



Chhattisgarh
Business Made
Easy

CHHATTISGARH'S INDUSTRIAL DEVELOPMENT POLICY

2024-30

TEXTILE & GARMENTS



#CGBusinessEasy

CHHATTISGARH

AT A GLANCE



- 9th 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**

TEXTILES & GARMENT



- ✓ 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 – INR 6,000 for females and INR 5,000 for males per month for 5 years
 - Training cost reimbursement: one month wage or INR 15,000 per employee
- ✓ Incentives for Technology Upgradation and Innovation
 - 25% Subsidy on R&D plant and machinery up to maximum INR 1 Cr
 - 50% Subsidy on technical patent and technology purchase
- ✓ Export Promotion Incentives
 - Transport subsidy for export – 75% for 10 years up to 35% of the FCI
 - 50% Subsidy for export certification and quality certification

GROWTH DRIVERS

- Textile Park (92 acres) and Ready-Made Garment Park (30 acres) in Nava Raipur
- Leading producers of Tussar and Kosa silks in the country
- Easy access to key markets across seven states
- Apparel Training and Design Centres for industry ready workforce
- Thriving handloom sector – **301** weaver societies and over **20,100** looms



SAMPLE CALCULATIONS GARMENTS

Fixed Capital Investment	INR 100 crores
Investment in machinery	INR 60 crores
Employment generation	2500
Land requirement assumed	10 acres
Electricity consumption assumed	2 lakh units per month

S.N.	Incentives	Incentive description	Amt. (Rs. Crore)
01.	Fixed capital investment subsidy	52.5% of FCI, disbursed in 6 equal yearly instalments, max INR 90 crores (including employment multiplier of 1.5 on 2500 permanent employment generation)	52.50
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	15.00
03.	Electricity duty exemption	100% for 12 years	1.61
04.	Employment generation subsidy	Rs. 6000 for females and Rs. 5000 for males per month for 5 years (calculated on average of Rs. 5500 per month)	82.50
05.	EPF reimbursement	75% reimbursement for 5 years up to 2% of FCI	2.00
06.	Training subsidy	One month's wage up to INR 15,000 per employee, max limit 100% of FCI	3.75
07.	Establishment of Research and Development Center (capital subsidy)	25% subsidy on expenses for equipment purchased for Testing Labs and Quality Certification Labs under R&D, with a maximum of Rs. 1 Crore.	1.00
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	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	75% of cost of transport for 10 years up to 35% of FCI (considering INR 1 crore per year for calculation)	10.00
18.	ETP Subsidy	50% of expenditure on ETP, up to INR 1 crore	1.00
TOTAL (Rs. Crore)			171.87
Subsidy as percentage of FCI			172%

Note: These calculations are for illustration purposes only. Calculations are based on assumptions; final incentives may vary. Subsidies as per special package for Textile & Garments 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 200% of FCI.

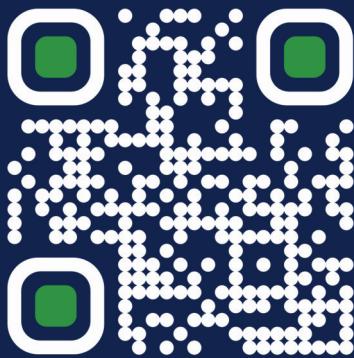
SAMPLE CALCULATIONS TEXTILES

Fixed Capital Investment		INR 300 crores
Investment in machinery		INR 225 crores
Employment generation		1000
Land requirement assumed		20 acres
Electricity consumption assumed		10 lakh units per month

S.N.	Incentives	Incentive description	Amt. (Rs. Crore)
01.	Fixed capital investment subsidy	52.5% of FCI, disbursed in 6 equal yearly instalments, max INR 225 crores (including employment multiplier of 1.5 on 1000 permanent employment generation)	157.50
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	52.50
03.	Electricity duty exemption	100% for 12 years	8.06
04.	Employment generation subsidy	Rs. 6000 for females and Rs. 5000 for males per month for 5 years (calculated on average of Rs. 5500 per month)	33.00
05.	EPF reimbursement	75% reimbursement for 5 years up to 2% of FCI	6.00
06.	Training subsidy	One month's wage up to INR 15,000 per employee, max limit 100% of FCI	1.50
07.	Establishment of Research and Development Center (capital subsidy)	25% subsidy on expenses for equipment purchased for Testing Labs and Quality Certification Labs under R&D, with a maximum of Rs. 1 Crore.	1.00
08.	Stamp duty exemption	100% exemption on stamp duty (exempted during land registration)	0.66
09.	Land registration fee reimbursement	Reimbursement of 50% of registration charges	0.23
10.	Land diversion charges	50% exemption up to 50 acres land	0.03
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	75% of cost of transport for 10 years up to 35% of FCI (considering INR 2 crore per year for calculation)	20.00
18.	ETP Subsidy	50% of expenditure on ETP, up to INR 1 crore	1.00
TOTAL (Rs. Crore)			287.53
Subsidy as percentage of FCI			96%

Note: These calculations are for illustration purposes only. Calculations are based on assumptions; final incentives may vary. Subsidies as per special package for Textile & Garments 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 200% of FCI.



www.investcg.in



INVEST CHHATTISGARH