

Government of Maharashtra,
Industries, Energy and Labour Department,
Government Resolution No.PSI-2108/CR-35/Ind-8,
Mantralaya,Mumbai-400 032,
Dated the 21st May, 2008.

- Read :** (1)G.R.,I.E. & L.D.No.IDL-7079/(2043)/Ind-8, dated 11/8/1980,
(2)G.R.,I.E. & L.D.No.IDL-1088/(6564)/Ind-8,dated 20/7/1989,
(3)G.R.,I.E. & L.D.No.IDL-1089/(7186)/Ind-8,dated 27/3/1991,
(4)G.R.,I.E. & L.D.No.IDL-1005/CR-119/I ND-8,dated 2/3/2005,
(5)G.R.,I.E. & L.D. No.PSI-1707/(CR-50)/IND-8,dated 30/3/2007
(Package Scheme of Incentives 2007).

Preamble :

In order to encourage the dispersal of industries to the less developed areas of the State, Government has been giving fiscal incentives to New / Expansion units set up in the developing region of the State since 1964 under a scheme popularly known as the Package Scheme of Incentives. Procedural rules under the Package Scheme of Incentives were laid down vide G.R.,I.E. & L.D.No.IDL-7079/(2540)/Ind-8, dated 11/8/1980 which were later amended vide G.R.,I.E. & L.D.No.IDL-1088/(6564)/Ind-8,dated 20/7/1989 and G.R.,I.E. & L.D.No.IDL-1089/(7186)/Ind-8,dated 27/3/1991. The said GR prescribes the Operative period for all the eligible units which is as high as 25 years. In the liberalized era, the units are finding it difficult to keep running for this period in view of fast changing technology, change in market demand, policy changes etc, and hence there was a demand to reduce the operating period to a more reasonable level. The issue of revising the operating period was under consideration of the State Government.

Resolution :

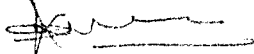
1. The Government is now pleased to prescribe the following operative period for all eligible units covered under the existing and past Package Schemes of Incentives.

Sr. No.	Category	Period
1	Small Scale Industry / Micro & Small manufacturing Enterprise	5 years
2	Medium / Large Scale Industry / Pioneer Units / Medium Manufacturing Enterprises	7 years
3	Mega Projects	10 years

2. The Operative period of the eligible Industrial Unit will commence from the event of expiry of its eligibility period for availing Sales Tax Benefits, Special Capital incentives or Industrial Promotion Subsidy, as the case may be.

3. Notwithstanding the provisions contained in para (1), the operative period of the eligible industrial unit shall further be extended to:-
- (a) the due date of payment of last amount of deferred Sales Tax liability, or
 - (b) the due date of repayment of interest free loan sanctioned, or
 - (c) the currency of Special Capital Incentives/MIDC Incentives, or
 - (d) the payment of penalty, if any, imposed on the eligible unit, whichever event from out of the above occurs later.
4. If for any reason, the eligible industrial unit to which Sales Tax Benefits, Special Capital Incentives or Industrial Promotion Subsidy, as the case may be, was sanctioned by the Government stops production during the operative period, then the Sales Tax Benefits/Special Capital Incentives/Industrial Promotion Subsidy sanctioned to it shall become recoverable and shall be recovered by the Implementing Agency along with penal interest as per law.
5. However, any amounts already recovered partly or fully from the defaulting units for the breach of provisions of the relevant schemes during the operative period under the present procedural rules will not be refunded by the Government, consequent upon the provisions of this Government Resolution.
6. This G. R. issues with the concurrence of Finance Department vide its U. O. R. No. 54/2008/EXP-16, dated 4/4/2008.
7. This G. R. is available on the web-site of the Government having computer code No. 20080606174524001.

By order and in the name of the Governor of Maharashtra.


(D. A. Kulkarni)
Under Secretary to
Government of Maharashtra

To,

Development Commissioner(Industries), M.S., Mumbai,
Commissioner of Sales Tax, Maharashtra State, Mumbai,
Managing Director, Maharashtra State Electricity Distribution Company
Ltd., Mumbai,
Registrar of Stamps, M.S., Pune,
Director, Geology and Mining, Nagpur,
Accountant General(Accounts and Entitlement)-I, Mumbai,
Accountant General(Audit)-I, Mumbai,
Accountant General(Accounts and Entitlement)-II, Nagpur,
Accountant General(Audit)-II, Nagpur,
Pay and Accounts Officer, Mumbai,
Resident Audit Officer, Mumbai,
Finance Department (EXP-16), Mantralaya, Mumbai-32,
Select File (Ind-8)