

## Tamil Nadu

### Tamil Nadu Ujoggu

Name of the Scheme	Innovation Voucher Programme (IVP)
Description of the scheme	Increase innovation capacity of micro, small and medium enterprises and to turn ideas into innovative products, encourage and sustain collaboration between industry, academia and Government and to increase awareness and participation of MSMEs in science and innovation.
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc)	MSMEs and Startups
Sector of the Scheme	Manufacturing and services
National industry classification code	-
Eligibility Criteria	All manufacturing MSMEs which are registered, willing to co-finance innovation
Nature & Mode of Assistance	<p>There are two types of vouchers.</p> <p>For research purpose - Entry into market – Voucher-A will be applicable - 80% of cost for approved activities, subject to a maximum of Rs.2 lakh for idea validation such as, technological road map and market research, feasibility studies, material/design studies, training programme and R&amp;D for a new product, process and service.</p> <p>For entry into market - Voucher-B will be applicable - 50% of cost for approved activities, subject to maximum of Rs.5 lakh implementation of product/process/business model innovation project such as, service engineering design services, prototyping, tech transfer &amp; IP procurement and product testing, quality assurance validation and certification</p>
Financial Information (Subsidy, low interest rate)	<p>80% of cost approved activities, subject to a maximum of Rs.2 lakh under Voucher-A</p> <p>50% cost for approved activities, subject to maximum of Rs.5 lakh under Voucher-B</p>
DBT/backend / any other	
Other Assistance (Procurement of machinery,	

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Technology/ Marketing, International Cooperation, etc.)	
How to apply	Applications can be found in EDII official website <a href="http://www.editn.in">www.editn.in</a>  Director, Entrepreneurship Development and Innovation Institute,
Whom to Contact	Joint Director (I&I) Entrepreneurship Development and Innovation Institute Ekaduthangal, Guindy, Chennai -32

Name of the Scheme	Tamil Nadu Manufacturing Business Incubator Programme
Description of the scheme	Support small businesses and technical startup across spectrum of thrust sectors. Objective is to create entrepreneurial ecosystem in manufacturing sector through a network of business incubators.
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc)	Individual and companies - domains supported are veterinary biological, horticulture, agriculture, fisheries, pharmacology, food and nutrition. State is pioneer of veterinary and agro forestry incubation centers.
Sector of the Scheme	Manufacturing and services
National industry classification code	-
Eligibility Criteria	New Innovators and Startups
Nature & Mode of Assistance	Technical as well as consultation services
Financial Information (Subsidy, low interest rate)	-
DBT/backend / any other	
Other Assistance (Procurement of machinery, Technology/ Marketing, International	

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Cooperation, etc.)	
How to apply	Based on announcement in newspaper
Whom to Contact	The Joint Director (I&I) Entrepreneurship Development and Innovation Institute Ekaduthangal, Guindy, Chennai -32

Name of the Scheme	Industrial Infrastructure Development under MSE-CDP Scheme of Govt. of India
Description of the scheme	This component would cover development of land, provision of water supply, drainage, power distribution, non-conventional sources of energy for common captive use, construction of roads, common facilities such as first aid center, canteen, any other need based infrastructural facilities in new industrial (multi-product) areas/estates or existing Industrial Areas/Estates/Clusters. Development of Flatted Factory Complexes.
Target Group (Individual, Enterprises SHGS, Cooperatives, Companies etc)	Tamil Nadu Small Industries Development Corporation Limited - Implementing agency for creation of new industrial estate/upgradation of existing industrial estate
Sector of the Scheme	MSME sector
National industry classification code	-
Eligibility Criteria	a) Submission of DPR with approved layout plan. b) Land should be in the name of Implementing Agency (IA) c) Recommending proposal for approval by NLSC.
Nature & Mode of Assistance	<ul style="list-style-type: none"> <li>GoI grant will be restricted to 60% of cost of project (Rs.10 crore for Industrial Estate &amp; Rs.15 crore for Flatted Factory Complex).</li> <li>GoI grant will be 80% for projects in aspirational districts/LWE affected districts, industrial areas/estates/ Flatted Factory Complex with more than 50% (a) micro/village or (b) women owned or (C) SC/ST units..</li> <li>Existing Industrial Estates/Industrial Area/Flatted Factory Complex, up-gradation proposals will be based on actual requirements</li> </ul>
Financial Information (Subsidy, low interest rate)	<u>Up-gradation of existing Industrial Estates</u>  GoI - 60% GoTN - 30%

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	Beneficiary contribution - 10% <u>Formation of New Industrial Estates</u>  GoI - 60% Implementing Agency - 40%
DBT/backend / any other	
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	Only infrastructure facilities like road, water supply, drainage, power distribution, non-conventional sources of energy for common captive use and common facilities such as first aid center, canteen.
How to apply	<ul style="list-style-type: none"> <li>• Implementing Agency prepares DPR and submits to MSME Department</li> <li>• State Level Project Co-ordination and Monitoring Committee validates DPR.</li> <li>• After approval proposal is forwarded to O/o Development Commissioner, MSME, GoI, New Delhi</li> </ul>
Whom to Contact	Deputy General Manager (Schemes) Contact No.9445006590 E Mail: <a href="mailto:dgmadt.sidco@nic.in">dgmadt.sidco@nic.in</a>

Name of the Scheme	Establishment of Private Industrial Estate under State Government Scheme
Description of the scheme	Industrial units functioning in proximity to human habitations/residential areas are causing pollution and lack of space has made their expansion impossible. Government would offer all necessary assistance and other facilities to entrepreneurs prepared to shift their units outside town areas. In case of these units which are scattered and willing to shift outside urban areas, Government would provide 75% grant of total project cost and a maximum of Rs.15 crores for getting electricity and water connections and to have other infrastructure facilities like conference halls, common facility centre, etc. Similarly, entrepreneurs associations coming forward to set up new cluster in outskirts of towns/cities will be provided 50% of grant with maximum grant limited to Rs.10 crores.
Target Group (Individual, Enterprises, SHGs,	Association of MSMEs/Companies

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Cooperatives, Companies, etc)	
Sector of the Scheme	MSME sector
National industry classification code	-
Eligibility Criteria	<ol style="list-style-type: none"> <li>1. SPV should be formed with a minimum of 20 members of manufacturing units or service units</li> <li>2. SPV shall be registered as a company.</li> <li>3. Land (excluding wet land) should be purchased by SPV with preferably of 50 acres.</li> <li>4. Infrastructure facilities like roads, drainage, culverts, storm water drain, street lights, electricity, water supply, conference hall, common facility centers like training hall will be covered.</li> <li>5. After approval by State Steering Committee, necessary government orders will be issued.</li> <li>6. Project will be implemented under the supervision of District Collector and funds will be disbursed through SIDCO as in the case of MSE CDP Scheme.</li> </ol>
Nature & Mode of Assistance	Units which are scattered and willing to shift outside the urban areas, Government would provide 75% grant of total project cost and maximum of Rs.15 crores and entrepreneurs associations coming forward to set up new clusters in outskirts of towns/cities will be provided 50% of grant with maximum grant limited to Rs.10 crores.
Financial Information (Subsidy, low interest rate)	<p>Shifting from urban area</p> <p>75% of grant maximum of Rs.15 crore</p> <p>Formation of new industrial estate</p> <p>50% of grant maximum of Rs.10 crore</p>
DBT/backend / any other	
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	Provide electricity and water connections and to have other infrastructure facilities like conference halls, common facility centre, etc.
How to apply	Minimum 20 entrepreneurs come forward to purchase minimum land of 50 acre outskirts of city by forming an association/Special Purpose Vehicle

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	<p>In case of micro entrepreneur association willing to form these clusters a minimum of 10 acre land</p> <p>Preparation of DPR by SPV</p> <p>DPR submitted to concern Branch Manager, SIDCO</p> <p>Validated by District Level Committee</p>
Whom to Contact	<p>Deputy General Manager (Schemes)</p> <p>Contact No.9445006590</p> <p>E-mail: <a href="mailto:dgmadt.sidco@nic.in">dgmadt.sidco@nic.in</a></p>

Name of the Scheme	Common Production Infrastructure besides raw material bank and marketing infrastructure with GoTN allocation to develop clusters
Description of the scheme	<ol style="list-style-type: none"> <li>1. Support sustainability and growth of SMEs especially the micro enterprises by addressing common issues of value addition such as improvement of technology, manufacturing, skills and quality, market access, access to common warehousing, R&amp;D centre, laboratory etc.</li> <li>2. Build capacity of MSEs for common supportive action through formation of Society, Company, Equity participants, etc.</li> <li>3. Create new micro cluster specially cluster for first generation entrepreneur or such sector that have not taken any benefit of scheme.</li> </ol>
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	Association/Companies
Sector of the Scheme	MSME sector
National industry classification code	
Eligibility Criteria	<ol style="list-style-type: none"> <li>1. Formation of SPV and land registered in the name of SPV.</li> <li>2. Submission of appraisal DPR.</li> </ol>
Nature & Mode of Assistance	<ol style="list-style-type: none"> <li>1. GoTN grants as capital grant for establishing Common Production Infrastructure (CPI) under CFC which be restricted to a maximum of 70% of project cost not exceeding Rs.250 lakhs including preparation of DPR.</li> <li>2. GoTN grants as a capital grant for establishment will be 75% for CFC's for special category promoted by SC/ST, Women, Transgender entrepreneur.</li> </ol>

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	3. There should be a minimum of 20 MSE cluster units serving as member of SP for CFC. In special cases, where-consideration of investment, technology of small size of cluster warrant lesser number of units, a minimum of 10 MSE units may be considered for the SPV.
Financial Information (Subsidy, low interest, rate)	
DBT/backend / any other	
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	Support sustainability and growth of SMEs especially the micro enterprises by addressing common issues of value addition such as improvement of technology, manufacturing, skills and quality, market access, access to common warehousing, R&D centre, laboratory, etc.
How to apply	Implementing agency (TANSIDCO) through GoTN and GoTN is authority to approve the project
Whom to Contact	Deputy General Manager (Schemes) Contact No.9445006590 E Mail: <a href="mailto:dgmadt.sidco@nic.in">dgmadt.sidco@nic.in</a>

Name of the Scheme	Common Facility Centre under MSE-CDP Scheme of Government of India
Description of the scheme	Creation of tangible "assets" as Common Facility Centers (CFCs) like Common Production Processing Centre (for balancing/correcting improving production line that cannot be undertaken by individual units), design centers, testing facilities, training centre, R&D centers, effluent treatment plant, marketing display/selling centre, common logistics centre, common raw material bank/sales depot, plug & play facility, facilities that can support marketing systems, collective Geographical Indications (GI), development of common production & product standards, development of new product design, improved systems for better hygiene & working conditions for workers, systems for higher overall productivity & capacity utilisation of cluster. Systems for skill upgradation of cluster, as well as supporting diversification activities of enterprises and startups in cluster, etc. Backward/Forward linkages for value addition in bi-product/waste of cluster units would also be admissible for enhancing productivity/profitability of individual units subject to condition that CFC itself would not sell/market products/bi-

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	products directly.				
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc)	Producing same/similar products/complementary products/services, which can be linked together by common physical infrastructure facilities that help address their common challenges.				
Sector of the Scheme	MSME sector				
National industry classification code	-				
Eligibility Criteria	<p>(a) Transfer procurement of land in the name of SPV (In case of leased premises, lease should be legally tenable in the name of SPV, for a fairly long duration i.e., at least 15 years. In case of leased land, lease period should be at least for a period of 30 years)</p> <p>(b) Appraisal of DPR on recommendation of TEAC.</p>				
Nature & Mode of Assistance	<ul style="list-style-type: none"> <li>• Gol grant will be restricted to 70% of cost of project of maximum Rs.20 crore.</li> <li>• Gol grant will be 90% for CFCs in aspirational districts/LWE affected districts, clusters with more than 50% (a) micro/village or (b) women owned or (c) SC/ST units</li> <li>• Cost of project includes cost of land (subject to maximum of 25% of project cost), building, pre-operative expenses, preliminary expenses, machinery &amp; equipment, miscellaneous fixed assets, support infrastructure such as water supply, electricity and margin money for working capital.</li> </ul>				
Financial Information (Subsidy, low interest rate)	<p>Maximum project cost of Rs.20 crore</p> <p>Means of finance:</p> <table> <tr> <td>GoI grant</td><td>70%</td></tr> <tr> <td>GoTN grant</td><td>10%</td></tr> </table>	GoI grant	70%	GoTN grant	10%
GoI grant	70%				
GoTN grant	10%				



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	SPV contribution      20%
DBT/backend / any other	
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	1. Marketing Hubs/Exhibition Centers by Association 2. Thematic Interventions 3. Support to State Innovative Cluster Development Programme
How to apply	1. Prepare DSR & DPR for the project 2. Submit the DSR & DPR to Branch Manager, SIDCO 3. Get approval from TEAC committee
Whom to Contact	Deputy General Manager (Schemes) Contact No.9445006590 E-Mail: <a href="mailto:dgmadt.sidco@nic.in">dgmadt.sidco@nic.in</a>

Name of the Scheme	New Entrepreneur cum Enterprise Development Scheme (NEEDS)
Description of the scheme	Provide entrepreneurship training to educated youth and to assist them in conceiving, planning, initiating and launching their own manufacturing or service enterprises successfully thus generating first generation entrepreneurs
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	Educated, unemployed youth aspiring to become first generation entrepreneurs. Individual based assistance. Partnership also allowed every individual of partnership conforms to eligibility criteria
Sector of the Scheme	Manufacturing/Service
National industry classification code	
Eligibility Criteria	Age should be between 21 to 35 years for general and 21 to 45 years for reserved category (SC/ST/OBC/Ex-Servicemen/Differently abled/Women)  Education: Degree/Diploma/ITI Vocational Training
Nature & Mode of Assistance	3-weeks Entrepreneurship Development Programme training at free of cost

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	Allotment of plots sheds of Tamil Nadu Small Industries Development Corporation on preferential basis
Financial Information (Subsidy, low interest rate)	Project cost shall be between Rs.10 lakhs to Rs.5 crores  Individual based subsidy at 25% of project cost (Maximum Rs.30 lakhs)  3% interest subvention on term loan throughout repayment period
DBT/backend / any other	Individual based subsidy is front end as equity of the Government to project being disbursed in two or three installments.  Interest subvention is back ended
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	Handholding assistance is provided in getting required approvals/licenses/clearances certification in setting up of enterprise  Raw material procurement assistance through SIDCO  Marketing assistance through DICs
How to apply	Online through <a href="http://www.msmeonline.tn.gov.in/needs">www.msmeonline.tn.gov.in/needs</a>
Whom to Contact	Concerned GM, DIC/Regional Joint Director Chennai Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

Name of the Scheme	<b>Amma Skill Training and Employment Scheme</b>
Description of the scheme	<ol style="list-style-type: none"> <li>i. Fulfill skilled manpower requirement i.e., skill gaps by MSMEs by imparting necessary on the job training by MSMEs themselves and thereby creating employment also.</li> <li>ii. MSME units which give training to candidates will have to pay a stipend of Rs.5,000 per month per candidate up to six months. Out of this, Rs.2,000 per month will be reimbursed by GoTN to MSMEs after completion of training programme.</li> <li>iii. On successful completion of training programme, trained candidates will be issued with a certificate for skill</li> </ol>

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	acquired during the training by Tamil Nadu Skill Development Corporation (TNSDC).
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	MSMEs unemployed youth
Sector of the Scheme	Manufacturing/Service
National industry classification code	
Eligibility Criteria	Candidates who fulfil norms of NSDC/NSDA/sector skill council/ MES other agencies shall be considered for training with required qualification and age limit (18 to 45 years) prescribed for each trade.
Nature & Mode of Assistance	Rs.2,000 per month will be reimbursed by GoTN to MSMEs after completion of training programme.
Financial Information (Subsidy, low interest rate)	Tamil Nadu Skill Development Corporation (TNSDC) will disburse stipend to MSMEs in two installments.
DBT/backend / any other	
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	
How to apply	Apply through MSME Online Portal <a href="https://www.msmeonline.tn.gov.in/ammaskill/">https://www.msmeonline.tn.gov.in/ammaskill/</a> to concerned office of the General Manager/District Industries Centre Regional Joint Director, Chennai.
Whom to Contact	Concerned GM, DIC/Regional Joint Director Chennai Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

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Name of the Scheme	<b>Unemployed Youth Employment Generation Programme (UYEGP)</b>
Description of the scheme	Mitigate unemployment problems of socially and economically weaker section of society, particularly among educated and unemployed to become self-employed.
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	<ul style="list-style-type: none"> <li>Unemployed youth with educational qualification of minimum 8th pass.</li> <li>Loan can be availed to start Manufacturing/Service/Business enterprises with project cost up to maximum of Rs.10 lakhs/ Rs.5 lakhs and Rs.5 lakhs respectively.</li> <li>Subsidy assistance at 25% of project cost subject to a maximum of Rs.1,25,000 is provided</li> </ul>
Sector of the Scheme	Manufacturing/Service/Business
National industry classification code	
Eligibility Criteria	<ul style="list-style-type: none"> <li>Any individual, above 18 years of age, upper age limit for general category is 35 years and 45 years for special category comprising SC/ST/BC/MBC/Minority/Women/Ex-servicemen /Differently abled/Transgender.</li> <li>Applicant shall be a resident of place for not less than 3 years.</li> <li>Family income of beneficiary shall not exceed Rs.5,00,000 per annum.</li> </ul>
Nature & Mode of Assistance	<p>7 days Entrepreneurship Development Programme training at free of cost.</p> <p>Training should be completed within 12 months from date of selection by the District Task Force Committees (DTFCs).</p>
Financial Information (Subsidy, low interest rate)	Maximum financial assistance for Manufacturing/Service/Business activities is Rs.10 lakhs, Rs.5 lakhs and Rs.5 lakhs respectively, including 25% subsidy (with a maximum of Rs.1.25 lakhs) of Government on project cost. Promoter's contribution is 10% and 5% of project cost in respect of general category and special category respectively. Project will be sanctioned by financing branches of banks as per techno-economic viability.
DBT/backend / any other	Back end subsidy

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Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	As marketing support for products produced by units, exhibitions, buyer-seller meet, etc., will be arranged to promote their products. At State Level, progress of scheme will be monitored by the State Level Bankers Committee (SLBC).
How to apply	Online through <a href="http://www.msmeonline.tn.gov.in/uyegp">www.msmeonline.tn.gov.in/uyegp</a>
Whom to Contact	Concerned GM, DIC/Regional Joint Director, Chennai. Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

Name of the Scheme	<b>Prime Minister's Employment Generation Programmes (PMEGP)</b>
Description of the scheme	Implemented by KVIC/KVIB/DIC for generation of new self-employment opportunities through setting up of ventures/project micro enterprises in rural as well as urban areas.
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	Empowering aspiring youth to set up micro enterprises.  Provides loans up to Rs.10 lakhs to set up service enterprises and up to Rs.25 lakhs to set up manufacturing enterprises  Self Help Groups (including those belonging to BPL provided they have not availed benefit under any other Government sponsored subsidy scheme) are also eligible for assistance.
Sector of the Scheme	Manufacturing/ Service
National industry classification code	All manufacturing and service activities
Eligibility Criteria	Individuals who are above 18 years of age.  Must have passed class-8 for availing loan above Rs.10 lakhs in manufacturing sector and Rs.5 lakhs in service sector.  No educational qualification is required for availing loan up to Rs.10 lakhs and up to Rs.5 lakhs under manufacturing and service category respectively.
Nature & Mode of Assistance	Rate of subsidy of project cost.  Area (location of project/unit): General category - 15 % (Urban), 25% (Rural), Special category - 25% ( Urban), 35% (Rural) (including SC/ST/OBC/Minorities/Women, Ex-servicemen,

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	Physically handicapped, etc.)
Financial Information (Subsidy, low interest rate)	Beneficiaries belonging to general category have to contribute 10% of project cost as their fund while those belonging to special category (SC/ST/OBC/Minorities/Women, Ex-servicemen, Differently abled persons, etc.) have to contribute 5% of project cost as their contribution. Balance amount of total project cost will be provided by banks as loan.
DBT/backend / any other	Back end subsidy
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	10-days Entrepreneurship Development Programme training at free of cost.
How to apply	Online through <a href="http://www.kviconline.gov.in">www.kviconline.gov.in</a>
Whom to Contact	At state level, scheme is implemented through State Khadi and Village Industries Commission (KVIC), State Tamil Nadu Khadi and Village Industries Board (KVIB) and District Industries Centre (DIC) through Banks

Name of the Scheme	<b>Capital Subsidy</b>
Description of the scheme	25% capital investment subsidy on value of plant and machinery, subject to a maximum of Rs.50 lakh.
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	Micro, Small and Medium Enterprises
Sector of the Scheme	Micro, Small and Medium Enterprises
National industry classification code	-
Eligibility Criteria	All new manufacturing of MSMEs, agro based enterprises, thrust sector enterprises and MSMEs which undertake diversification/ expansion

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Nature & Mode of Assistance	Subsidy given as backend.
Financial Information (Subsidy, low interest rate)	Subsidy
DBT/backend / any other	Backend disbursed through ECS.
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	-
How to apply	Eligible MSMEs file their subsidy applications through <a href="https://www.msmeonline.tn.gov.in/incentives/index.php">https://www.msmeonline.tn.gov.in/incentives/index.php</a> within one year from DCP
Whom to Contact	Concerned GM, DIC/Regional Joint Director, Chennai Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

Name of the Scheme	<b>LTPT Subsidy</b>
Description of the scheme	20% low tension power tariff subsidy on consumption charges paid by MSMEs for first 3 years
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	Micro, Small and Medium Enterprises
Sector of the Scheme	Micro, Small and Medium Enterprises
National industry classification code	
Eligibility Criteria	All new manufacturing of MSMEs, agro based enterprises, thrust sector enterprises and MSMEs which undertake diversification/ expansion

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Nature & Mode of Assistance	Subsidy given as backend.
Financial Information (Subsidy, low interest rate)	Subsidy
DBT/backend / any other	Backend disbursed through ECS.
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	-
How to apply	Eligible MSMEs file application through MSME online portal <a href="https://www.msmeonline.tn.gov.in/incentives/index.php">https://www.msmeonline.tn.gov.in/incentives/index.php</a> within three months from DCP or date of power connection whichever is later.
Whom to Contact	Concerned GM, DIC/Regional Joint Director, Chennai Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

Name of the Scheme	<b>Generator Subsidy</b>
Description of the scheme	25% generator subsidy on value of generator set purchased (up to 210 KVA capacity), subject to a maximum of Rs.5 lakhs.
Target Group (Individual Enterprises SHGs, Cooperatives, Companies, etc.)	Micro, Small and Medium Enterprises
Sector of the Scheme	Micro, Small and Medium Enterprises
National industry classification code	
Eligibility Criteria	All LT/HT power consuming MSME manufacturing enterprises which have purchased and installed generator set up to capacity of 320 KVA.
Nature & Mode of Assistance	Subsidy given as backend.
Financial Information (Subsidy, low interest rate)	Subsidy



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DBT/backend / any other	Backend disbursed through ECS.
Other Assistance (Procurement of machinery, Technology/Marketing, International Cooperation, etc.)	-
How to apply	Eligible MSMEs file application through MSME online portal within 6 months from date of purchase of generator or date of installation of generator, whichever is later.
Whom to Contact	Concerned GM, DIC/Regional Joint Director, Chennai Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

Name of the Scheme	<b>Back Ended Interest Subsidy</b>
Description of the scheme	3% of interest on term loan subject to a maximum of Rs.10 lakh for a period of 5 years to MSME manufacturing enterprises for long term loans up to Rs.1 crore obtained for technology up-gradation/modernisation and Credit Guarantee Fund Trust Scheme (CGFTS).
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	Micro, Small and Medium Enterprises
Sector of the Scheme	Micro, Small and Medium Enterprises
National industry classification code	
Eligibility Criteria	Micro, Small and Medium Enterprises
Nature & Mode of Assistance	Subsidy given as backend.
Financial Information (Subsidy, low interest rate)	Subsidy

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DBT/backend / any other	Backend disbursed through ECS.
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	-
How to apply	Eligible MSMEs file their claims through MSME online portal <a href="https://www.msmeonline.tn.gov.in/incentives/index.php">https://www.msmeonline.tn.gov.in/incentives/index.php</a>
Whom to Contact	Concerned GM, DIC/Regional Joint Director, Chennai Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

Name of the Scheme	<b>PEACE (Scheme for Promotion of Energy Audit and Conservation of Energy)</b>
Description of the scheme	Creating awareness & educating MSMEs about benefits/ advantages of new techniques/technologies for saving energy. Encouraging MSMEs for adopting energy audits to improve energy efficiency and fuel substitution and monitoring implementation of recommendation.
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	Micro, Small and Medium Enterprises
Sector of the Scheme	Micro, Small and Medium Enterprises
National industry classification code	
Eligibility Criteria	MSMEs which are undertaking energy audit for the first time. MSMEs taking up subsequent energy audit after period of 3 years.
Nature & Mode of Assistance	Incentive for conducting detailed energy audit at 50% of energy audit cost subject to a maximum of Rs.75,000 per energy audit per unit as backend. Incentive for implementing energy audit recommendations at 25% of cost of eligible components, subject to a maximum of Rs.2 lakhs as backend.
Financial Information (Subsidy, low interest rate)	Subsidy
DBT/backend /	Backend disbursed through ECS.

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any other	
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	-
How to apply	Eligible MSMEs file their claims through MSME online portal <a href="https://www.msmeonline.tn.gov.in/incentives/index.php">https://www.msmeonline.tn.gov.in/incentives/index.php</a>
Whom to Contact	Concerned GM, DIC/Regional Joint Director, Chennai Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

Name of the Scheme	<b>Q-Cert (Quality Certification)</b>
Description of the scheme	Encourage MSMEs to acquire quality standards/certifications for process and product, such as ISO 9000/ISO 14001/ISO 22000/ Hazard Analysis and Critical Control Point (HACCP)/Good Hygienic Practices (GHP)/Good Manufacturing Practices (GMP) Certification, BIS Certification, Zero Defect and Zero Effect (ZED) rating or any other international quality certification recognised.
Target Group (Individual Enterprises, SHGs, Cooperatives, Companies, etc.)	Micro, Small and Medium Enterprises
Sector of the Scheme	Micro, Small and Medium Enterprises
National industry classification code	
Eligibility Criteria	Micro, Small and Medium Enterprises acquired quality certification.
Nature & Mode of Assistance	Reimbursement of charges incurred by MSMEs for acquiring quality certifications towards accreditation fees, consultation fee, training and calibration charges and cost of testing equipments as approved by BIS.
Financial Information (Subsidy, low interest rate)	Subsidy

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DBT/backend / any other	Backend disbursed through ECS.
Other Assistance (Procurement of machinery, Technology/ Marketing, International Cooperation, etc.)	-
How to apply	Eligible MSMEs file their claims through MSME online portal ( <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a> )
Whom to Contact	Concerned GM, DIC/Regional Joint Director, Chennai Contact addresses are available in <a href="http://www.indcom.tn.gov.in">www.indcom.tn.gov.in</a> <a href="http://www.msmeonline.tn.gov.in">www.msmeonline.tn.gov.in</a>

## Tamil Nadu Government Subsidies/Incentives for MSME Manufacturing Units

### Capital Subsidy

Purpose	Investment in Plant & Machinery
Eligibility	a) Micro Units – Anywhere in Tamilnadu b) Small and Medium Units – in Backward Blocks, Thrust Sector & Agro Based Industries
Subsidy Amount	25% of Investment in Plant & Machinery subject to maximum of Rs.50.00 lakhs
Additional Capital Subsidy	a) 5% subject to a maximum of Rs.2.00 lakhs for new units set up by Women/SC/ST/Physically handicapped/ Transgender entrepreneurs in backward areas / agro based industries. b) Employment Intensive Subsidy of 5% subject to a maximum of Rs.5.00 lakhs for Employment Generation. c) Promotion of Cleaner & Environment Friendly Technologies – 25% subject to maximum of Rs.3.00 lakhs.

### Eligibility Criteria for Capital Subsidy

- All new Micro manufacturing enterprises established anywhere in the State
- All new Small and Medium Enterprises under the following 13 thrust sectors established anywhere in the State excluding additional capital subsidy and employment generation subsidy.
  - Electrical and Electronic Industry
  - Leather and Leather goods
  - Auto parts and components
  - Drugs and Pharmaceuticals
  - Solar Energy Equipment
  - Gold and Diamond Jewellery for exports
  - Pollution Control equipments
  - Sports Goods and Accessories
  - Cost effective building material
  - Readymade Garments
  - Food Processing
  - Plastic
  - Rubber Products
- All new Small and Medium manufacturing enterprises established in all the 251 industrially backward blocks.
- All new Agro based Small and Medium manufacturing enterprises established in all the

385 blocks of the State.

- Existing manufacturing enterprises of the above categories which have taken up substantial expansion / diversification of the existing activities.

### New Entrepreneur cum Enterprise Development Scheme [NEEDS]

Purpose	Government subsidy and loan for business to first generation entrepreneurs for Investment made towards construction of Building, Plant & Machinery.
Eligibility	Educated youth with any Degree, Diploma, ITI/Vocational Training from a recognized institution. Age group of 21-35 years under General Category and 21 to 45 years under Special Category.
Subsidy Amount	25% of Project Cost subject to maximum of Rs.30.00 lakhs

### 3% Interest Subvention Scheme for MSME and NEEDS

Purpose	To reduce the interest burden of entrepreneurs
Eligibility	Standard category customers only.
Subvention Amount	Maximum of Rs.30.00 lakhs per unit.

### Low Tension Power Tariff (LTPT) Subsidy

20% subsidy on low tension power tariff is provided to the MSME Units for 36 months from the date of commencement of production or from the date of power connection obtained, whichever is later.

### Eligibility Criteria for LTPT Subsidy

- All new Micro manufacturing enterprises established anywhere in the State
- All new Agro based Micro, Small and Medium manufacturing enterprises established in all the 385 blocks of the State.
- All new Small and Medium manufacturing enterprises established in the 251 industrially backward blocks.
- Existing Manufacturing Enterprises of the above categories which have taken up substantial expansion / diversification of the existing activities.

### Generator Subsidy

Micro, Small and Medium manufacturing enterprises established anywhere in the State are eligible for a subsidy of 25% on the cost of Generator set purchased (up to 320 KVA capacity), subject to a maximum of Rs.5 lakhs.

### Back-ended Interest Subsidy (BEIS)

Back-ended interest subsidy at the rate of 3% subject to a maximum of Rs.10 lakhs for a period of 5 years is being provided to Micro, Small and Medium manufacturing enterprises for term loans up to Rs.1 crore obtained for Technology up-gradation / modernization and Credit Guarantee Fund Trust Scheme (CGFTS).

Micro and Small Enterprises which have availed term loan under technology upgradation are also eligible for 3% Back Ended Interest Subsidy (BEIS).

### Scheme for Promotion of Energy Audit and Conservation of Energy (PEACE)

The Government have introduced Promotion of Energy Audit and Conservation of Energy (PEACE) scheme for promoting Energy efficiency in MSME units. Under this scheme, the Government will reimburse 50% of the cost of conducting energy audit and 25% of the cost of machinery & equipments replaced, retrofitted and technology acquired for the purpose of improving energy efficiency based on the recommendation of Energy Audit.

There are four components in the scheme:

- a) Conducting awareness camp
- b) Conducting training programme
- c) Incentive for undertaking energy audit
  - 50% of the energy audit cost subject to a maximum of Rs.75,000 per unit.
- d) Incentive for implementing the recommendation of energy audit
  - 25% of the cost of eligible components, subject to a maximum limit of Rs.2,00,000/-

### Generator Subsidy

Purpose	Purchase of new Generator upto the capacity of 320 KVA (Including the existing Generator Capacity)
Eligibility	All new & existing Micro, Small and Medium manufacturing enterprises for their captive use.
Subsidy Amount	25% of cost of the Generator subject to maximum of Rs.5.00 lakhs

### Tamil Nadu MSME Incentives Portal

The Government of Tamil Nadu is providing various incentives such as Capital Subsidy, Low Tension Power Tariff Subsidy, Generator Subsidy, Back Ended Interest Subvention and Incentive for Promotion of Energy Audit and Conservation Energy. With the objective to

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ensure complete transparency in processing the incentive applications, all the above incentive schemes have been made online end to end i.e. from receipt of applications to disbursement of subsidies including processing of applications, raising queries and replying to queries etc., without any manual interface.

**Applications for various incentive schemes can be filed at the following URL:**

a)	Capital Subsidy	<a href="https://msmeonline.tn.gov.in/incentives/html_cye_CS.php">https://msmeonline.tn.gov.in/incentives/html_cye_CS.php</a> <a href="https://msmeonline.tn.gov.in/incentives/pdf/check_your_eligibility_for_capital_subsidy.PDF">https://msmeonline.tn.gov.in/incentives/pdf/check_your_eligibility_for_capital_subsidy.PDF</a>
b)	LTPT Subsidy	<a href="https://msmeonline.tn.gov.in/incentives/html_cye_ltpt.php">https://msmeonline.tn.gov.in/incentives/html_cye_ltpt.php</a> <a href="https://msmeonline.tn.gov.in/incentives/pdf/check%20your%20eligibility%20for%20ltpt%20subsidy.pdf">https://msmeonline.tn.gov.in/incentives/pdf/check%20your%20eligibility%20for%20ltpt%20subsidy.pdf</a>
c)	Generator Subsidy	<a href="https://msmeonline.tn.gov.in/incentives/html_cye_GS.php">https://msmeonline.tn.gov.in/incentives/html_cye_GS.php</a> <a href="https://msmeonline.tn.gov.in/incentives/pdf/check%20your%20eligibility%20for%20generator%20subsidy.pdf">https://msmeonline.tn.gov.in/incentives/pdf/check%20your%20eligibility%20for%20generator%20subsidy.pdf</a>
d)	Interest Subvention	<a href="https://msmeonline.tn.gov.in/incentives/html_cye_bis.php">https://msmeonline.tn.gov.in/incentives/html_cye_bis.php</a> <a href="https://msmeonline.tn.gov.in/incentives/pdf/beis_cye.pdf">https://msmeonline.tn.gov.in/incentives/pdf/beis_cye.pdf</a>
e)	Promotion of Energy Audit & Conservation of Energy (PEACE)	<a href="https://msmeonline.tn.gov.in/incentives/html_cye_peace1.php">https://msmeonline.tn.gov.in/incentives/html_cye_peace1.php</a> <a href="https://msmeonline.tn.gov.in/incentives/html_cye_peace2.php">https://msmeonline.tn.gov.in/incentives/html_cye_peace2.php</a> <a href="https://msmeonline.tn.gov.in/incentives/pdf/peace_impl_cye.pdf">https://msmeonline.tn.gov.in/incentives/pdf/peace_impl_cye.pdf</a>

### Subsidy/Incentives for Medium / Large / Mega Industries

Back Ended Capital Subsidy, Environmental Protection Infrastructure Subsidy and Soft Loan / Investment Promotion Subsidy:

Purpose	Granting Subsidy /Incentives for the investment made towards land, building, plant and Machinery, environment protection infrastructure equipments and Soft Loan /Investment promotion subsidy for net output VAT + CST paid to the Government for the Medium / Large / Mega projects set up in Tamil Nadu.
Eligibility	Investment in Eligible Fixed Assets ranging from Rs.5.00 crore to Rs.300.00 crore. Direct Employment ranging from 100 to 300 employees. Investment period ranging from 2 to 4 years.
Subsidy Amount	Backended Capital subsidy: Ranging from Rs.0.30 crore to Rs.1.50 crores. Environmental Protection Infrastructure Subsidy: Rs.30.00 lakhs or 25% of capital cost to set up ETP and/or HWTSDf plant whichever is less.



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Additional Capital Subsidy	Additional Capital Subsidy /Incentives, ranging from 10% to 100%, over and above the eligible subsidy amount depending upon the location of the unit.
Soft Loan/Investment Promotion Subsidy for Net output VAT + CST paid to the Government	Depending upon the location of the unit, Soft Loan / Investment Promotion subsidy will be given for 10 years from the date of commencement of commercial production with a ceiling of 100% of investment made in Eligible Fixed Assets within the investment period.

***List of enclosures (whichever is applicable) to be submitted:***

(all copies shall be duly attested by the Statutory Auditors/Chartered Accountant of the company/Chartered Engineer)

- ☛ MSME/ SIA Acknowledgement /ROC/Company Identification Number
- ☛ Partnership Deed and Firm Registration Certificate
- ☛ Memorandum & Articles of Association and Date of Incorporation Certificate.
- ☛ Sale deed/lease deed executed for the factory premises
- ☛ Building plan approval
- ☛ Industrial License as applicable
- ☛ TNPCB Clearance
- ☛ Invoices of the plant and machinery (imported & indigenous)
- ☛ T&C of term loan/working capital loan sanction, if any, extended by Bank/Financial Institution
- ☛ Certificate from Company's Statutory Auditor / Chartered Accountant for the amount spent in Land, Building and Plant & Machinery.
- ☛ Chartered Engineer's Certificate for the investment made in Land, Building and plant and machinery.
- ☛ The date of commencement of commercial production for the new/expansion project duly certified Statutory Auditors / Chartered Accountant.
- ☛ First invoice raised along with certificate given by the Statutory Auditors / Chartered Accountant.
- ☛ Last 3 years Audited Balance Sheet and Profit and Loss Account along with the schedules
- ☛ The certificate issued by Statutory Auditor / Chartered Accountant for the employment of the direct workers.
- ☛ The documents for imported machinery such as copy of Letter of Credit, Bill of Entry, Bill of Lading, duty and details of clearing charges paid etc.
- ☛ Details of payments made to all vendors / suppliers / contractors for having settled in full and no vendor liability for the Eligible Fixed Assets.

Click [here](#) to download the application

## **Self Employment Programme for Youth (SEPY) of Tamil Nadu Adi Dravidar Housing and Development Corporation Ltd. (TAHDCO)**

Youth in the age group of 18-35 are trained and escorted in obtaining financial assistance to commence ventures sustainable over a period of time.

### **Salient feature**

The subsidy will be a Back End Subsidy of 30% of the project cost or Rs.2.25 lakhs whichever is lower.

### **Eligibility**

- The applicant should belong to Scheduled Caste.
- The annual family income of the applicant should not exceed Rs.1.00 lakh
- The applicant should be in the age group of 18 -35.
- The applicant should have prior experience in the trade applied.
- The Applicant and their family members should not have availed any subsidy so far.
- The applicant should possess' eligibility certificate issued by recognised institutions.

### **Conditions**

- Applicants themselves can select the trade.
- The assets created under the scheme shall be registered only in the name of the applicant.
- The applicant shall carryout the business in the district where subsidy is sanctioned.

### **AMMA Skill Training & Employment Scheme**

The scheme envisages fulfilling the requirement of skilled manpower in the manufacturing sector through on the job training. The candidates fulfilling the norms of NSDC / NSDA / Sector skill council / MES and possessing the required educational qualification and age limits prescribed for the trade will be considered for training.

Under the programme, on the job training for a period of maximum six months will be given through the MSME units and a stipend of Rs.5,000/- including State Govt. subsidy of Rs.2,000/- per month per candidate will be given, subject to maximum of Rs.12,000/- per candidate.

For the year 2018-19, a total of 25,246 candidates have been trained under the Amma Skill Training and Employment Scheme, against a target of 25,000 candidates.

### **Social Media Platforms (Facebook, Twitter and Youtube) for the Commissionerate of Industries and Commerce**

In today's digital world, Social Media is a powerful tool to reach out to all sections of the society very fast. To popularise the departmental scheme and to reach out to the youth who are aiming to become entrepreneurs, it is felt necessary to create awareness about the various Government schemes through the social media platforms such as Facebook, Twitter and YouTube. Accordingly, information and interactive pages for the Commissionerate of Industries and Commerce have been hosted on these social media platforms. These social media platforms also help in getting opinion, feedback and grievances from the public about the scheme, which in turn help in improving/ modifying the implementation of the schemes.

## Tamil Nadu Industrial Investment Corporation (TIIC)

Tamilnadu Industrial Investment Corporation Ltd. [TIIC] is a premier State Financial Corporation established in the year 1949. TIIC fosters industrial development in Tamil Nadu by providing financial assistance to industries for purchase of land, machinery and construction of buildings. TIIC provides financial assistance at competitive interest rates for setting up of new industrial units and for expansion / modernization / diversification of existing industries in Tamil Nadu. It also offers loan for service sector projects such as hotels, hospitals and tourism related projects. TIIC's Head Office is at Nandam, Chennai and is present in every District of Tamil Nadu with 25 Branch Offices and 6 Field Offices under 6 Regions.

TIIC is a State Financial Corporation and a Government of Tamil Nadu undertaking entity. All the processes are transparent and reliable. Also TIIC is a nodal agency for disbursement of various capital subsidies. Hence it will be a one stop solution for the entrepreneur who seeks loan. TIIC extends loan from Rs.5 Lakh to Rs.30 Crore. TIIC considers both Term Loan and Working Capital facility to new units under the special scheme viz. Single Window Scheme. TIIC also provides finance for purchase of SIPCOT/ SIDCO plots as a part of total project.

### Term Loan from TIIC

#### *General Scheme for New & Existing Entrepreneurs*

Objective	The Scheme is intended to provide financial assistance to new units / expansion / modernization / diversification.		
Eligibility	a. All MSME Units & Non MSME units. b. Prop./Partnership/Ltd. companies.		
Purpose	For purchase of land, construction of building, purchase and erection of machinery.		
Loan Limit	(Rs. Crores)		
	Constitution	Individual unit	Group
	Proprietary	15.00	30.00
	Partnership	20.00	30.00
	Limited Companies	30.00	50.00
Promoter's Contribution	New cases : 33.33% Existing : 22.50% subject to overall DER of 2 : 1		
Debt Equity Ratio	3 : 1 for loans upto Rs.10 lakh 2 : 1 for loans above Rs.10 lakh		
Repayment Period	Upto 9 years including holiday period of 2 years		
Collateral Security	50% of the loan sanctioned (minimum).		

### Micro Small Enterprise Funding Scheme

Objective	To extend financial assistance to new / existing units in micro and small enterprises with overall project outlay of Rs.50 lakh (including existing project outlay).
Eligibility	New enterprises in micro/small scale sector for manufacture, preservation or processing of goods irrespective of location and service sector projects except SRTTO like hospitals, fast food, restaurant etc). Existing Micro and Small Enterprises, Service enterprises undertaking expansion, modernisation, technology upgradation and diversification irrespective of locations. Prop./Partnership/Ltd. companies
Purpose	For creation of fixed assets
Quantum of Loan	For new units : TL : 80% of project cost subject to a maximum of Rs. 40 lakh For existing units: TL: 75% of project cost subject to a maximum of Rs.37.50 lakh
Project Cost	Project cost shall not exceed Rs. 50 lakh in case of new unit.
Promoter's Contribution	New units : 20% of Project Cost Existing units : 25% of Project Cost
Debt Equity Ratio	New units : 4 : 1 Existing units : Below 3 : 1
Repayment	The period shall not exceed 6 years including moratorium of 6 months.
Collateral Security	50% of the loan sanctioned (minimum).

### Equipment Finance Scheme for Existing Clients

Purpose	Assistance under the scheme will be for purchase and erection of identifiable items of plant and machinery including generators for modernization/expansion/balancing/replacement. Machinery imported directly will also be eligible. Transport and erection charges, additional need based civil work, miscellaneous fixed assets and electricals related to the equipment may also be considered in the project cost.
Eligibility	Assistance will be available to existing industrial concerns having a good past record of performance and sound financial position. The concerns should: <ul style="list-style-type: none"> <li>i. Have been in operation for at least 3 years.</li> <li>ii. Have earned profits and declared dividends during the preceding two financial years.</li> <li>iii. Not be in default to institution/banks in the payment of their dues.</li> <li>iv. Have positive networth.</li> </ul>
Limit	Rs.5.00 lakh to Rs.1000.00 lakh
Promoter's Contribution	15%
Debt Equity Ratio	2.00 : 1.00 (Overall)
Repayment	36 months to 60 months including Holiday period ranging from 3 months to 12 months.
Collateral Security	25% of Loan amount

### Equipment Finance Scheme – Fast Track

Purpose	To Facilitate purchase of capital equipment quickly
Eligibility	<ul style="list-style-type: none"> <li>i) Unit should be in operation for at least 5 years.</li> <li>ii) The unit should have net profit for last 3 years.</li> <li>iii) CMR should be 5 and below &amp; CIBIL score of promoters should be 650 and above.</li> </ul>
Amount of Assistance	Rs. 10 lakhs to Rs. 100 lakhs restricted to 3 times of turnover
Promoters Contribution / DER	10% / 2.50 : 1.00
Repayment Period	60 months with 6 months moratorium
Collateral Security	25% – Collateral property (or) 20% – Security Deposit.

### Privileged Customer Scheme

Purpose	Funding of Unforeseen /emergent, project specific and bonafide business expenditure.
Eligibility	i) MSME and large units assisted by the corporation which are in standard category for the last 3 years. ii) The unit should have earned net profit for the last 3 years. iii) CMR should be 6 and below & CIBIL score should be above 600.
Amount of Assistance	50% of repayment amount of Term loan subject to a maximum of Rs.50 lakhs.
Promoters Contribution / DER	Nil / 2.50 : 1.00
Repayment Period	36 months including moratorium period of 3 months
Collateral Security	Residual value of the existing primary (L&B) and collateral security equivalent to loan.

### Medical Practitioner Scheme

Purpose	For purchase of medical equipment and related assets.
Eligibility	i) MBBS with PG/Diploma of specialization (or) BDS with PG/Diploma of specialization. ii) CIBIL score of promoters should be 650 and above. iii) Three years of Income Tax Returns.
Amount of Assistance	Rs. 10 lakhs to Rs.100 lakhs restricted to 4 times of the Average Income for the last 3 years.
Promoters Contribution	10%
Repayment Period	60 months with 6 months moratorium
Collateral Security	20% – Collateral property (or) 20% – Security Deposit.

### Thulir Scheme

<b>Purpose</b>	To extend financial assistance to technically qualified and experienced entrepreneurs for setting up of <b>Micro and Small Enterprises including service sector.</b>
Eligibility Norms	<b>i. Qualification &amp; Experience:</b> Degree – B.E./B.Tech./B.Pharm. in technical fields as well as Catering with 3 years experience (or) b. Diploma in the above categories with 6 years experience <b>ii. CIBIL score of Promoters should be 650 and above.</b> <b>iii. New units as well as existing units which are in existence for less than 5 years (from the date of establishment).</b>
Amount of assistance	Rs.50 lakhs to Rs.300 Lakhs
Promoters Contribution / DER	25% / 3.00:1.00
Repayment	Maximum of 7 years including moratorium period of 1 year.
Collateral Security	Stipulated based on risk profile of the project

### New Entrepreneur cum Enterprise Development Scheme (NEEDS)

NEEDS Scheme is a flagship scheme of the Government of Tamil Nadu, devised and formulated to assist educated youth to become first generation entrepreneurs. The entrepreneurship training given during the programme helps the educated youth to assist them for entrepreneurial activity, preparation of business plans and helping them to tie up with financial institutions to obtain loan to set up new business ventures, besides linking them with major industrial clients for marketing support and mentoring. The scheme provides 25% capital subsidy and 3% interest subsidy. The filing of applications through the online portal is in operation so that the applicants need not visit the office for submitting enclosures.

The beneficiaries should be in the age group of above 21 years and below 35 years for General Category, below 45 years in case of special categories and women with education qualification of any Degree/ Diploma/ ITI/ Vocational training from Recognised Institution.

About 1000 aspirants are selected every year following reservation policy in force. 50% of target is to be assigned to women with the priority for destitute women. Selected candidates are given Entrepreneurship Development Programme training for 3 weeks by the Entrepreneurship Development and Innovation Institute, Chennai. Necessary hand holding will be done to assist them in preparing the project for starting their own manufacturing or service venture and to avail term loans from the Banks / Tamil Nadu



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Industrial Investment Corporation Limited (TIIC). Subject to availability, they will also be provided with plots / sheds in the Industrial estates of Tamil Nadu Small Industries Development Corporation Limited (TANSIDCO).

Individual based Capital subsidy at the rate of 25% of the project cost (not exceeding Rs.30 lakhs) is being given along with 3% interest subvention on term loan through-out the repayment period by the Government. The eligible minimum project cost is above Rs.10.00 lakhs and the maximum project cost is Rs.5.00 crores. Promoter's contribution is 10% of the project cost for general category and 5% for special category.

Being the implementing agency, the Industries Commissioner and Director of Industries and Commerce periodically review and monitor the progress of this scheme at the State level.

Eligibility	<p>New Micro and Small enterprises in manufacturing and service sectors. Educated youth with any degree, Diploma, ITI/ vocational training from a recognized institution and in the age group of 21-35 years under General category and 21-45 years under special category (Women / SC / ST / BC / MBC / Minorities / Ex-serviceman / Transgender / Differently abled persons)</p> <p>The applicant should be a resident of Tamilnadu State for not less than 3 years.</p> <p>Partnership firms: Subject to satisfying the eligibility criteria by all the partners, partnership concerns may be considered for assistance under the scheme. However EDP training will be provided to only one of the partners authorized by other partners in such cases.</p> <p>Entrepreneur who availed assistance under PMRY/PMEGP/REGP/UYEGP/TAHDCO, SHG or any other scheme of Govt. of India or state Govt. will not be eligible for assistance.</p>
Purpose	<p>Minimum Project Cost: Rs.10.00 lakh.</p> <p>Maximum project cost: Rs.500.00 lakh.</p> <p>For projects costing more than Rs.1.20 crore, Subsidy component will be restricted to Rs.30.00 lakh.</p> <p>Cost of land may be included in the project cost at Guideline value or market value whichever is lower.</p> <p>Cost of construction of building such as office, workshed, laboratory etc. can be included in project cost subject to the condition that the cost of building shall not exceed 25% of project cost. In respect of service enterprises, investment in capital expenditure should not be less than 25% of the total project cost.</p> <p>In respect of Plant &amp; machinery, only new machinery and second hand machinery directly imported by the entrepreneur would be eligible.</p>

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	The cost of leased/rental building shall not be included in the project cost.
Training	Entrepreneurship Development Institute (EDI) , Guindy, Chennai will give training to the identified beneficiaries.
Promoter's Contribution	10% for general category entrepreneurs. 5% for special category entrepreneurs.
Eligible Subsidy	The quantum of subsidy will be 25% of project cost subject to a ceiling of Rs.30.00 lakh.
Repayment	Upto 9 Years including holiday period of 2 years
Collateral Security	50% on the proposed loan amount

### Flexi Working Capital Term Loan Scheme

Objective	Short term business loan intended to extend financial assistance to assisted and non assisted units in Manufacturing & Processing sectors including Rice Mill Units to meet their working capital / additional working capital requirements.	
Eligibility Norms	<p>The unit should be in existence and in operation for the past two financial years.</p> <p>Unit should have earned cash profit for the last two financial years.</p> <p>The net worth of the units should be positive.</p> <p>The units assisted by the Corporation shall be in standard asset category for the last two financial years.</p> <p>Units which are having loans with the other Bank / FI's should be in standard category with the respective institutions for the last two financial years.</p>	
Quantum of Assistance	Maximum: Rs.200.00 lakh per unit.	
Promoters Contribution	25% of the working capital assessment.	
Debt Equity Ratio	2 : 1	
Repayment	42 months including a moratorium of 6 months (for first time assistance only). For subsequent assistance moratorium period shall not be given.	
Quantum of Collateral Security	Category of Units	% of Collateral
	Assisted & Non-assisted units of TIIC without any bank finance	125%
	Assisted & Non-assisted units of TIIC with Bank finance	150%

### Working Capital Term Loan Scheme (WCTL)

Purpose	To extend financial assistance to Manufacturing & Processing sector including Rice Mill units to meet their working capital/additional working capital requirements.
Eligibility	<p>The unit(s)</p> <p>a. should be in existence and in operation for the past 2 financial years.</p> <p>b. should have earned cash profit for the last 2 years.</p> <p>c. should have positive networth</p> <p>d. assisted by the corporation shall be in standard assets category for the last 2 financial years.</p> <p>e. having loan with other Banks/FIs should be in standard category with respective institutions for the last 2 financial years.</p> <p>f. should not come under the purview of sick unit definition.</p>
Quantum of Loan	Maximum : Rs.200.00 Lakh per unit.
Promoters Contribution	Minimum : 25% of the working capital assessed.
Collateral Security	<p>Assisted units of TIIC Without any Bank Finance : 100%</p> <p>Non Assisted units of TIIC Without Bank Finance : 125%</p> <p>Assisted and Non Assisted units of TIIC With Bank Finance : 150%</p>
Repayment	42 months including a moratorium of 6 months (for first time assistance only). For subsequent assistance moratorium period shall not be given.

### Scheme for Wind Power Projects

Objective	To encourage entrepreneurs to set up private unit for captive consumption of renewable energy by installing wind mill.
Eligibility	New/existing units in operation for 3 years.
Eligible Borrower	Any new or existing unit
Promoter's contribution	<p>New clients : 35%</p> <p>Existing units : 25%</p>
Debt Equity Ratio	2 : 1 (Overall)
Repayment period	5 years including a holiday period of 3 months
Collateral	20% on term loan.

### Entrepreneur Development Scheme

Purpose	For encouraging entrepreneurship amongst persons from economically and socially disadvantaged backgrounds who wish to promote their own enterprise.
Eligibility	a. Persons without any asset back up but having relevant qualifications and experience for implementing viable project. b. Existing small units requiring assistance for additional machinery / needs additional working capital
Maximum Loan Limit	Individual Unit – Rs.5.00 lakhs or 30 times on the net salary of the two guarantors
Promoters Contribution	10%
Repayment	Maximum 60 months including a maximum moratorium period of 6 months.
Collateral Security requirement	Third party guarantee shall be obtained as under : For loans upto Rs.2.00 lakhs – from one person For loans above Rs.2.00 lakhs – from two persons

### Credit Linked Capital Subsidy (CLCS)

Purpose	Technology upgradation
Eligibility	Micro and Small units undertaking technology up-gradation for the specified sectors mentioned in the MSME Guidelines.
Subsidy Amount	Ceiling on loan for the eligible machinery is Rs.1.00 Crore. 15% or Rs.15.00 lakhs per unit on the eligible plant & machinery whichever is lower Operation of the scheme is upto 31.03.2020.

### Equipment Finance Scheme for Existing Clients

Purpose	Assistance under the scheme will be for purchase and erection of identifiable items of plant and machinery including generators for modernization/ expansion/ balancing/ replacement. Machinery imported directly will also be eligible. Transport and erection charges, additional need based civil work, miscellaneous fixed assets and electricals related to the equipment may also be considered in the project cost.
Eligibility	Assistance will be available to existing industrial concerns having a good past record of performance and sound financial position. The concerns should: <ul style="list-style-type: none"> <li>i. Have been in operation for at least 3 years.</li> <li>ii. Have earned profits and declared dividends during the preceding two financial years.</li> <li>iii. Not be in default to institution/banks in the payment of their dues.</li> <li>iv. Have positive networth.</li> </ul>
Limit	Rs.5.00 lakh to Rs.1000.00 lakh
Promoter's Contribution	15%
Debt Equity Ratio	2.00 : 1.00 (Overall)
Repayment	36 months to 60 months including Holiday period ranging from 3 months to 12 months.
Collateral Security	25% of Loan amount

## **Tamil Nadu Small Industries Development Corporation Limited (SIDCO)**

Tamil Nadu Small Industries Development Corporation Limited (SIDCO) was established in 1970 by the Government of Tamil Nadu with the objective of assisting and promoting Micro, Small and Medium Enterprises (MSMEs) in the State of Tamil Nadu. SIDCO has been playing a significant role in facilitating the promotion and development of MSMEs in Tamil Nadu.

The main activities of SIDCO include establishing its own Industrial Estates, assisting promotion of Private Industrial Estates, extending raw material support, promotion of Common Facility Centres under cluster programme, assisting Export Promotion and Marketing support and providing technical and managerial guidance to the MSMEs.

### **SIDCO Industrial Estates**

Developing Industrial Estates is the most important function of SIDCO. The land is acquired either through Government alienation or directly purchased from the land owners and industrial plots are laid out there on. After its formation in 1970, SIDCO of its own, has established 54 Industrial Estates till 2010 covering an extent of 2,332.67 acres.

SIDCO establishes Industrial Estates at various locations in the State providing developed plots of various sizes from 15 cents to 1 acre to the SMEs and 5 cents to 15 cents to Micro Enterprises for setting up their industrial units.

New Industrial Estates are developed by providing infrastructural facilities like motorable roads, storm water drains, culverts, water supply, sewage system, street lighting, green belt, parks and other amenities. The layout plan for the Industrial Estates are approved by DTCP / CMDA.

There are 119 Industrial Estates developed with 8,204 Developed Plots and 4,714 Industrial Sheds in the State for MSMEs as on 31.3.2019 and these Industrial Estates are under the management of SIDCO. During 2011-19, 35 new Industrial Estates were announced to be established by SIDCO. Of these, 22 Industrial Estates have been established. SIDCO has taken action for formation of remaining estates. In addition to development of 22 said Industrial Estates during 2011-19, SIDCO has also developed 2 more Industrial Estates viz. (i) Thirumudivakkam (Micro) & (ii) Thirumudivakkam (Phase – II).

**119 Industrial Estates currently managed by SIDCO**

<i>Sl. No</i>	<i>District</i>	<i>Sl. No.</i>	<i>Location</i>	<i>Govt. or SIDCO</i>	<i>Year of formation</i>	<i>Total extent in acres</i>
1	<b>Chennai</b>	1	Guindy	<b>Govt.</b>	1958	404.08
		2	Arumbakkam	SIDCO	1979	3.92
		3	Villivakkam	SIDCO	1979	2.04
		4	Kodungaiyur	SIDCO	1979	7.88
		5	Perungudi	Govt.	1974	112.55
		6	Thiruvannamalai	Govt.	1967	28.91
2	<b>Tiruvallur</b>	7	Ambattur	<b>Govt.</b>	1963	1167.00
		8	Kakkalur	<b>Govt.</b>	1988	328.13
		9	Thirumazhisai	SIDCO	1988	160.85
		10	Gummidi-pondi	SIDCO	1988	25.24
		11	R.K.Pet	SIDCO	1996	8.15
		12	Vichoor	SIDCO	1994	59.16
		13	Thirumullaivoyal (WIP)	SIDCO	2001	246.07
		14	Sengarai	SIDCO	2017	36.25
3	<b>Kancheepuram</b>	15	Kancheepuram	<b>Govt.</b>	1968	37.95
		16	Maraimalai Nagar	SIDCO	1981	39.50
		17	Alathur	SIDCO	1984	150.00
		18	Thirumudivakkam (Main)	SIDCO	1993	201.11
		19	Thirumudivakkam (Micro)	SIDCO	2013	5.262
		20	Thirumudivakkam (WIP)	SIDCO	2002	11.48
		21	Thirumudivakkam Phase-II	SIDCO	2017	22.44
		22	Thandarai	SIDCO	2017	44.30
4	<b>Vellore</b>	23	Katpadi	<b>Govt.</b>	1968	19.48
		24	Arakkonam	<b>Govt.</b>	1968	51.74
		25	Ranipet	SIDCO	1972	113.44
		26	Mukuntharayapuram	SIDCO	1980	86.19
		27	Vannivedu	SIDCO	1987	16.44
		28	Vinnamangalam	SIDCO	2009	10.49
		29	Vaniyambadi	SIDCO	2013	7.08
		30	Minnur	SIDCO	2014	9.75
5	<b>Thiruvannamalai</b>	31	Thiruvannamalai	<b>Govt.</b>	1968	15.56
6	<b>Krishnagiri</b>	32	Krishnagiri	<b>Govt.</b>	1965	41.86
		33	Uthangarai	SIDCO	1995	41.28
		34	Hosur	<b>Govt.</b>	1974	12.34
		35	Hosur(SIPCOT)	SIDCO	1976	95.15
		36	Hosur(New)	SIDCO	1999	18.80
		37	Bargur	SIDCO	1995	31.64
		38	Pollupalli	SIDCO	2009	60.96
7	<b>Dharmapuri</b>	39	Dharmapuri	<b>Govt.</b>	1965	20.28

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Sl. No	District	Sl. No.	Location	Govt. or SIDCO	Year of formation	Total extent in acres
		40	Kadagathur	SIDCO	2009	7.02
		41	Parvathanahalli	SIDCO	2014	29.89
		42	Echampadi	SIDCO	2017	50.46
8	<b>Salem</b>	43	Salem	<b>Govt.</b>	1967	19.55
		44	Mettur	<b>Govt.</b>	1967	184.38
		45	Karuppur WIP	SIDCO	2004	51.24
		46	Veerapandi	SIDCO	1993	9.79
		47	Koranampatti	SIDCO	2017	16.61
		48	Sooramangalam	Govt.	1986	27.50
9	<b>Namakkal</b>	49	Namakkal	SIDCO	1977	10.09
		50	Thiruchengodu	SIDCO	1980	9.18
		51	Vettambadi	SIDCO	2014	15.34
10	<b>Erode</b>	52	Erode	<b>Govt.</b>	1959	25.13
		53	Nanjaiuthukuli	SIDCO	1995	13.05
		54	Perundurai	SIDCO	2017	49.47
11	<b>Coimbatore</b>	55	Kurichi	<b>Govt.</b>	1972	88.43
		56	Malumichampatti	SIDCO	1994	36.14
		57	Kalapatti	Govt.	1972	13.46
12	<b>Tiruppur</b>	58	Ganapathipalayam	SIDCO	1993	17.10
		59	Tiruppur	SIDCO	1978	10.14
		60	Gudimangalam	SIDCO	1992	6.74
		61	Rasathavalasu	SIDCO	2011	51.80
13	<b>Nilgiris</b>	62	Ooty	SIDCO	1981	10.65
14	<b>Cuddalore</b>	63	Cuddalore	<b>Govt.</b>	1971	15.60
		64	Vadalur	<b>Govt.</b>	1972	26.22
		65	Periyanesalur	SIDCO	2015	90.80
		66	Vridhachalam	Govt.	1961	41.53
15	<b>Villupuram</b>	67	Patanam	SIDCO	2014	60.55
		68	Asanu Part I & II	SIDCO	2009 & 2015	212.83
		69	Kattuvannanjur	SIDCO	2014	42.00
		70	Venmaniathur	SIDCO	2011	36.82
16	<b>Perambalur</b>	71	Elambalur	SIDCO	2009	44.48
17	<b>Thanjavur</b>	72	Thanjavur	<b>Govt.</b>	1968	21.94
		73	Kumbakonam	<b>Govt.</b>	1968	32.30
		74	Pillaiyarpatti	SIDCO	1974	10.96
		75	Nanjikkottai	SIDCO	1996	26.30
		76	Palayapatti	SIDCO	2012	104.37
18	<b>Nagapattinam</b>	77	Nagapattinam	<b>Govt.</b>	1966	20.97
		78	Mayiladuthurai	SIDCO	2009	12.56
19	<b>Tiruchirapalli</b>	79	Thuvakudi	<b>Govt.</b>	1974	478.38
		80	Thiruverambur	<b>Govt.</b>	1974	74.50
		81	Ariyamangalam	<b>Govt.</b>	1974	17.64



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<i>Sl. No</i>	<i>District</i>	<i>Sl. No.</i>	<i>Location</i>	<i>Govt. or SIDCO</i>	<i>Year of formation</i>	<i>Total extent in acres</i>
		82	Kumbakudy	SIDCO	2009	24.46
		83	Valavanthaankottai (WIP)	SIDCO	2003	51.70
		84	Valavanthankottai	SIDCO	2008	179.02
20	<b>Karur</b>	85	Karur (Vellalapatti)	<b>Govt.</b>	1974	26.63
		86	Karur (Athur)	SIDCO	1993	36.29
		87	Punjaikalakurichi	SIDCO	2016	52.076
21	<b>Pudukottai</b>	88	Pudukottai	<b>Govt.</b>	1974	23.18
		89	Pudukottai (SIPCOT)	SIDCO	1988	51.45
		90	Mathur	SIDCO	1975	26.00
		91	Mathur (New)	SIDCO	2013	19.92
22	<b>Theni</b>	92	Theni	<b>Govt.</b>	1963	26.59
		93	Andipatti	SIDCO	1994	22.34
		94	Marikundu	SIDCO	2017	79.40
23	<b>Dindigul</b>	95	Dindigul	<b>Govt.</b>	1965	39.90
		96	Batlagundu	<b>Govt.</b>	1965	16.26
24	<b>Madurai</b>	97	K.Pudur	<b>Govt.</b>	1960	56.05
		98	Kappalur	<b>Govt.</b>	1966	534.64
		99	Kappalur WIP	SIDCO	2008	35.37
25	<b>Ramanathapuram</b>	100	Paramakudi	SIDCO	1976	10.00
		101	Keelanagachi	SIDCO	1993	10.00
		102	Urapuli	SIDCO	1993	12.14
		103	Sakarakottai	SIDCO	2017	100.00
26	<b>Sivaganga</b>	104	Karaikudi	<b>Govt.</b>	1966	180.19
		105	Sivaganga	<b>Govt.</b>	1966	70.61
		106	Kirungakottai	SIDCO	1993	21.85
27	<b>Virudhunagar</b>	107	Virudhunagar	<b>Govt.</b>	1958	45.65
		108	Rajapalayam	SIDCO	1995	41.13
		109	Virudhunagar (Urban)	SIDCO	2013	37.54
28	<b>Tirunelveli</b>	110	Pettai	<b>Govt.</b>	1959	50.55
		111	Kadayanallur	SIDCO	1992	10.00
		112	Valliyur	SIDCO	2005	39.91
29	<b>Thoothukudi</b>	113	Kovilpatti	<b>Govt.</b>	1962	85.54
		114	Thoothukudi Phase-I	SIDCO	1988	9.72
		115	Thoothukudi Phase-II	SIDCO	2003	14.46
		116	Pidaneri	SIDCO	2016	108.23
30	<b>Kanyakumari</b>	117	Konam	<b>Govt.</b>	1964	20.70
		118	Marthandam	<b>Govt.</b>	1964	7.50
31	<b>Ariyalur</b>	119	Mallur	SIDCO	2014	25.34
Total						<b>8080.998</b>

### SIDCO Managed Government Industrial Estates

The Government of Tamil Nadu pioneered establishment of Industrial Estates for the Micro, Small and Medium Enterprises in the State. During 1958 to 1986, 41 Industrial Estates spreading over 4,511.40 acres were set up by the Directorate of Industries and Commerce. The first Industrial Estate was formed at Guindy in the year 1958 in an extent of 404.08 acres. Ambattur Industrial Estate, the largest MSME Industrial Estate spread over 1,167 acres was established in 1963. The Government transferred all these 41 Government Industrial Estates to SIDCO and SIDCO has been managing these Government Industrial Estates as an agent of the Government.

### Women Industrial Parks

Out of the 78 Industrial Estates set up by SIDCO till date, 5 Industrial Estates are Women Industrial Parks. These Women Industrial Parks have been developed as per the announcement made by Hon'ble Chief Minister in 2001 for empowerment of women. The list of 5 women Industrial Parks is given below.

<i>Sl. No</i>	<i>Name of the Women Industrial Park</i>	<i>Year of formation</i>	<i>Area (in Acres)</i>
1	Thirumullaivoyal, (Thiruvallur District)	2001	246.07
2	Thirumudivakkam, (Kancheepuram District)	2002	11.48
3	Valavanthankottai, (Trichy District)	2003	51.70
4	Karuppur, (Salem District)	2004	51.24
5	Kappalur, (Madurai District)	2008	18.87
<b>Total</b>			<b>379.36</b>

### Shifting of existing Industrial units to the outskirts of town/city

The Industrial units functioning in proximity of human habitations / residential areas are causing pollution and lack of space has also made expansion of industrial units impossible. The Government realizing the above issue, during the year 2013-14 announced incentive, when the industrial units located in urban areas in a scattered manner form a group are willing to shift their units outside the urban areas, the Government would provide 75% grant of the total development cost up to a maximum of Rs.15 crores for getting electricity, water connection, roads and to have other infrastructure facilities like conference hall, common facility centre etc.

### Formation of Private Industrial Estate

There has been scarcity of availability of land for development of industrial estate near major cities. Whereas, there is an increasing need for additional space for expansion of MSME units and allotment of plots to the upcoming entrepreneurs, finding Government

poramboke land and acquisition of private land for formation of new Industrial Estate has become challenge. During the year 2013-14, a special incentive was announced by the Hon'ble Chief Minister of Tamil Nadu under Rule 110 to provide 50% grant with maximum grant limited to Rs.10 crore to the association of entrepreneurs coming forward to set up new private industrial estates at the outskirts of towns / cities.

### **Industrial Estates through Joint Venture mode**

Government has also announced scheme of setting up of private Industrial Estate under Joint Venture mode. Under this scheme, the interested companies will have to enter into Joint Venture agreement with SIDCO in which SIDCO will have minimum 11% stake in the company.

### **Infrastructure Development (ID) under the MSE-CDP Scheme of Govt. of India**

Under MSE-CDP scheme of Government of India, assistance is provided for MSME Infrastructure Development for (i) Creation of new Industrial Estates and (ii) Upgradation of infrastructure in existing Industrial Estates. Under this scheme, 60% of the project cost (maximum project cost of Rs.10.00 crores) subject to a ceiling of Rs.6.00 crores is provided as grant for the creation and upgradation of infrastructure in the new and existing Industrial Estates respectively. SIDCO avails this grant and develops new Industrial Estates as well as upgrades infrastructure of its existing Industrial Estates in the State.

### **Japan International Co-Operation Agency (JICA) Projects**

Development of product specific integrated MSME clusters in 4 locations namely, a textile cluster each in Kancheepuram and Karur District, a food product cluster in Dharmapuri District and a sea food cluster in Ramanathapuram District under the second phase of JICA assisted Tamil Nadu Investment Promotion Programme at a total project cost of Rs.88 crores has been announced during 2017-18.

### **Allotment Policy**

A transparent procedure is followed in allotting the sheds / plots by advertising the availability of sheds / plots in newspapers and in the website. A Screening Committee constituted with the officials of SIDCO, Directorate of Industries and Commerce, TIIC, banks and representatives of TANSTIA as members interviews the applicants and the eligible applicants are selected on merits.

<https://www.tansidco.in/NBPM/GuideLine/Objective%20Criteria%20Circular.pdf>

SIDCO develops industrial plots of various sizes ranging from 5 cents to 100 cents (1 acre) and above as per the requirements of the manufacturing units in the Industrial Estates and the industrial plots are allotted to MSMEs.

Plots / Sheds are allotted by way of lot system, when there are more selected applicants than available vacant Plots / Sheds.

<https://www.tansidco.in/NBPM/GuideLine/Procedure%20Checklist%20of%20Documents%20%20Timeframe%20for%20Allotment.pdf>

### **New Allotment Policy of SIDCO**

SIDCO has been making allotments in its Industrial Estates on Outright Sale Basis till 2013. In order to ease financial burden for the MSMEs in procurement of plots during the financial year 2013-14, a new allotment policy was implemented vide G.O (Ms). No.66, MSME (C) Department, dated 18.11.2013 where in plots in SIDCO Industrial Estates developed from the financial year 2013-14 onwards were allotted on 30 years lease basis alone with option to purchase the plots on outright sale basis at the end of 30 years. However, based upon representation from various MSME associations, allotment policy was again revised vide G.O.(Ms) No.40 MSME(C) Department dated 15.12.2016 wherein option was given to MSME units to either purchase the plots on outright purchase basis or lease cum purchase basis in all SIDCO Industrial Estates developed from 2013-20 onwards. In case of lease cum purchase, the allottee has to pay only 60% of the plot cost upfront and balance 40% shall be paid over a period of 30 years and at the end of 30 years sale deed will be issued without collecting any additional cost.

### **Priority given to various sectors in allotment of Plots/ Sheds**

As per G.O.(Ms).No.7, Micro, Small and Medium Enterprises Department, dated 31.01.2009, 30% of the saleable area of the Industrial Estates is earmarked for Micro Enterprises. Priority is given in allotment of developed plots / sheds to the following categories:

- 30% for Women Entrepreneurs.
- 10% for Ex-servicemen
- 20% for SC/ST and Transgenders.

If sufficient number of the applicants are not available in these categories, the plots / sheds will be taken up for allotment to other categories.

As per G.O.(Ms).No.49 Micro, Small and Medium Enterprises Department dated 29.10.2012, consideration in allotment of plots / sheds is given to the first generation entrepreneurs who have successfully completed Entrepreneurship Development Programme (EDP) training under NEEDS Scheme, on application, subject to availability.

Availability of vacant plots in SIDCO Industrial Estate can be checked online here: <https://www.tansidco.in/NBPM/ApplicationReports/PlotVacantReport.aspx>

## **State Industries Promotion Corporation of Tamilnadu Ltd (SIPCOT)**

SIPCOT was established in the year 1971 to develop industrial growth in Tamil Nadu. To give main thrust to area development activities, the organization involves in the formation of industrial complexes by providing basic and comprehensive infrastructure facilities for the industries to set up their units. SIPCOT has so far developed 21 Industrial Complexes in 12 districts and 7 Sector Specific Special Economic Zones (SEZs) across Tamil Nadu. SIPCOT also acts as a Nodal Agency of Government of Tamil Nadu in the sanction / disbursement of Structured Package of Assistance to large industrial units.

### **SIPCOT Industrial Complexes**

SIPCOT has established industrial complexes in 16 areas. These include:

- Bargur Industrial Complex
- Cheyyar Industrial Complex- Ph.I
- Cheyyar Industrial Complex- Ph.II
- Cuddalore Industrial Complex
- Gangaikondan Industrial Growth Centre
- Gummidipoondi Industrial Complex and EPIP
- Hosur Industrial Complex
- Irungattukottai Industrial Park
- Manamadurai Industrial Complex
- Gangaikondan Multi Sector SEZ
- Nilakkottai Industrial Complex
- Oragadam Industrial Growth Centre
- Perundurai Industrial Growth Centre
- Pillaipakkam Industrial Park
- Pudukkottai Industrial Complex
- Ranipet Industrial Complex
- Siruseri Information Technology Park
- Sriperumbudur Industrial Park
- Thervoykandigai Industrial Park
- Tuticorin Industrial Complex
- Vallam Vadagal Aerospace Park
- Vallam-Vadagal Industrial Park

New SIPCOT Industrial Parks are being established in Dharmapuri, Thiruvannamalai and Manapparai soon.

SIPCOT IT Park is the largest Information Technology Park in Asia, located in Padur, Siruseri, along the IT Corridor, Chengalpattu taluk, Chengalpattu District.

### **Structured Package of Assistance (SPA)**

The procedure to avail Structured Package of Assistance from SIPCOT is as follows:

The companies to whom GOs are issued, after commencement of commercial production during the obligation period / after completion of the obligation period shall submit application for Structured Package of Assistance for the investment made through online.

The applicant company along with the Processing fee of Rs.50,000/- with applicable GST, upload copies of GO and MoU., Statutory Auditor's Certificate (SA) for the investment made during the obligation period Chartered Engineer's (CE) Certificate for the buildings constructed during the obligation period (in the prescribed formats - in original) and other documents as per the check list attached in the Application viz. Memorandum and Articles of Assn., Registered documents for land, TNPCB approval (Consent for operation / Consent renewal), Audited Annual Reports for last 3 years etc.

The SA certificate should be in the prescribed format and it should contain investment made during the obligation period by mentioning starting date of investment and ending date of investment as prescribed in the GO, in case if the company applies for incentive on completion of investment period.

The SA has to certify the starting date of investment and the investment starting date should be as per GO. The SA has to certify the date of commence of commercial production and first sale invoice (New unit as well as expansion scheme).

The SA certificate should contain the pre-op. expenditure capitalised / to be capitalised. If it is capitalised, whether it has been apportioned among the building and Plant & Machinery. Amount payable to creditors at the end of investment period, if any., investment made on the brand new machineries, investment made on second hand machinery, if any, as prescribed in the application.

The machinery list should contain name of the machinery, supplier of the machinery, quantity, invoice no. and date and value of the machinery. The total value of machinery should be the amount as certified by SA. Chartered Engineer's (CE) Certificate should contain the name of the building, type of building, area constructed and value of building, retention money etc.

In case of expansion scheme, the company has to furnish the SA certificate on the production achieved / sales made during the last three years prior to commencement of commercial production, installed capacity etc. for fixing the base volumes.

In case if the applicant company submits insufficient details, they will be addressed to submit additional details.

On receipt of full details, inspection of the beneficiary unit, to assess the implementation of project, commencement of commercial production and also test check the high value machineries will be carried out.

During the inspection, if any, details required will be called for.

### **Procedures followed:**

On submission of full details, an appraisal note to arrive the investment made in Eligible Fixed Assets (EFA) is prepared by SIPCOT based on the SA/CE certificates, inspection report and GO and Eligibility Certificate (EC) (indicating ceiling amount, availment period etc. ) is issued to the beneficiary unit with a copy to MoU Cell of CT Dept. and Legal Dept. of SIPCOT.

If the company do not fulfill the obligations, a report will be sent to Govt. for its orders and on receipt of orders, the same will be communicated to the company / issues EC based on Govt. orders.

Based on the EC, the beneficiary units shall execute the legal documents with SIPCOT and also request the MoU Cell of CT Dept. to issue the tax paid certificate.

The Legal Dept. forwards the draft legal documents to Incentive Dept. and Incentive Dept. verifies the facts and figures in the draft legal documents and forward the same to Legal Dept. for further course of action / executing the legal documents. The Joint Commissioner of Commercial Taxes, Special Cell for MoU Companies (MoU Cell) issues Tax Paid Certificate and the eligible amount for refund based on the GO and EC issued by SIPCOT.

On confirmation from the Legal Dept. of SIPCOT in respect of execution of legal documents and based on the MoU Cell certificate, subject to availability of fund, reimbursement is made by drawing a cheque from PD account in favour of the beneficiary unit after getting approval / countersignature from the Finance Dept. of Govt.

### **Procedure for Land Allotment**

To check the availability of land at SIPCOT Industrial complexes, click here to access SIPCOT land bank: <https://sipcot.tn.gov.in/portal/reports/landdetails>

- 1) The applicant has to visit the SIPCOT website and click on the “Apply online for Land allotment” tab. The applicant is to complete the registration and login process.
- 2) Once the applicant logs in, he/she is to fill and submit the application form, upload the requisite documents and make the payment online.

Note: Payment details

- i. Initial Deposit: Rs.5000/- per acre for all SIPCOT Industrial Parks and Rs.1000/- per acre for Manamadurai & Pudukkottai. The initial deposit amount will be adjusted in the plot cost amount. It shall be refunded if the application is rejected.
  - ii. Processing fee (non-refundable): The amount will be Rupees 5000 + 18% GST as one time application processing fee.
- 3) On successful filing of application, the applicant receives the SMS and Email intimation. Once the complete application along with all the documents are received, the same are scrutinized by the SIPCOT officials and any queries or additional details required from the applicant are raised
- 4) The date and time of the Allotment Committee meeting will be communicated to the applicant.
- 5) The applicant has to confirm his acceptance to the date of the meeting. If he/she is not available, he is to communicate the same and request for an alternate date.
- 6) In case of postponement of Allotment Committee meeting, the same will be intimated to the applicant.

Note: The Managing Director / Partner / Proprietor of the applicant company should attend the Allotment Committee meeting to be held at the Head Office of SIPCOT in Chennai for discussion.
- 7) The Allotment Committee chaired by the Managing Director, SIPCOT as Chairman and others, will discuss with the representative (Managing Director / Partner / Proprietor of the applicant company) of the company about the project.
- 8) An external expert, Environmental Advisor may also be present in the Allotment Committee meeting to discuss about the environmental issues. If need arises, experts in the respective fields will also be included.
- 9) The Allotment Committee assesses the application based on an objective evaluation criteria (refer the proceedings No.DI/ACM/2/2019 dt.14.06.2019).
- 10) The Allotment committee decides on allotment of plot subject to availability of vacant plots and subsequently allotment orders will be issued to the selected applicant.
- 11) The Applicant will be informed of the approval/ rejection of the application.



### Tamil Nadu Industrial Development Corporation Limited (TIDCO)

Tamilnadu Industrial Development Corporation Limited is a premier industrial development agency of the Government of Tamil Nadu, established in 1965. TIDCO endeavours to achieve a balanced and continual industrial growth by promoting medium and large industries in the State through Joint Ventures. TIDCO is also the Nodal Agency for the development of various industrial corridor projects in Tamil Nadu.

TIDCO facilitates large industrial and infrastructure projects in Tamilnadu involving large investments and huge employment potential. TIDCO is the Nodal Agency for the development of Chennai Bengaluru Industrial Corridor (CBIC), Chennai Kanyakumari Industrial Corridor (CKIC), Western Corridor (Kochi – Bangalore Industrial Corridor) and Defence Industrial Corridor projects.

TIDCO has in several joint venture projects across various sectors such as Chemicals, Fertilizers, Pharmaceuticals, Textiles, Iron and Steel, Auto Components, Food & Agro, Floriculture, Engineering, Petroleum and Petrochemicals, infrastructure projects like IT/ITES Parks, Bio-Tech Parks, Special Economic Zones (SEZ), Road Development Projects and Agri Export Zones, TITAN Industries Ltd, TANFAC Industries Ltd, Mahindra World City, Tamilnadu Petro products Ltd, TIDEL Park Ltd, Ascendas IT Park (Chennai) Ltd, TICEL Bio Park Ltd, Tamilnadu Road Development Company Ltd, Chennai Trade Centre, Tanflora Infrastructure Park Ltd, IT Expressway Ltd, TIDEL Park Coimbatore Ltd, L&T Shipbuilding Ltd and Indian Oil LNG Private Ltd are some of the successful joint ventures of TIDCO.

- TIDCO facilitates investment in large industrial and infrastructure projects in Tamil Nadu.
- TIDCO is registered with the Reserve Bank of India as a Non-Banking Financial Company.
- TIDCO promotes four types of Joint Ventures: Joint Sector (equity participation – Above 11% and upto 26%).
- Associate Sector (equity participation of 2% to 11%).
- Escort Sector (1% equity).

## Industrial Guidance and Export Promotion Bureau (GUIDANCE)

Tamil Nadu Industrial Guidance and Export Promotion Bureau (Guidance Bureau) was established as a non-profit registered Society and has successfully handled 438 investment proposals with an aggregate investment exceeding Rs.3.75 lakh crore since inception. As per the Tamil Nadu Business Facilitation Act 2018, Guidance Bureau has been given the statutory responsibility of functioning as the Nodal Agency for providing single window clearances for large industries.

Guidance Bureau has been mandated to give a fillip to industrial development in the State by serving as a focal point for dissemination of information to attract new investments, rendering facilitation services to new investors, acting as a single window for industrial clearances and acting as a sounding board for industry and industrial policy change.

Guidance Bureau has provided weblinks to online services of Tamil Nadu State departments and to access, Ctrl+click here : <https://www.tn.gov.in/service/deptname>

- ◉ Adi Dravidar and Tribal Welfare Department - <https://www.tn.gov.in/service/dept/1>
- ◉ Agriculture Department - <https://www.tn.gov.in/service/dept/2>
- ◉ BC, MBC & Minorities Welfare Department - <https://www.tn.gov.in/service/dept/4>
- ◉ Co-operation, Food and Consumer Protection Department - <https://www.tn.gov.in/service/dept/5>
- ◉ Commercial Taxes and Registration Department - <https://www.tn.gov.in/service/dept/6>
- ◉ Energy Department - <https://www.tn.gov.in/service/dept/7>
- ◉ Environment and Forests Department - <https://www.tn.gov.in/service/dept/8>
- ◉ Finance Department - <https://www.tn.gov.in/service/dept/9>
- ◉ Health and Family Welfare Department - <https://www.tn.gov.in/service/dept/11>
- ◉ Higher Education Department - <https://www.tn.gov.in/service/dept/12>
- ◉ Home, Prohibition and Excise Department - <https://www.tn.gov.in/service/dept/14>
- ◉ Housing and Urban Development Department - <https://www.tn.gov.in/service/dept/15>
- ◉ Industries Department - <https://www.tn.gov.in/service/dept/16>
- ◉ Labour and Employment Department - <https://www.tn.gov.in/service/dept/18>
- ◉ Law Department - <https://www.tn.gov.in/service/dept/19>

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- ◉ Municipal Administration and Water Supply Department - <https://www.tn.gov.in/service/dept/21>
- ◉ Personnel and Administrative Reforms Department - <https://www.tn.gov.in/service/dept/22>
- ◉ Public Department - <https://www.tn.gov.in/service/dept/24>
- ◉ Revenue and Disaster Management Department - <https://www.tn.gov.in/service/dept/26>
- ◉ School Education Department - <https://www.tn.gov.in/service/dept/28>
- ◉ Social Welfare and Nutritious Meal Programme Department - <https://www.tn.gov.in/service/dept/30>
- ◉ Tourism, Culture and Religious Endowments Department - <https://www.tn.gov.in/service/dept/32>
- ◉ Transport Department - <https://www.tn.gov.in/service/dept/33>

Guidance Bureau has also provided the following weblinks to online services of Tamil Nadu State departments which can be accessed here (Ctrl + Click to follow link):

<https://www.tn.gov.in/service/atoz>

[Adi Dravidar and Tribal Welfare Scholarship System](#)

[Application Status for online applications for Social Welfare Schemes](#)

[Apply for Birth Certificates - Chennai Corporation](#)

[Apply for Death Certificates - Chennai Corporation](#)

[Apply online for Certified Copies of Registered Documents](#)

[Apply online for Certified Copies of Societies Documents](#)

[Apply online for Encumbrance Certificate](#)

[Apply Online to register as new Dealer](#)

[Building Plan approval - Chennai Corporation](#)

[Burial Ground Booking - Chennai Corporation](#)

[Bus Routes of Chennai Metropolitan Transport Corporation](#)

[Chat with Doctors](#)

[Chennai Metropolitan Area Profile](#)

[Commodities allotted to your Fair Price Shop this month](#)

[Community Hall Booking - Chennai Corporation](#)

[Cut-off Seniority dates adopted for nomination in Employment Offices](#)

[Details of Polytechnics and Engineering Colleges](#)

[Digital Library on Tamil Literature](#)

[Diploma Certificate Genuineness Verification](#)

[Directorate of State Council of Education Research and Training\(SCERT\)](#)

[ECS payment details for TN State Government Employees](#)

[eDistrict Services - Certificates](#)

[e-Filing of Monthly VAT Returns for Top Assesses](#)

[Payment facility for Tax remittance](#)

[e-Request for Refund Claims \(Form-W\)](#)

[e-Request for Saleable form](#)

[E-Tendering System](#)

[Existing Rate of Taxes on Various Class of Vehicles](#)

[Fast Track clearance system for Vehicle movements at Checkpost](#)

[Financial Assistance Schemes](#)

[Find Land Guideline Values](#)

[Find Seat Availability position for reservation](#)

[Find the location name using PIN Code](#)

[Find the photos of Unidentified Bodies](#)

[Find the remittance particulars of Employers](#)

[Galleries and Video Clips](#)

[Grievance Status](#)

[Incentives and Assistance for taking up Projects](#)

[Jurisdiction of the Regional Transport Offices / Unit Offices based on Postal Index Number \(PIN\)](#)

[Know your Employees Provident Fund Organization\(EPFO\) claim status](#)

[Know Your RTO](#)

[List of Websites of Municipalities](#)

[Mortuary Van Booking - Chennai Corporation](#)

[Online complaint registration for civil supplies and consumer protection](#)

[Online Directory Enquiry Services](#)

[Online filing of application for issue of NP Authorisation through National NP Portal and online payment facility to pay composite fee](#)

[Online filing of e-Return](#)

[Online filing of Hypothecation endorsement / Terminations](#)

[Online filing of New Dealer Registration application](#)

[Online filing of New Vehicle Applications](#)

[Online issue of Heavy vehicle Drivers one day Training course certificate](#)

[Online Payment of Electricity Bill \(for consumers of Tamil Nadu\)](#)

[Online property Tax payment - Chennai Corporation](#)

[Online Property Tax - Salem Corporation](#)

[Online Registration for Employment and Registration](#)

[Primer Education in Tamil, Cultural Gallery and Video Clips](#)

[Professional Tax - Salem Corporation](#)

[Project Opportunities and Upcoming Projects](#)

[Read Textbooks Online](#)

[Results and Notifications of Examinations of TRB](#)

[Results and Notifications of TNPSC Recruitment Examinations](#)

[Schemes of SIDCO](#)

[Search for a registered Chit Company](#)

[Search for a Registered Society](#)

[Search for a Registered Stamp Vendor](#)

[Search for Missing Persons details](#)

[Search on VAT Clarification/TIN/Commodities](#)

[Search to find Marriage Registration data and apply online for Marriage Certificate](#)

[Starting Registration number of a Day](#)

[Suspended \(or\) Cancelled Driving Licenses](#)

[Tamil Nadu Generation and Distribution Corporation Ltd. \(TANGEDCO\)](#)

[Tamil Nadu Pollution Control Board - Online Application for Consent](#)

[Tamil Nadu Tourism Corporation \(TTDC\)](#)

[Tenders Information System of Government Departments](#)

[Tentative Answer Keys for one of the recruitment examinations](#)

[The online service for filing of Entrepreneur Memorandum Part-I is introduced mainly to help the entrepreneurs to obtain the acknowledgement of EM Part I readily without contacting the General Managers of District Industries Centres and Regional Joint Dir](#)

[To book online appointments to visit Regional Transport Offices / Unit Offices for availing various services offered by the Department. View Vehicle details](#)

[To know the grievance status in RTO, Tamil Nadu.](#)

[To register the grievances by the public for redressal and track status of the application](#)

[Verify Poramboke Land](#)

[Verify Web Issued Patta/A-Register Extract](#)

[View Daily Causelists of High Court](#)

[View Vehicle details](#)

## Micro and Small Enterprises Facilitation Councils

In the MSME Development Act 2006, one of the objectives is to facilitate the settlement of delayed payments to Micro and Small Enterprises on goods supplied to major industrial undertakings.

Accordingly, the Government have constituted four Regional Micro and Small Enterprises Facilitation Councils at Chennai, Tiruchirappalli, Madurai and Coimbatore.

## Testing Services

The following testing laboratories provide various testing services to enterprises as per their need for testing & certification.

- (i) Central Electrical Testing Laboratory (CETL), Kakkalur, Thiruvallur District.
- (ii) Chemical Testing and Analytical Laboratory, Guindy and Regional Testing Laboratories at Madurai, Coimbatore, Salem and Thoothukudi are providing testing facilities.

The Central Electrical Testing Laboratory (CETL) was established by the Government of Tamil Nadu at Kakkalur in Tiruvallur District in the year 1973 to cater to the needs of Micro, Small and Medium Electrical and Electronics Enterprises and Quality Marking Organizations functioning not only in the state of Tamil Nadu but throughout the nation.

CETL, Kakkalur is accredited by the National Accreditation Board for Testing and Calibration Laboratories (NABL), Department of Science and Technology, Government of India and recognized by the Bureau of Indian Standards (BIS), Ministry of Consumer Affairs, Government of India.

This laboratory offers testing facilities to the entrepreneurs manufacturing electrical products and is equipped to test presently as many as 160 items of electrical wiring accessories & electrical appliances as per the Indian Standard Specifications benefitting Micro, Small and Medium enterprises in India. This laboratory is being strengthened by procuring and installing equipments periodically to maintain the accreditation status.

Samples of electrical products collected from the open market by designated officers of Quality Control Order Enforcement Centres are tested in the laboratory in addition to the samples supplied by DS&T, BIS etc.

Government of Tamil Nadu have appointed this Laboratory as a quality consultant for the purchase of electrical goods and appliances by the Government Departments / Quasi Government Organizations.

Chemical Testing and Analytical Laboratories are providing testing facilities to cater to the

needs of Micro, Small and Medium Enterprises for testing their raw materials and products.

### **Training Institutes**

The following Institutes provide Diploma Courses for improving the technical skills in relevant field.

#### **Government Technical Training Centre, Guindy, Chennai**

The Government Technical Training Centre, established in 1962 at Guindy, Chennai, offers two diploma courses for three years period: 1. DME (Tool & Die) 2. DME (Refrigeration & Air-Conditioning) These courses are conducted with approval of AICTE and the institution is giving admission for 144 students (120 students in first year (regular) + 24 students in lateral second year) in 3 years Diploma Engineering every year.

#### **Institute of Tool Engineering, Dindigul**

The Institute of Tool Engineering, Dindigul was established in 1961 and offers 3 year Diploma in Tool & Die Course which is approved by the AICTE. The Institute is giving admission for 54 students (45 students in regular first year + 9 students in lateral second year) in Diploma Engineering every year.

#### **Institute of Ceramic Technology, Vridhachalam**

The Institute of Ceramic Technology, Vridhachalam functioning at Vridhachalam is offering a 3½ years Diploma Course in Ceramic Technology. Every year 50 students with a minimum qualification of pass in S.S.L.C (X Std.) are admitted in the first year and 10 students passed in +2 (XII Std) are admitted in the second year as lateral entry. This institute is affiliated to the Directorate of Technical Education and approved by the All India Council for Technical Education (AICTE).

#### **Government Scientific Glass Training Centre, Coimbatore**

The Government Scientific Glass Training Centre, Coimbatore is offering one year practical training course and two months Skill Development Training Course in the Fabrication of Scientific Glass Apparatus to the 8th standard passed students.

#### **Government Production Centre for Scientific Glass Apparatus, Coimbatore**

Goernment Production Centre for Scientific Glass Apparatus was established in 1972 at Coimbatore. This centre is engaged in the manufacture of laboratory glasswares to cater to the needs of Agriculture, Forensic Science Department and Health Department laboratories.



## Industrial Cooperative Societies

Industrial Cooperative Societies have been established with the principal objective of producing articles or finished goods through or with the help of its members or the provision of service facilities to its members who are artisans, labourers, technicians or small producers. The most prominent among them are Indcoserve, Sagoserve, Teaserve, etc. To provide adequate financial linkages to this sector, an exclusive financial institution has been formed which is known as TAICO Bank.

### Indcoserve

The Tamil Nadu Small Tea Growers Industrial Cooperative Tea Factories Federation popularly known as Indcoserve was established in 1965 at Coonoor. This apex organisation was established to help its member factories by way of coordinating their activities in all matters. This organisation provides various services to the Industrial Cooperative Tea Factories like warehousing facilities, supply of inputs and marketing of their teas, etc.

At present, 16 Industrial Cooperative Tea Factories are functioning in Nilgiris District with a membership of 26,331. The total installed annual production capacity is 200.00 lakh kgs of made tea contributing 13% of total production of tea in the State.

Most of the Tea factories are formed during the period of 1950 to 1980. Better facilities are now required for improving the productivity of the Tea factory. New patronage and efforts are being made to cater to the needs of having promotional activities. A new Industrial Cooperative Tea Factory at Nanjanad with the total cost of Rs.5.00 crores has been inaugurated on 30.12.2017.

### Scheme of Price Stabilization Fund

The tea market is facing high fluctuations in tea prices as a result of which all the Industrial Cooperative Tea Factories are incurring loss every month which in turn affects them in paying reasonable price for green leaf supplied by their member growers. In order to overcome this, Price Stabilization Fund has been created by Government, with an initial corpus fund of Rs.12.00 crores with contribution of Rs.4.00 crores by Indcoserve and Government contribution of Rs.8.00 crores as one time non recurring grant for the year 2014-15. So far Rs.20.06 crores have been disbursed to 18,000 grower members under the scheme. For the year 2017-18, the Government has released Rs.8.00 crores towards supportive price of Rs.2.00/- per Kg of green leaf procured from the small tea growers of Indco Tea Factories. The balance of Rs.4.00 crores will be borne by the Indcoserve.

### **Teaserve**

The Tea Manufacturers Service Industrial Cooperative Society called Teaserve is the first electronic tea auction centre established in the country at Coonoor. It was registered in 2002 and commenced its operation during 2003. The Industrial Cooperative Tea Factories, Private Bought Leaf Factories & Estate Tea Factories and Tantea are its members. The main object of Teaserve is to provide transparency in sale of tea at the auction centre and thereby ensuring better prices to the tea manufacturers and the small tea growers of green leaves.

### **Sagoserve**

The Salem Starch and Sago Manufacturers Service Industrial Cooperative Society known as Sagoserve was established in 1981 at Salem with the objective of helping Sago and Starch manufacturers of Tapioca growing districts by way of marketing their products thereby ensuring fair and remunerative prices for them. Before its formation, the Sago and Starch manufacturers especially small scale units suffered in the hands of middlemen who exploited them in the absence of organised marketing. To ameliorate their sufferings in marketing their products, the Sagoserve was established. Besides marketing its member products, it also arranges financial assistance and extends warehousing facilities to them.

In order to improve its testing facility, the Sagoserve has set up a testing laboratory as a Common Facility Centre in the name of Sago and Starch Industry Cluster under Micro and Small Enterprises-Cluster Development Programme (MSE-CDP) of Govt. of India. Further, in order to widen the growth opportunity and access in the global market and also to conduct the auction in a transparent manner with the adoption of perfect technically developed system, it has set up an e-Auction facility at Sagoserve which was inaugurated on 12.12.2018. After establishing the e-Auction facility, the Sagoserve have achieved the sales percentage of 149% in excess of the average sales in a month.

### **Coir Industrial Cooperative Societies**

The Coir Industry in Tamil Nadu provides gainful employment to the people in rural areas. These Societies are mainly engaged in activities like fibre extraction, spinning of coir, mat and mattings and production of rubberised coir mattresses. At present, there are 65 Coir Industrial Cooperative societies functioning in the State providing employment to more than 10,896 members/workers, out of which 80% are women members. In order to market their products, an apex cooperative society, namely the Tamil Nadu State Coir Cooperative Marketing Federation(TANCOFED) has been established with its headquarters at Chennai.

Further, the Market Development Assistance (MDA) scheme has been introduced by the Coir Board during 2000-2001 to promote the sale of coir and coir products manufactured by the coir cooperatives. The scheme is committed to payment of minimum wages and other obligatory benefits to coir workers thereby encouraging sustained production and better employment opportunities. The Market Development Assistance was provided to the coir societies to the value of 10% on their average sales turnover of preceeding 3 years and was equally shared between Government of India and State Government till 31.3.2017. However, on request by the State Government, as a special case, Coir Board has released Rs.116.49 lakhs as its share for the year 2017-18. Accordingly, the State Government have also released its share of Rs.116.49 lakhs and as such an amount of Rs.232.98 lakhs was disbursed as MDA to 64 coir societies.

### **Cooperative Societies**

In order to provide continuous employment, many other societies have been organised by this Department in various trades like polythene bag making, brick manufacturing, auto services, printing services, labour contract, handicrafts, tailoring, engineering, etc. Through these societies, sustained employment is provided to workers in the marginalized sector in the State. With the formation of these societies, the skilled and semi-skilled workers are not only able to get regular and continued employment, but also avail full statutory benefits entitled to them.