

1. FOOTWEAR SECTOR (Value Addition Products excluding Leather processing):

1.1 Investment Subsidy on VAT:

75% of VAT/SGST net paid for first 7 years, 35% for next three years in 'C' & 'D' category blocks and 50% for first 5 years, 25% for next three years in 'B' category blocks from the date of commencement of commercial production with cap of 100% of fixed capital investment.

75% OF VAT/SGST NET PAID FOR FIRST 7 YEARS, 35% FOR NEXT THREE YEARS IN 'C' & 'D' CATEGORY BLOCKS AND 50% FOR FIRST 5 YEARS, 25% FOR NEXT THREE YEARS IN 'B' CATEGORY BLOCKS PROVIDED ATLEAST 50% ADDITIONAL INVESTMENT IN PLANT AN MACHINERY FOR EXPANSION/ DIVERSIFICATION WITH CAP OF 100% OF FIXED CAPITAL INVESTMENT OF THE EXPANDED FCI.

1.1 Employment Generation Subsidy:

One-time support of Rs. 10,000/- for capacity building of persons belonging to Haryana (skilled/semi-skilled) engaged in footwear rural functional clusters in 'B', 'C' and 'D' category blocks.

1.2 Interest Subsidy:

@ 6% for Micro, Small & Medium Enterprises or maximum upto Rs. 10.00 lakh per year for 5 years in 'B', 'C' & 'D' Categories Blocks limited to amount of net VAT/SGST paid during the relevant year.

1.3 Stamp Duty:

100% refund of stamp duty on purchase/ leasing of land for establishment of enterprise including Industrial Estates developed by HSIIDC/ private developer in 'C' & 'D', 80% in 'B' category blocks after commencement of commercial production, within 5 years from the date of filing of IEM.

1.4 EDC Charges:

50% exemption of External Development Charges in 'B', 'C' & 'D' category blocks.

1.5 Power Tariff Subsidy:

Rs. 2 per unit only for Micro and Small Enterprise in 'C' and 'D' Category blocks for 3 years from the date of release of electricity connection and exemption from open excess charges of 93 paise per unit in case of Medium and Large units.

1.6 Electricity Duty Exemption:

100% exemption for 10 years only for new enterprise in 'C' and 'D' category blocks from the date of release of electricity connection and exemption from open excess charges of 93 paise per unit in case of Medium and Large Units.

1.7 Reduced VAT:

5% VAT in place of existing 12.5% on the footwear above Rs. 500/-.

Note: The other incentives specified for MSME sector would also be permissible for Footwear MSME units.

