanction order No & Date	Amount sanctioned	Rate of Interest	Term loan released
1	2	3	4	5	6	7
8	Interest subsidy claimed:					
	Interest on Term loan for the half year ending	Rate of interest charged over & above the PLR		Interest paid	Eligible (3% or 5%)	Amount claimed

**DECLARATION**

I / We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for.

I/We hereby agree that I/We shall forthwith repay the amount to me/us under scheme. If the amount of Interest Subsidy are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

### CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of the above unit.

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory\_\_\_\_\_

Name\_\_\_\_\_

Membership No.\_\_\_\_\_

Full address\_\_\_\_\_

Name and address of the Institution where registered.

Date:

Place:

- The following documents to be furnished:
  - a) Term loan Sanction letter
  - b) Certificate from financial institutions in prescribed form.
  - c) PMT SSI Registration

RECOMMENDATION:

Amount claimed in Rs. :

Amount recommended in Rs. :

Designation & Signature of inspecting Officer.

Remarks of the General Manager :

The applicant unit is eligible for said incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme only. I recommend sanction of incentives.

Signature of General Manager.

**ANNEXURE: VI**

**APPLICATION CUM VERIFICATION FOR GRANT OF SEED CAPITAL ASSISTANCE UNDER INDUSTRIAL INVESTMENT PROMOTION POLICY (IIPP) – 2005-2010 SCHEME OF ANDHRA PRADESH**

(G.O.Ms.No.178 Industries and Commerce (IP) Dept., dated.21/06/2005 read with G.O.Ms.No.327 Industries and Commerce (IP) Dept., dated.13/12/2005)

**1.0 Details of Industry:**

1.1. Name of the unit:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

1.2 Name of the Managing Director / Managing Partner / Proprietor:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

1.3 Details of the Director(s) / Partner(s):

	Name	Community	Share	%
i)				
ii)				
iii)				
iv)				

**2.0 Address of the Unit:**

2.1 Office:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

2.2 Factory location:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**3.0.Status:**

3.1. Constitution of the Organisation (Pl. mark)

Proprietary  Partnership  Pvt. Ltd.  Limited  Coop.

3.2 Date of Commencement of Production:


3.3 Provl. / PMT SSI Registration No:

Date:

3.4. Line of Activity.

	Line of activity	Installed Capacity	Proposed Capacity
Existing			
Proposed			

**4.0.Status:**

4.1. Social Status (Pl. mark)

SC  ST  Women

If SC, ST & Women please indicate % Share in the equity.

4.1 Details of the Director(s) / Partner(s):

	Name										Community	Share	%
i)													
ii)													
iii)													
iv)													

5.0. Power

5.1. Power Supply Date

--	--	--	--	--	--	--	--

5.2. Unit Contacted load

--	--	--	--	--	--	--	--

5.3. Connected load

--	--	--	--	--	--	--	--

6.0. Approved / Estimated Project cost, Term loan sanctioned and released, assets acquired etc.

	Name of Asset	Approved Project Cost	Loan Sanctioned	Equity from promoters	Loan Amount Released	Value of assets acquired ( as certified by financial institution.	Value of assets certified by Chartered Accountant
	1	2	3	4	5	6	7
6.1.	Land						
6.2.	Building						
6.3.	Plant & Machinery & Equipment						
6.4	Preliminary & Pre operative expenses						
6.5.	Tech. know how / feasibility study / Turnkey charges.						
6.6.	Working Capital						
6.7.	Others.						
	Total						

- 7.0. Means of Finance :
- 7.1. Equity from Promoters/Shareholders/  
Partners. :
- 7.2. Seed Capital from Financing Institution under  
National Equity Fund (NEF) scheme  
:
- 7.3. Seed Capital grant from State Government  
(@ 5% of the project cost limited to Rs. 5  
lakhs) :
- 7.4. Unsecured loans if any :  
Loans sanctioned ( In Rs. ) :  
Total

8. Registration with Commercial taxes Department Registration,  
APGST No. : Date  
CST No. : Date  
Concerned Authority : ACTO/C.T.O./D.C.T.O./Dy Commissioner  
Address :

**DECLARATION**

I / We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for.

I/We hereby agree that I/We shall forthwith repay the amount to me/us under scheme. If the amount of seed capital assistance are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

### CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of the above unit.

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory\_\_\_\_\_

Name\_\_\_\_\_

Membership No.\_\_\_\_\_

Full address\_\_\_\_\_

Name and address of the Institution where registered.

Date:

Place:

- The following documents to be furnished:
  - a) Sanction letter of term loan and seed capital loan from Financial Institution.
  - b) Community Certificate issued by concerned MRO for SC/ST Enterprenuers.
  - c) Memorandum of Articles/Registered Partnership Deed
  - d) PMT SSI Registration.

**RECOMMENDATION:**

1. Amount claimed in Rs. :
2. Amount recommended in Rs. :

Designation & Signature of inspecting Officer.

Remarks of the General Manager :

The applicant unit is eligible for said incentives. The claim is in order. The computation of capital cost has been done as per the provisions under the scheme only. I recommend sanction of incentives.

Signature of General Manager.

**ANNEXURE: VIII**

**APPLICATION CUM VERIFICATION FOR REIMBURSEMENT OF SALES TAX UNDER  
INDUSTRIAL INVESTMENT PROMOTION POLICY  
(IIPP) – 2005-2010 SCHEME OF ANDHRA PRADESH**

(G.O.Ms.No.178 Industries and Commerce (IP) Dept., dated.21/06/2005 read with  
G.O.Ms.No.327 Industries and Commerce (IP) Dept., dated.13/12/2005)

**1.0. Details of Industry:**

1.1. Name of the unit:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

1.2 Name of the Managing Director / Managing Partner / Proprietor:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**2.0. Address of the Unit:**

2.1 Office:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

2.2 Factory location:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**3.0.Status:**

3.1. Constitution of the Organisation (Pl. mark)

Proprietary  Partnership  Pvt. Ltd.  Limited  Coop.

3.2 Date of Commencement of Production:

--	--	--	--	--	--	--	--

3.3 PMT SSI Registration/IEM/IL No:

Date:

4. Status of the Industry: (Pl. mark)

New Industry  Expansion  Diversification

5. Fixed Capital Investment(in Rs.)

Nature of Assets	Approved Project cost for New Expansion/ Diversification Project	Existing project	New or Expansion/ Diversification Project	% of increase under Expansion/ Diversification Project
Land				
Building				
Plant & Machinery				
Total				

6. Line of Activity.

	Line of activity	Installed Capacity (in units)	% of increase under Expansion/ Diversification Project
New /Existing Unit			
Expansion/Diversification Project			

**Note:** In respect of Expansion/Diversification projects, units involving atleast 25% enhancement on fixed capital investment and Capacity are eligible for claiming incentives

7	Sales Tax Regn. No & Date APGST CST			
8	Installed capacity of the existing unit as certified by the financial institution/ chartered accountant			
9	Production details preceding three years before expansion/ diversification project as certified by the financial institution/ chartered accountant	Year	Units	Total production
		1		
		2		
		3		
10	Sales Tax reimbursement already availed by unit if any.	1 <sup>st</sup> year (200 -20 )		Rs.
		2 <sup>nd</sup> year (200 -20 )		Rs.
		3 <sup>rd</sup> year (200 -20 )		Rs.
		4 <sup>th</sup> year (200 -20 )		Rs.
		Total		Rs.
11	Details of the tax paid by the unit for the preceding year as certified by Commercial Tax Department from the date of commencement of production:			
Year				
	200 -20	200 -20	200 -20	200 -20
12	25% Reimbursement amount claimed by the unit	Rs.		

**DECLARATION**

I / We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for.

I/We hereby agree that I/We shall forthwith repay the amount to me/us under scheme. If the amount of Reimbursement of tax are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

- The following documents to be furnished:
  - a) Statement of Accounts in prescribed form for the first time of the claim.
  - b) List of plant & machinery for the first time of the claim.
  - c) Civil valuation report in prescribed format duly certified by approved Civil Engineer for the first time of the claim.
  - d) PMT SSI Registration / IEM / IL for the first time of the claim.
  - e) Certificate from concerned CTO as prescribed at Form – A.
  - f) Production Particulars for the last –3- years and Column No. 5 & 6 of the application duly certified by Chartered Accountant for the first time of the claim.

RECOMMENDATION:

1. Amount claimed in Rs. :
2. Amount recommended in Rs. :

Designation & Signature of inspecting Officer.

Remarks of the General Manager :

The applicant unit is eligible for said incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme and within the ceiling limit. I recommend sanction of incentives.

Signature of General Manager.

**ANNEXURE: IX**

**APPLICATION CUM VERIFICATION FOR REIMBURSEMENT ON EQUIPMENT PURCHASED FOR TECHNOLOGY UPGRADATION UNDER INDUSTRIAL INVESTMENT PROMOTION POLICY (IIPP) – 2005-2010 SCHEME OF ANDHRA PRADESH**

(G.O.Ms.No.178 Industries and Commerce (IP) Dept., dated.21/06/2005 read with G.O.Ms.No.327 Industries and Commerce (IP) Dept., dated.13/12/2005)

**1.0. Details of Industry:**

1.1. Name of the unit:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

1.2 Name of the Managing Director / Managing Partner / Proprietor:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**2.0. Address of the Unit:**

2.1 Office:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

2.2 Factory location:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**3.0.Status:**

3.1. Constitution of the Organisation (Pl. mark)

Proprietary  Partnership  Pvt. Ltd.  Limited  Coop.

3.2 Date of Commencement of Production:

3.3 PMT SSI Registration No:

Date:


4.0. Status of the Industry: (Pl. mark)

New Industry  Expansion  Diversification

**5. Fixed Capital Investment (in Rs.)**

Nature of Assets	New /Existing Unit	Expansion/ Diversification Project	% of increase under Expansion/ Diversification Project
Land			
Building			
Plant & Machinery			
Total			

6.0. Line of Activity.

	Line of activity	Installed Capacity (in units)	Value in Rs.
New /Existing Unit			
Expansion/Diversification Project			
% of capacity increase under Expansion/Diversification Project			

7 Details of Equipment Purchased for technology upgradation.

Sl. No	Name of the equipment	Name & address of the supplier	Bill No. & Date	Cost of the Equipment in Rs.	APGST / CST in Rs.	Excise Duty in Rs.	Freight Charges in Rs.	Other Charges in Rs.	Total in Rs.
1	2	3	4	5	6	7	8	9	10
1									
2									
3									
4									

8 Amount of subsidy sanction by SIDBI under CLCS scheme in Rs.

9 Amount of subsidy claimed in Rs.

**DECLARATION**

I / We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for.

I/We hereby agree that I/We shall forthwith repay the amount to me/us under scheme. If the amount of Reimbursement are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

### CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of the above unit.

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory\_\_\_\_\_

Name\_\_\_\_\_

Membership No.\_\_\_\_\_

Full address\_\_\_\_\_

Name and address of the Institution where registered.

Date:

Place:

- The following documents to be furnished:
  - a) Original purchase Bills and payment proof duly certified by the Financial Institution.
  - b)** PMT SSI Registration.
  - c) Single Window approvals.

**RECOMMENDATION:**

1. Amount claimed in Rs. :

2. Amount recommended in Rs. :

Designation & Signature of inspecting Officer.

Remarks of the General Manager :

The applicant unit is eligible for said incentives. The claim is in order. The computation of capital cost has been done as per the provisions under the scheme only. I recommend sanction of incentives.

Signature of General Manager.

**ANNEXURE: X**

**APPLICATION CUM VERIFICATION FOR REIMBURSEMENT OF CERTIFICATION CHARGES FOR ACQUIRING QUALITY CERTIFICATION COST UNDER INDUSTRIAL INVESTMENT PROMOTION POLICY**

**(IIPP) – 2005-2010 SCHEME OF ANDHRA PRADESH**

(G.O.Ms.No.178 Industries and Commerce (IP) Dept., dated.21/06/2005 read with  
G.O.Ms.No.327 Industries and Commerce (IP) Dept., dated.13/12/2005)

1. (a) Name and Address of the Unit :  
(Office & Factory Location(s))  
  
(b) Telephone No. Factory & Office :  
  
(c) E-mail & Fax No :  
  
2. PMT SSI Registration/IEM/IL/EOU No :  
Date :  
(Enclose an attested copy)
3. Item(s) of manufacture/processing As indicated in the PMT SSI/IEM/IL/EOU registration
4. Proof of functional status of the unit as on the date of submission of Application.  
(A certificate (in original) from State DI/GM,DIC Confirming functional status of the unit at the time of acquiring ISO-9000/ISO 14001/HACCP – certificate)
5. **Details of ISO 9000/ISO 14001/HACCP Certificate**  
Name and address of certification agency :  
The Certificate must have address of the site/location certified: Scope of certification, Certificate No, date of issue & period of validity (or date of expiry) Name & Logo & Number of the Accreditation Body/Board.  
(Enclose an attested copy of the Certificate)
6. Details of expenditure incurred in acquiring ISO-9001/ISO-14001/HACCP Certificate (excluding Hotel & Travel expenses & Surveillance charges) Furnish a CA certificate of expenditure (in original) giving the details along with bills and vouchers and proof of payment.
7. Details of reimbursement/grant/subsidy already received, if any, from Centre Govt. (including DC(SSSI) /State Govt./ Financial Institution etc. For acquiring ISO-9001/ISO-14001/HACCP Certificate (furnish, an Undertaking/declaration (in original) from the Managing Director/ Director Proprietor/Partner of the unit duly sworn before a Notary.

**DECLARATION**

(full name).....S/o ..... Managing Director/ Director Proprietor / Partner is .....(complete address) hereby declare that the particulars given in the application are correct. In case any of the statement/information furnished in the application / documents later found to be wrong or incorrect or misleading, I do hereby bind myself and my unit to pay to the Government on demand the full amount received as reimbursement in respect of above mentioned activity, within seven days of the demand being made to me in writing.

I/We hereby agree that I/We shall forthwith repay the amount to me/us under scheme. If the amount of Quality certification charges are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

**CHARTERED ACCOUNTANT CERTIFICATE**

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of the above unit.

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory\_\_\_\_\_

Name\_\_\_\_\_

Membership No.\_\_\_\_\_

Full address\_\_\_\_\_

Name and address of the Institution where registered.

Date:

Place:

1) Note :The copy of SSI/IEM/IL/EOU Certificate, ISO -Certification must be attested by GM, DIC concerned.

RECOMMENDATION:

Amount claimed in Rs. :

Amount recommended in Rs. :

Designation & Signature of inspecting Officer.

Remarks of the General Manager :

The applicant unit is eligible for said incentives. The claim is in order. The computation of capital cost has been done as per the provisions under the scheme only. I recommend sanction of incentives.

Signature of General Manager.



6. Line of Activity.

	Line of activity	Installed Capacity (in units)	Value in Rs.
New /Existing Unit			
Expansion/Diversification Project			
% of capacity increase under Expansion/Diversification Project			

7 Details of Equipment Purchased for Cleaner production measures:									
Sl. No	Name of the equipment	Name & address of the supplier	Bill No. & Date	Cost of the Equipment in Rs.	APGST / CST in Rs.	Excise Duty in Rs.	Freight Charges in Rs.	Other Charges in Rs.	Total in Rs.
1	2	3	4	5	6	7	8	9	10
1									
2									
3									
4									

8 Amount of subsidy claimed in Rs.(25% limited to Rs. 5.00 lakhs)

**DECLARATION**

I / We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for.

I/We hereby agree that I/We shall forthwith repay the amount to me/us under scheme. If the amount of Reimbursement are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

**CHARTERED ACCOUNTANT CERTIFICATE**

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of the above unit.

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory\_\_\_\_\_

Name\_\_\_\_\_

Membership No.\_\_\_\_\_

Full address\_\_\_\_\_

Name and address of the Institution where registered.

Date:

Place:

- The following documents to be furnished:
  - a) Original purchase Bills and payment proof duly certified by the Financial Institution in case of Bank Finance or C. A. in case of Self Finance.
  - b) PMT SSI Registration/IEM/IL.
  - c) Single Window approvals.

RECOMMENDATION:

Amount claimed in Rs. :

Amount recommended in Rs. :

Designation & Signature of inspecting Officer.

Remarks of the General Manager :

The applicant unit is eligible for said incentives. The claim is in order. The computation of capital cost has been done as per the provisions under the scheme only. I recommend sanction of incentives.

Signature of General Manager.



6. Line of Activity.

	Line of activity	Installed Capacity (in units)	Value in Rs.
New /Existing Unit			
Expansion/Diversification Project			

(in Sq. Mtrs.) (in Sq. Mtrs.)

7 Date of patent registration obtained:

8 Patent registration No.

9 Line of activity

10 Expenditure made on patent registration with detailed heads. in Rs.

11. Amount Claimed in Rs.

**DECLARATION**

I / We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for.

I/We hereby agree that I/We shall forthwith repay the amount to me/us under scheme. If the amount of patent registration are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

### CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of the above unit.

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory\_\_\_\_\_

Name\_\_\_\_\_

Membership No.\_\_\_\_\_

Full address\_\_\_\_\_

Name and address of the Institution where registered.

Date:

Place:

- The following documents to be furnished:
  - a) Copy of patent registration certificate and payment receipts.
  - b) PMT SSI Registration/IEM/IL.
  - c) Single Window approvals.

RECOMMENDATION:

1. Amount claimed in Rs. :
2. Amount recommended in Rs. :

Designation & Signature of inspecting Officer.

Remarks of the General Manager :

The applicant unit is eligible for said incentives. The claim is in order. The computation of capital cost has been done as per the provisions under the scheme only. I recommend sanction of incentives.

Signature of General Manager.

TO BE FILLED ALONG WITH CLAIM FOR AIDED UNITS

**STATEMENT OF ACCOUNTS IN RESPECT OF AIDED UNITS:**

Date:

1. Name & Address of the Unit :
2. Term loan sanction :  

	Date of filling of application	Date of Sanction	Amount	Sanctioned (in Rs.)
1st Loan				
2nd Loan				
3rd Loan etc.				
3. Project cost, loan sanctions and release, assets acquired (in Rs.)

Nature of Asset	Approved Project Cost (Original)	Quantum of Loan Sanctioned	Institution Margin	Loan Received	Assets Acquired to the extent of Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total acquired.
1	2	3	4	5	6	7	8
Land							
Buildings							
Plant & Machinery							
Machinery contingencies							
Erection							
Technical know-how, feasibility study, Vehicles							
Total							

4) If the Project is revised, the details. (in Rs.)

Nature of Asset	Revised Approved Project Cost (Original)	Addl. Part of Approved Project Cost	Quantum of Addl. Loan Sanctioned	Quantum of Addl. Loan Received	Proportionate Asset Acquired to the Addl. Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total Assets acquired
1	2	3	4	5	6	7	8
Land							
Buildings Plant & Machinery							
Machinery contingencies							
Erection							
Technical know-how, feasibility study,							
Vehicles							
Total							

5. Details of assets:

- a) Land :
- Extent purchased :
- Extent considered (in Rs.) :
- b) Buildings:
- Valuation (Abstract) item-wise with plinth areas, value, etc.  
To be furnished in the form, in case of revised project, the additions are to be separately.
- c) Plant and Machinery:
- i) Statements on machinery including erection, freight transportation on which term loan was released in the prescribed form given hereunder.
- ii) Statements on machinery including erection, freight transportation on which term loan was not utilised but they form part of approved project cost in the form given hereunder.

Sl. No.	Name of the machine with Specifications	Date of Placement of Order	Name of the Supplier	Bill No. & Date	Amount of the bill including freight, insurance, taxes, etc. (in Rs.)

\* Separate statements on (i) &(ii) above to be furnished.

For self fabricated Machinery, certificate be affixed on the minimum life and cost reasonableness of each item with specification of such machinery.

BE FILLED WITH CLAIM APPLICATION BY ALL UNITS.

**(CIVIL ENGINEER'S CERTIFICATE)**

I hereby certify that M/s.  
(Name of the industrial unit with complete address)

as against the estimated cost of Rs. (Rupees.....  
..... only) has completed the civil work

(address) as on  
Under:-

1. Value of completed Civil works as per the estimate  
(Item wise details) of the building and civil work  
completed (With plinth area must be shown)  
Rs.
  - a)
  - b)
  - c)
  - d)
2. Expenditure incurred on other items excluding the  
item shown in (1) above pertaining to a factory  
construction. Details of each item to be shown.
  - a)
  - b)
  - c)
  - d)

Total Rs.

Place :  
Date :

Civil Engineer of the Financing Institution /  
Chartered Engineer.

Note: In respect of Expansion / Diversification, the value of Civil works should be on the additional constructions taken up for the purpose of Expansion / Diversification only.

**FORM - A**

**APPLICATION-CUM CERTIFICATION OF SALES TAX DEPARTMENT SHOWING THE TAX PAID BY THE UNIT FOR AVAILING REIBURSEMENT UNDER INDUSTRIAL INVESTMENT PROMOTION POLICY**

**(IIPP) – 2005-2010 SCHEME OF ANDHRA PRADESH**

(G.O.Ms.No.178 Industries and Commerce (IP) Dept., dated.21/06/2005 read with G.O.Ms.No.327 Industries and Commerce (IP) Dept., dated.13/12/2005)

**YEAR – 200 - 20**

From : ..... (Name of the Unit)  
..... (Address)

To : The Commercial Tax Officer,  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_ (Address)

Sir,

I am to request you to Certify for reimbursement of 25% tax under the Scheme of Industrial Investment Promotion Policy 2005-2010.

1. Name of the Unit and Address : .....
2. Name of the goods manufactured : .....  
in Andhra Pradesh in his own Unit.
3. Item wise production details during the Year:

	units	Qty.
1.		
2.		
3.		
Total	:	
4. Sales Tax paid by the unit under the Andhra Pradesh Sales Tax Act, for the year. : 200 -- 20
  - (a) Tax paid on sales by it in respect of goods manufactured by the unit in Andhra Pradesh for the year : Rs. ....  
(in figure)  
(Rupees.....)  
(in words)
  - (b) Central Sales Tax paid by it on Sales in the course of inter State trade or commerce made from within Andhra Pradesh for the year. : Rs. ....  
(in figure)  
(Rupees .....)  
(in words)
5. Name of the Bank with its branch : .....  
Name and bank account No. through .....  
Which the payment was made.
6. Registration Certificate No. of the : .....

Dealer under the Andhra Pradesh Sales .....  
Tax Act. / the Central Sales  
Tax Act,

I duly verify that all the facts and figures furnished above are correct.

Station :  
Date :

Signature of Authorised Person  
with Firm /Office Seal.

(Proprietor/ Partner/ Karta of H.U.F./ Managing Director/ Director/ Principal Officer)  
\_\_\_\_\_  
(Strike out whichever is not applicable)

**CERTIFICATE**

It is certified that all the facts and figures furnished by the unit is verified with the records and found correct. The above unit has paid the Sales Tax amount of Rs.\_\_\_\_\_ and also there is no due for the year – 200 - 20 .

Place:

Date:

COMMERCIAL TAX OFFICER  
(concerned)  
Office Seal.

**FORM - B**

**FORMAT FOR SELF CERTIFICATION UNDER THE PROVISIONS OF  
G.O.Ms.No.178 Industries and Commerce (IP) Dept., dated.21/06/2005 read with  
G.O.Ms.No.327 Industries and Commerce (IP) Dept., dated.13/12/2005**

1	Name of the Industrial Unit			
2	Location			
3	PMT/SSI/IEM Acknowledgment/IL No. & Date			
4	Details of Power:			
	Existing Power connection in HP	New / additional power connection in HP	Date of new/addl. power connection released.	Name of the power supplying company.
5	Date of commencement of regular production			
6	Line of Activity			

**CERTIFICATE**

- i. Certified that we have complied / are complying with all the provisions of G.O.Ms.No.178 Inds. & Com.(IP) Department, Dated:21/06/2005 read with G.O.Ms.No.327 Inds. & Com.(IP) Department, Dated:13/12/2005 made there under, in addition to those specifically mentioned above.
- ii. I/We hereby confirm that the contents mentioned above are true to the best of my / our knowledge.
- iii. I/We abide by the provisions under the Industrial Investment Promotion Policy of Govt. of Andhra Pradesh and further abide by the change/modifications made by the State Government under G.O.Ms.No.178 Inds. & Com.(IP) Department, Dated:21/06/2005 read with G.O.Ms.No.327 Inds. & Com.(IP) Department, Dated:13/12/2005 and also abide by the decisions of Industries & Commerce Department.
- iv. I/We am/are authorized person(s) to issue the above Certificate and the above Certificate is issued with full knowledge of the Statue. I/We am/are jointly and severally responsible for any information found incorrect subsequently and liable for prosecution under the provisions Acts/Code and Rules.
- v. I/We undertake to Refund the concessions claimed if found were obtained by misrepresentation of facts or in case of misuse.

AUTHORISED SIGNATORY:

Name:.....

Designation:.....

Date:.....

Seal:.....

**ADVANCED STAMPED RECEIPT**  
(Paras 21.3, 21..4 & 21.5 of Guidelines)

Received Rs. \_\_\_\_\_ (Rupees \_\_\_\_\_ only) towards  
\_\_\_\_\_ Sanctioned to M/s.  
\_\_\_\_\_ vide Proceedings No. \_\_\_\_\_ Date  
\_\_\_\_\_ of Additional Director of Industries / General Manager, DIC,  
\_\_\_\_\_ under the New Scheme of Industrial Investment Promotion Policy, vide  
G.O.Ms.No.178, Inds. & Com. (IP) Dept., Dated 21/06/2005 read with G.O.Ms.No.327, Inds. &  
Com. (IP) Dept., Dated 13/12/2005 cheque No. \_\_\_\_\_ date. \_\_\_\_\_ from the  
M.D., APSFC with thanks.

Date :

Place:

Authorised Signatory.

( on Re. 1/- Revenue Stamp)

// Attested //

GENERAL MANAGER. DIC.

TO BE FILLED ON RECEIPT OF SANCTION PROCEEDINGS.  
Assignment letter.  
(Paras 21.3, 21..4 & 21.5 of Guidelines)

We wish to state that we have obtained bridge loan from \_\_\_\_\_  
\_\_\_\_\_ (Name of the Financial Institution / Bank) / Not obtained  
Bridge loan from any bank or financing Institution against the State Investment Subsidy  
(Sanctioned under G.O.Ms.No.178, Inds. & Com. (IP) Dept., Dated 21/06/2005 read with  
G.O.Ms.No.327, Inds. & Com. (IP) Dept., Dated 13/12/2005. We have availed the term loan from  
(Name \_\_\_\_\_ of the Financial Institution / Bank). Kindly send the cheque  
towards payment of sanctioned \_\_\_\_\_, to us  
through Bank / Branch Name) \_\_\_\_\_ for being credited to our account.

Date:

Authorised Signatory. Place:  
( on Re./- Revenue Stamp)

// Attested //

GENERAL MANAGER. DIC.

## UTILISATION CERTIFICATE

1. Name of the Industry with

address:

2 SSI / IEM/IL ( Registration No. and Date):

3 Type of sanctioned incentives/concessions:

4 Proceedings No. :

Date :

Amount in Rs.:

5 \_\_\_\_\_ sanctioned received Cheque No. :

Date :

Amount :

Certified that the said \_\_\_\_\_incentives/concessions received by us has been fully utilised for the purpose for which it was sanctioned towards the development of the industry as detailed below.

	Purpose	Amount utilised
1.		
2.		
3.		

Signature of the Authorised Person with  
the Firm/Office Seal.

**ACKNOWLEDGMENT:**

Received Incentives claim Application from

M/s.....  
.....  
.....  
.....Dated .....on.....

Receiver's Signature with

Date stamp of DIC.

To be filed along with Interest Subsidy claim

(Para 5.3.0 of Guidelines Certificate Term Loan)  
**CERTIFICATE FOR TERM LOAN**

It is to certify that M/s..... the Small Scale Industrial unit engaged in the manufacture of ..... have been sanctioned a sum of Rs. .... by our financial institution vide sanction No..... dt ..... Towards term loan under loan account No..... The unit has repaid principal amount together with interest as detailed below.

Details of disbursements against the sanctioned loan.

Sl.No.	Date of Disbursements	Amount Disbursed	Date of Commencement of Production
1			
2			
3			
4			
<b>Total Amount Disbursed Rs.</b>			

Demand						Payment of Interest						
Term Loan	Total Amount availed	PLR	Rate of Interest	No. of Installments fixed for Repayment	Due date of installment of principal amount	Amount of the installment of principal amount become due	Interest chargeable on the due date of the installment of principal amount (interest against each installment of be shown separately)	Sl.No. of installment	Date of payment of Principal Amount	Principal Amount paid	Date of payment of Interest Amount	Interest Amount paid
1	2		3	4	5	6	7	8	9	10	11	12
1												
2												
3												
4												

a) Certified that the Interest shown under the demand column is calculated on the principal amount due only but not on loan amount outstanding which includes interest not paid on due date(s) and added to the loan account i.e., compound in affect was not resulted in due to non-payment of interest / principal on due date(s) while calculating the interest.

**Certifying Officer**  
**(Name of the Financial Institution)**

**To be filed along with claim application by the self financed units**

Statement of plant, Machinery & Equipment (P.M.E) Purchased and installed by  
M/s.....

In the Industry located at .....

**A. NEW PLANT, MACHINERY & EQUIPMENT**

Sl.No.	Name & Specification of Machinery Equipment	Date of Placement of Order	Name and Address of Supplier	Bill No. & Date	Basic Cost (Rs.)	Taxes Duties (Rs.)	Insurance (Rs.)
1	2	3	4	5	6	7	8

Freight (Rs.)	Others (Rs.)	Total (Rs.)	Whether Cash / Credit Purchase	Payments made against Credit Purchase, Cheque/DD/ No. & Dt.	Receipt No. & Date in token of receipt of amount by Supplier	In respect of other than the machines the purpose for which used	Remarks
9	10	11	12	13	14	15	16

**B. SECOND HAND PLANT, MACHINERY & EQUIPMENT**

Sl.No.	Name & Specification of Machinery Equipment	Date of Placement of Order	Name and Address of Supplier	Bill No. & Date	Basic Cost (Rs.)	Taxes Duties (Rs.)	Insurance (Rs.)	Others
--------	---	----------------------------	------------------------------	-----------------	------------------	--------------------	-----------------	--------

1	2	3	4	5	6	7	8	9
Total (Rs.)	Whether Cash / Credit Purchase	Payments made against Credit Purchase, Cheque/DD/ No. & Dt.	Receipt No. & Date in token of receipt of amount by Supplier	In respect of other than the machines the purpose for which used	Depreciated Value	Minimum Life	Remarks	
10	11	12	13	14	15	16	17	

**Signature of the Applicant**

**C. SELF FABRICATED MACHINERY (STATEMENT OF MATERIALS PURCHASED & WAGES PAID BE APPENDED)**

Sl.No.	Name & Specifications of the Item Fabricated	Cost. (in Rs.)
1.	2.	3.

**Signature of the Applicant**

**CERTIFICATES:**

i) Verified and certified that the depreciated value of each purchase reflected at column 15 of 'B' are correct

ii) Verified and certified that the minimum life of each purchase of second hand machinery reflected at column 16 of 'B' are correct

iii) Verified and certified that the minimum life and cost reasonableness of self fabricated machinery reflected under 'C' are correct.

Signature of Chartered Accountant with Seal affixed

Signature of Chartered Engineer with seal affixed

Signature of Chartered Engineer with seal affixed

## ANNUAL PERFORMANCE REPORT

(Industrial Investment Policy – 2005-2010 (G.O.Ms.No.178, Inds. & Com. (IP) Dept., Dated 21/06/2005 read with G.O.Ms.No.327, Inds. & Com. (IP) Dept., Dated 13/12/2005)

1. LSI / MSI / SSI (Registration No. & Date.)
2. Report for the Year Date of receipt.
3. Incentives received

Capital Subsidy

Sales Tax Reimbursement:

Power Consumption Reimbursement:

Stamp Duty Reimbursement:

Land cost Reimbursement in IE/IDAs:

Name of the industry with full postal address	Change in location of unit or change in management if any	If there is break in production period from _____ to _____ and reasons	Production Quantity / unit	Value (Rs.)	Employment		Sales Quantity / unit	Value (Rs.)	Percentage Capacity Utilisation	Quantum _____ _____ utilised	Remarks
					Permanent	Temporary					
1	2	3	4	5	6	7	8	9	10	11	12