



**Chhattisgarh**  
Business Made  
Easy

# CHHATTISGARH'S **INDUSTRIAL DEVELOPMENT POLICY**

2024-30

**ELECTRICAL & ELECTRONICS**



**#CGBusinessEasy**



# CHHATTISGARH

## AT A GLANCE



- 9<sup>th</sup> largest state by area – 135,000 sq.km.
- **Borders 7 states** – Madhya Pradesh, Maharashtra, Telangana, Andhra Pradesh, Odisha, Jharkhand, Uttar Pradesh
- Access to **600+ million** population of India
- Well-connected state
- Flights to all major Indian cities within **90-120 mins** from State Capital
- **2,593 kms** of rail network, additional **1100+ kms** rail network under development
- East-West dedicated freight corridor passing through the State
- **3,500 kms** of national highway

- **Mineral rich state** – In 2023–24, Chhattisgarh's share in the India's mineral production was – **20.73%** in coal production, **16.64%** in iron ore, **10.94%** in limestone, **4.32%** in bauxite, and **100%** in tin ore.
- **Power surplus State** – **25,500+ MW** installed power capacity
- Zero power cut
- Zero labour unrest
- Affordable workforce
- Premier educational institutions: **AIIMS, IIT, IIM, NLU, NIFT, NIT, IIIT**, and many more
- **60+** Industrial areas and parks
- Sector specific industrial parks – Metal Park, Engineering Park, Electronics Manufacturing Clusters, Food Parks, Plastic Park, Textiles Park, Ready Made Garment Park, Space Manufacturing Cluster, Pharma Park

## CHHATTISGARH'S STRENGTHS

### Key industry reforms for ease of doing business:

- **OneClick** – New Single Window System for online applications, approvals and incentive disbursal
- **24x7** operations for industries, with night shifts enabled for women
- Digital land records
- Land allotment in **45 days**
- Housing for industrial workers within industrial zones

# NAVA RAIPUR

## INDIA'S FIRST GREENFIELD SMART CITY



- Spread across **237 sq.km.**
- SCADA (Supervisory Control and Data Acquisition) compliant power distribution and water supply
- Dedicated area for non-polluting industries
- Zero discharge city
- **30% Green cover**
- **Future-ready:** E-buses and EV charging infrastructure
- **18-hole golf course** with theme township
- Home to Asia's largest manmade jungle safari

## CHHATTISGARH INDUSTRIAL DEVELOPMENT POLICY 2024-30

- Bespoke incentives for investments above **INR 1000 Cr** or units generating **1,000+ jobs**
- Fixed Capital Investment Subsidy – **30-50%**, with employment booster up to **1.5X**
- Interest Subsidy – **50% for 5 years**
- **1 month's** wage as training expense reimbursement
- Employer's EPF contributions reimbursed for a period of **5 years**
- **20% Employment assistance for 5 years** under special packages
- **50% subsidy** for environment protection on



**ETP  
setup**



**Zero-waste  
initiatives**



**Water &  
energy audits**



**Environmental  
management projects**

# ELECTRICAL & ELECTRONICS



- ✓ Fixed Capital Investment subsidy – **35%** with employment booster – **1.1X** for **100** employees, **1.2X** for **200**, **1.3X** for **500**, **1.4X** for **700**, and **1.5X** for **1000**
- ✓ Net SGST reimbursement for **12 years** (in lieu of FCI subsidy)
- ✓ Interest subsidy: **50% for 5 years** up to **INR 20 Cr** per year
- ✓ Electricity duty exemption for **12 years**
- ✓ Land Related Subsidies
  - 100% Stamp duty exemption
  - 50% Reimbursement of land registration fee
  - 50% Exemption on land diversion fee up to 50 acres
- ✓ Employment Assistance
  - 75% EPF reimbursement for 5 years, up to 2% of FCI
  - Employment assistance – 20% of salary for 5 years
  - Training cost reimbursement: one month wage or INR 15,000 per employee
- ✓ Incentives for Technology Upgradation and Innovation
  - 20% Subsidy on R&D plant and machinery up to maximum INR 3 Cr
  - 50% Subsidy on technical patent and technology purchase
- ✓ Export Promotion Incentives
  - 50% Transport subsidy for export for 5 years
  - 50% Subsidy for export certification and quality certification

## GROWTH DRIVERS

- Electronics Manufacturing Cluster in Nava Raipur and other well established industrial areas
- Presence of ITIs and Polytechnics for skilled workforce
- Availability of raw materials from established iron, steel and aluminium companies
- MSME Technology Centres in Durg and Bilaspur
- NABL certified testing lab in Bhilai



## SAMPLE CALCULATIONS ELECTRICAL AND ELECTRONICS

Fixed Capital Investment		INR 100 crores
Investment in machinery		INR 70 crores
Employment generation		150
Land requirement assumed		5 acres
Electricity consumption assumed		5 lakh units per month

S.N.	Incentives	Incentive description	Amt. (Rs. Crore)
01.	Fixed capital investment subsidy	38.5% of FCI, disbursed in 6 equal yearly instalments, max INR 66 crores (including employment multiplier of 1.1 on 150 permanent employment generation)	38.50
02.	Interest Subsidy	Interest calculated at 6% rate or 50% of actual payment whichever is lower, annual limit of INR 20 crores per annum for 5 years	17.50
03.	Electricity duty exemption	100% for 12 years	4.03
04.	Employment generation subsidy	20% of wages for 5 years for employees earning less than INR 50,000	2.70
05.	EPF reimbursement	75% reimbursement for 5 years up to 2% of FCI	1.22
06.	Training subsidy	One month's wage up to INR 15,000 per employee, max limit 100% of FCI	0.23
07.	Establishment of Research and Development Center (capital subsidy)	20% on plant & machinery and equipment, max INR 3 crores	3.00
08.	Stamp duty exemption	100% exemption on stamp duty (exempted during land registration)	0.17
09.	Land registration fee reimbursement	Reimbursement of 50% of registration charges	0.06
10.	Land diversion charges	50% exemption up to 50 acres land	0.01
11.	New Electricity Connection	50% of cost (except security deposit)	0.05
12.	Project report subsidy	1% of FCI	2.00
13.	Quality certification subsidy	50% of expense	
14.	Technical patent subsidy	50% of expense	
15.	Technology purchase subsidy	50% of expense	
16.	Water and energy audit fee reimbursement	50% of expense	
17.	Transport subsidy for export	50% of cost of transport for 5 years	
18.	Export Certification	50% up to INR 15 lakhs per product for 10 products	1.50
<b>TOTAL (Rs. Crore)</b>			<b>70.95</b>
<b>Subsidy as percentage of FCI</b>			<b>71%</b>

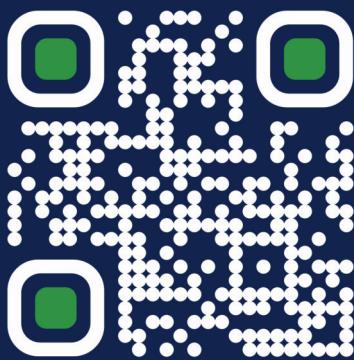
**Note:** These calculations are for illustration purposes only. Calculations are based on assumptions; final incentives may vary. Subsidies as per special package for Electronic & Electrical sector. Employment benefits applicable for CG domicile on-roll employees. Incentives eligibility and other terms and conditions as per IDP 2024-30 and related notifications. Overall incentives (excluding exemptions) capped at 100% of FCI.



## SAMPLE CALCULATIONS ELECTRICAL AND ELECTRONICS

Fixed Capital Investment		INR 300 crores	
Investment in machinery		INR 210 crores	
S.N.	Incentives	Incentive description	Amt. (Rs. Crore)
01.	Fixed capital investment subsidy	42% of FCI, disbursed in 6 equal yearly instalments, max INR 180 crores (including employment multiplier of 1.2 on 250 permanent employment generation)	126.00
02.	Interest Subsidy	Interest calculated at 6% rate or 50% of actual payment whichever is lower, annual limit of INR 20 crores per annum for 5 years	52.50
03.	Electricity duty exemption	100% for 12 years	8.06
04.	Employment generation subsidy	20% of wages for 5 years for employees earning less than INR 50,000	4.50
05.	EPF reimbursement	75% reimbursement for 5 years up to 2% of FCI	2.03
06.	Training subsidy	One month's wage up to INR 15,000 per employee, max limit 100% of FCI	0.38
07.	Establishment of Research and Development Center (capital subsidy)	20% on plant & machinery and equipment, max INR 3 crores	3.00
08.	Stamp duty exemption	100% exemption on stamp duty (exempted during land registration)	0.33
09.	Land registration fee reimbursement	Reimbursement of 50% of registration charges	0.11
10.	Land diversion charges	50% exemption up to 50 acres land	0.02
11.	New Electricity Connection	50% of cost (except security deposit)	0.05
12.	Project report subsidy	1% of FCI	6.00
13.	Quality certification subsidy	50% of expense	
14.	Technical patent subsidy	50% of expense	
15.	Technology purchase subsidy	50% of expense	
16.	Water and energy audit fee reimbursement	50% of expense	
17.	Transport subsidy for export	50% of cost of transport for 5 years	
18.	Export Certification	50% up to INR 15 lakhs per product for 10 products	1.50
<b>TOTAL (Rs. Crore)</b>			<b>204.47</b>
<b>Subsidy as percentage of FCI</b>			<b>68%</b>

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