

**Industrial Investment Promotion policy – 2006 for projects having made investment of more than Rs. 100.00 Crores.**

Sl. no.	Particulars	Industrial Investment Promotion policy – 2006 for projects having made investment of more than Rs. 100.00 Crores.
1.	G.O. No(s) and date	G.O. no. 1502 dated 01.06.2006, G.O. no. 1656 dated 15.09.2006, G.O. no. 2660 dated 23.10.2006 G.O. no. 2941 dated 30.11.2006 and G.O. no. 1904 dated 03.08.2007
2.	Eligibility Criteria	<p>Industrial units who have made fixed capital investment of more than Rs. 100.00 Crores in establishing a new unit or making expansion, diversification and backward integration in the existing unit shall be eligible for interest free loan equivalent to the amount of VAT/CST tax on the sale of the products manufactured by said fixed capital investment.</p> <ul style="list-style-type: none"> <li>• The scheme is applicable in whole of the U.P. excluding NOIDA and Greater NOIDA.</li> <li>• The units shall have to make fixed capital investment of more than Rs.100.00 crores between 01.06.2006 to 31.05.2009 and it shall also have to commence the production during the said period.</li> <li>• The units shall have to make a minimum fixed capital investment of Rs. 30.00 Crores but it shall have to make the total investment of more than Rs. 100.00 Crores and start production on or before 31.05.2009.</li> <li>• The units who have made investment of more than Rs. 100.00 Crores may have the option to choose the loan facility for a period of 15 years where the loan of individual year would be repayable after 7 years (15/7) or it may choose the loan facility for a period of 15 years where the loan of individual year would be repayable after 15 years (15/15).</li> <li>• The units who have made investment of more than Rs. 200.00 Crores, in addition to the above options, may have an additional option to choose the loan facility for a period of 17 years and the loan of individual year would be repayable after 10 years (17/10).</li> <li>• In case of units seeking aforesaid option of 15/15, the interest benefit shall not to exceed 100% of Fixed Capital Investment.</li> <li>• In case of units seeking aforesaid option of 17/10, the net present value of interest benefit shall not to exceed 100% of Fixed Capital Investment.</li> </ul>
3.	Eligibility period	As mentioned above

4.	Tenure of loan	- do-
5.	Who decides the Criteria of eligibility	The loan applications have to be examined by Evaluation Committee and to forward its recommendation to High Power Committee for its approval of loan.
6.	Security towards loan	As a measure of security, the units shall have to create 1st Charge of adequate amount over its Fixed assets in favour of Govt. or alternatively It shall provide Bank Guarantee of a Scheduled Bank equivalent to sanctioned loan amount.
7.	Date of closure of Scheme	Vide G.O. No. 1904 dated 3.8.07, the scheme has been terminated with immediate effect but those units who have been previously issued "Letter of Comfort" and those units who have completed the preliminary activities prior to termination of scheme shall continue to avail The facility under the scheme.
8.	Loan processing fee admissible to PICUP	1% of sanctioned loan amount or Rs.5.00 lakhs whichever is less, shall be admissible to PICUP as reimbursement of its administrative expenses incurred in implementation of the Scheme.
9.	Total sanction	To be sanctioned in future
10.	Total repaid	-
11.	Outstanding	-
12.	Amount refunded to Government	-