



**Punjab**

### **Fiscal Incentives, Exemption & Subsidies**

- Capital subsidy to the extent of 25% of FCI upto Rs. 25 lac per unit to be provided to existing small scale units in the fields of light engineering, textile, hosiery, knitwear, sports goods, agro and food processing industries. Scheme will be operative during the tenth five year plan and budgetary allocation upto Rs. 25 crore will be made.
- Freight subsidy to the extent of 1% of the export value of the goods. Budgetary allocation of Rs. 50 crore per annum will be made.
- Centre for competitiveness to be set up with CII. Allocation of Rs. 1 crore made by Punjab Government

### **Infrastructure Development:**

- Exemption from the Punjab Apartment and Property Regulation Act 1995.
- No Stamp Duty on first sale/transfer of developed infrastructure by the developer.

### **Development of Agro & Food Processing Industries through Concessions like-**

- No market fee and rural tax on commodities other than wheat and paddy.
- Market fee and RD cess to be waived for integrated paddy processing plant with FCI of Rs.30 crore and above.
- Direct purchase of agricultural products from farmers.
- Sales Tax on packaging materials at minimum floor level.
- Input tax credit for all units except wheat and paddy where this facility will be for units with FCI of atleast Rs.50 crore.

### **Development of IT & IT Enabled Services, Electronics Industries, Knowledge Parks & Biotechnology through Special Package including:**

- Sales Tax rates on IT & BT products at minimum floor level.
- No Octroi on IT, ITS, Electronics and Biotech items.

- Permission to install Electric Power Transformer upto 10 KVA without locational restrictions.
- Electricity Duty exemption for 5 years.
- Exemption from power cuts.
- Exemption from Stamp Duty for 3 years.
- Exemption from Land & Building Tax.
- General Permission to operate in three shifts and also to employ the ladies staff.
- Relaxation of Floor Spacing Index (FSI) in towns to the extent of 50%