

APPENDIX - II**Package Scheme of Incentives :**

In order to achieve dispersal of industries outside Bombay, Thane-Pune belt and to attract them to the underdeveloped and developing areas of the State, the Government of Maharashtra has been granting a Package of Incentives popularly known as Package Scheme of Incentives. The 1964 Package Scheme was continued upto 31st March, 1983, with amendment from time to time.

In the light of the experience gained during the last two decades, a modified 1983 Package Scheme of Incentives has been introduced from April 1, 1983, rationalising the scope, various scales and mode of release of incentives particularly with a view to ensure that incentives are made available to the incentives are made available to the intending units promptly. The Scheme will remain in operation for a period of 5 years from 1st April, 1983 to 31st March, 1988. There are two types of Incentives (a) Part-I (which includes Special Capital Incentives) and (b) Part-II. Both the parts of the incentives are mutually exclusive and no unit will be eligible to get both the incentive simultaneously.

Incentives Under Part-I :

A new eligible unit under Part-I will be entitled to,

- 1) Sales Tax Incentives either by way of exemption or by way of deferral. The period of such exemption/deferral

is 3, 5 & 7 years subject to a ceiling of 75, 80 and 85 percent of fixed assets for locations in B, C, & D areas respectively, while it is 100 percent for SSI units.

II) Special Capital Incentives :

As per the revised scheme of incentives special, capital incentive is also available to units set-up in the areas where Central Subsidy Scheme is applicable. The quantum admissible in latter cases will however be reduced by the amount of Central Subsidy or the residual amount of Central Subsidy admissible to the new units. The quantum of special capital incentives admissible in the various areas is given below:

<u>Eligible units in areas</u>	<u>Medium/Large scale units</u>	<u>Small-scale units</u>
Group 'B' and Research-based units.	15 percent of fixed capital investment limited to Rs. 15 lakhs.	20 percent of fixed capital investment limi- ted to Rs. 7.5 lakhs.
Group C/D	20 percent of fixed capital investment limited to Rs. 20 lakhs	25 percent of fixed capital investment limi- ted to Rs. 7.5 lakhs.
Pioneer Units	25 percent of fixed capital investment limited to Rs. 25 lakhs.	-

Existing unit satisfying certain conditions will be eligible for Incentives Part II for setting up new unit or expansions. (Under this scheme, the unit will be entitled to Sales Tax Incentives (by way of deferral of Sales Tax liability) to the extent of 25%, 30% and 35% of capital investment limited to 3,4, or 5 years, the Sales Tax paid by the existing units with a limit of Rs. 50 lakhs , Rs. 75 lakhs and Rs. 100 lakhs respectively for units located in B, C and D areas.

There are also other Incentives such as Octroi Relief, Contribution to feasibility study report and preferential treatment state's purchase programme.

The modified scheme of State incentives will benefit a large number of entrepreneurs.

The table no. Appendix O.1 shows that Aurangabad district has received more than 31% of the amount which is the highest share of all Seven districts.

TABLE NO: APPENDIX C.1SANCTIONS & DISBURSEMENTS OF CENTRAL INVESTMENT SUBSIDY
DURING THE YEAR 1982-83

Sr. No.	District	(Amounts in lakhs of ₹)			
		Sanctions		Disbursements	
		Amount ₹.	%	Amount ₹.	%
1.	Ratnagiri	15.58	7.95	16.95	13.40
2.	Sindhudurg	25.86	13.20	6.65	5.26
3.	Chendrapur (including Gadchiroli)	32.28	16.48	26.54	20.99
4.	Aurangabad	69.08	35.24	39.27	31.05
5.	Jalna	8.09	4.12	4.12	3.26
6.	Latur	-	-	-	-
Sub Total ..		150.90	76.99	93.53	73.96
7.	Goa, Daman, and Diu.	45.09	23.01	32.93	26.04
Grand Total..		195.99	100.00	126.46	100.00

SOURCE : Annual Report 1983-84 Annexure 21 Page-66.

TABLE NO : APPENDIX C.2QUESTIONNAIRE

Note : Information given by you shall not be used against you.

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- (1) Type of the Industry :
- (2) Entrepreneur/ Manager :
- (3) Name of Firm :
Proprietor/ Partnership/
Private Company.
- (4) When started :
Capital (Rs.) :
Fixed Capital (Rs.) :
Working Capital (Rs.) :
Borrowed Capital (Rs.) :
Bank (Rs.) :
MSFC (Rs.) :
Others (Rs.) :
- (5) Initial Capital Invested(Rs.) :
(Source) -
Bank (Rs.) :
MSFC (Rs.) :
Others (Rs.) :

Contd..

- (6) Products Produced or
Nature of Business :
- Products :
- Annual Value of Output
Produced :
- (7) Products where marketed :
- (8) Why MSFC Finance needed :
- Fixed Capital (Rs.) :
- Working Capital (Rs.) :
- (9) Project Cost (Rs.) :
- Fixed (Rs.) :
- Working (Rs.) :
- (10) When applied :
- When sanctioned :
- When received :
- (11) Time taken to sanction
the Loan :
- Repayments :
- (12) Problems faced in
Obtaining MSFC Loan :
- (13) Suggestions :
