

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industrial Cluster – “YSR Jagananna Mega Industrial Hub” at Kopparthy, YSR Kadapa District - Special package of Incentives for the units coming up in the Hub - Orders - Issued.

INDUSTRIES & COMMERCE (INFRA) DEPARTMENT

G.O.MS.No. 87

Dated: 01-12-2020

Read:

G.O.Ms.No.44, Ind & Com (Infra) Dept, dt.26.08.2020.

ORDER:

YSR Kadapa District is one of the backward Districts in the State in terms of Industrial Development, despite locational advantage and availability of rich mineral resources in the District and needs special development plans to create employment opportunities to fulfill the aspirations of the people of Kadapa.

2. In order to utilize the rich mineral and other resources available in the region, Government decided to develop a Mega Industrial Hub (MIH) in an area of about 3,155.00 Acres, from out of the total area of 6,707.00 Acres (after taking out 810 Acres for EMC) in possession of APIIC at Kopparthy, Tadigotal, Yadavapuram, Thollaganganapalli, Ambavaram & Rampathadu Villages, covering Chintakomma Dinne, Vallur & Pendlimarri Mandals, YSR Kadapa District to promote various industries. The proposed Hub is near NH 40 connecting Kurnool & Ranipeta Road by 10Kms, Kadapa Airport by 6 Kms and from the project site, Renigunta International Airport is 145 KM, Railway station is nearer by 13 Kms. The Hub will act as a Multi-Product Mega Industrial Park, with good infrastructure facilities like power, water, CETPs and STPs etc. The proposed MIH is likely to bring in an investment of Rs.25,000 Crore with a potential to create employment to 2.5 Lakh people.

3. Accordingly and in order to fulfil the objectives and create a competitive environment for the Industries to set-up their bases in the YSR Jagananna Mega Industrial Hub, Government, hereby approve the following special package of incentives for the economic development of the District required in general and state as a whole:

(i) Land Allotment - APIIC will provide land on lease basis, duly reducing their upfront costs for a period of 33 years, which is extendable up to 99 years with an option to buy the land after 10 years of successful operation.

(ii) Stamp Duty - Reimbursement of 100% Stamp Duty, Transfer Duty, and Registration Fee paid on sale/lease deeds on the first transaction, and 50% thereof on the second transaction.

(iii) Power cost reimbursement:

- i. 24X7 uninterrupted power supply.
- ii. Power cost reimbursement @ Rs.1.00 per unit for a period of 5 years from the date of commencement of commercial production.

(iv) Investment Subsidy:

20% of Fixed Capital Investment (FCI) up to INR 10.00 Crore.

(v) Interest Subsidy:

To provide Interest Subsidy @ 5.0% up to Rs.1.50 Crore per year for a period of 5 years.

(vi) SGST:

100% Net SGST reimbursement for a period of 8 years, limited to Fixed Capital Investment (FCI) whichever is earlier.

(vii) Logistic Support:

Logistic subsidy of 25% of cost incurred on domestic transports limited to Rs.50 Lakh per annum on Logistics for 5 years.

(viii) Mega Project:

Projects with an investment of at least 500 Crore or direct employment generation of 2,000 will be accorded mega industry status. The Govt will extend tailor-made benefits to mega projects to suit particular investment requirements on case to case basis based on the project's importance to the state's industrial growth and its ability to generate large scale employment for people or revenues for the state.

6. The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., and the Director of Industries, A.P., Vijayawada shall take necessary action accordingly.

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

R.KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT & CIP

To

The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., APIIC Tower, 9th to 11th Floors, Plot No.CFC-1, IT Park, Mangalagiri, Guntur District, A.P. – 522 503.

The Director of Industries, 1st Floor, Government Regional Printing Press Buildings, Mutyalampadu, Vijayawada – 520 011.

Copy to:

The G.A. (Cabinet) Department, A.P. Secretariat, Velagapudi. (with reference to U.O.No.209-5/2020, dt.27.11.2020.)

The P.S. to Hon'ble Minister (I&C, IT, SD and Trg), A.P. Secretariat, Velagapudi.

The P.S. to Spl.Chief Secretary to Govt & CIP, Ind & Com Dept, A.P. Secretariat. SC/SF.

//FORWARDED BY: ORDER//

SECTION OFFICER