Incentives under Industrial Policy Resolution (IPR) 2022

The following are classified as **Priority Sector** under IPR 2022:

1. Ancillary and Downstream in Metal Sector
2. Agro Processing
3. Cold Storage and Cold-chain infrastructure
4. Food and Sea-food Processing
5. Gemstone - Cutting and Polishing; Granite – Cutting and Polishing
6. Handicraft, Handloom, Coir based products
7. Information Technology (IT), IT Enabled Services (ITES) and Datacenters
8. Plastics
9. Rare Earth Minerals based value-added products
10. Specialty Steel and its Products
11. Shipbuilding, Ship-repair, and construction of other mechanized floating vessels
12. Tourism and Hospitality
13. Special Category of Industries considered equivalent to Priority Sector:
    a. Industrial units in Priority Sectors, dealt under the State Financial Corporation Act 1951 or Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest (SARFAESI) Act, 2002 or under the provisions of Insolvency and Bankruptcy Code (IBC) of India, 2016 or any other applicable provisions of law and thereafter sold to a new entity and certified eligible as new industrial unit for the purpose of this IPR
    b. Migrated industrial units in the Priority sectors will be treated as new industrial units
    c. Non-mineral based new industrial units located in the districts of Bolangir, Gajapati, Kalahandi, Kandhamal, Koraput, Malkangiri, Mayurbhanj, Nabarangpur, Nuapada, Rayagada, Subarnapur, Boudh, Nayagarh, Deogarh, Kendrapada with a minimum investment of Rs 5 crores in Plant & Machinery and providing direct employment to not less than 20 state domiciled people
    d. Non-mineral-based new manufacturing industrial units providing direct employment to not less than 200 state-domiciled people
    e. An industry other than mineral extraction and mineral-based industries which exports more than 50% of its total turnover, duly certified by the Director of Export Promotion and Marketing, Odisha
    f. Industrial units utilizing Notified Forest Produce, Social and Agro-forestry Produce as primary raw material
    g. Dormitories and hostels for workers

The Government may, by notification, modify the list of Priority sectors from time to time.

Investors in the Priority Sector are eligible for the following incentives:

S.N.	Incentive	Details
1	**Land**	At a **concessional industrial rate**
2	**Stamp Duty**	**100% stamp duty exemption**
3	**Capital Investment Subsidy**	**20% capital investment subsidy** on actual investment in plant & machinery (excluding the cost of land and building) with **no upper cap,** disbursed in a phased manner, over a period of 5 years from the date of commencement of commercial production
4	**Electricity Duty Exemption**	**100% exemption** from payment of Electricity Duty **for a period of 7 years** from the date of commencement of commercial production
5	**Power Tariff Reimbursement**	Reimbursement of Power Tariff of **Rs. 2.00 per unit** consumed and purchased from local DISCOMs **for a period of 7 years** from the date of commencement of commercial production
6	**Renewable Energy Benefits**	**100% exemption/reimbursement of cross subsidy surcharge & additional surcharges and state transmission charges** on renewable energy procured from state-based renewable energy plants/GRIDCO for a period of **7 years from the date of procurement of renewable energy** for commercial production in the state.
7	**SGST Reimbursement**	Reimbursement of **100% of net SGST paid**, overall limited to **200% of the cost of plant and machinery** (for units in **Biju Economic Corridor**, the overall limit is **300% of the cost of plant and machinery**)
8	**Employment Subsidy**	**100% reimbursement** of employer contribution towards **ESI and EPF** Scheme for a period of **5 years** from the date of commencement of commercial production for skilled and semi-skilled workers, who are domicile of the state
9	**Environment-Friendly Infrastructure Incentives**	• Subsidy of **25% of the investment in new plant & machinery** and the cost of new technical civil works will be provided for the following green measures up to the maximum total limit of Rs. 10 crores per industrial unit: i. Green Buildings ii. Waste Water Treatment Facilities iii. Effluent Treatment Plant iv. Deep sea discharge facility • Up to **50% of capital subsidy** on cost of relevant equipment up to a maximum of **Rs.10 crore per industrial unit** for setting up of new facilities as certified by Odisha State Pollution Control Board (OSPCB) for practicing at least 50% wastewater recovery through **Zero Liquid Discharge (ZLD)**