



Fiscal Incentives, Exemptions & Subsidies

INCENTIVES SCHEMES, 1995

1. Short Title: The Scheme be called Tripura Incentives Scheme, 1995 (hereafter referred to as Scheme/95) for industrial units (hereafter referred to as units) to be set up in State of Tripura.
2. Commencement and Duration: Unless specifically mentioned against the respective items of incentives sanctioned under scheme/95, it shall come into effect on and from the first day of April, 1995, in the whole of Tripura and shall remain valid for a period of five years ending on the thirty first day of March, 2000.
3. All eligible units will be entitled to a 30% subsidy on fixed capital investment, subject to a ceiling of Rs.25 lakhs in each case.
4. Sole proprietorship units belonging to Scheduled Cast, Scheduled Tribe and Other Backward Class individuals will be eligible for an additional subsidy at the rate of 5% on fixed capital investment. However, the total subsidy payable will be subject to a monetary ceiling of Rs.25lakhs in each case.
5. Women Enterprises shall be eligible for an additional subsidy at the rate of 5% on fixed capital investment. However, the total subsidy payable will be subject to a monetary ceiling of Rs.25 lakhs in each case.
6. Units in thrust sectors identified will be provided additional subsidy at the rate of 5% on fixed capital investment. However, the total subsidy payable will be subject to a monetary ceiling of Rs.25lakhs in each case.

7. Export oriented units shall be entitled to additional subsidy at the rate of 5% on fixed capital investment. However, the total subsidy payable will be subject to a monetary ceiling of Rs.25 lakhs in each case.
8. Capital Investment Subsidy to units eligible under more than one of the clauses 3,4,5,6 will be granted additively. However, the total subsidy payable will be subject to a monetary ceiling of Rs.25 lakhs in each case. The subsidy will be disbursed after the unit commences commercial production.
9. Exemption from Earnest Money Deposit
 - a. All eligible units will be exempted from the payment of earnest money and security deposits for items which they are registered on under by the State Government agencies (including Departments/Corporations/Undertakings/Autonomous Bodies of the State Government).
 - b. Notwithstanding anything contained in clause 4 of the Scheme⁹⁵, the incentive under this clause shall be available to all the units irrespective of the time /year of their setting up i.e. units set up prior to 1st of April, 1995 shall also be eligible for benefit under this clause, subject to fulfilment of other eligibility conditions.
10. Sales Tax Exemption
 - a. Subject to the Notification to be published by the State Government in the Revenue Department in exercise of powers conferred by sub-section (2) of section 3 of the Tripura Sales Tax Act, 1976 and Sub-Section (5) of section 8 of the Central Sales Tax Act, 1956, Sales Tax exemption shall be available to industrial units subject to the following conditions :

The exemption is valid for all new industrial units including Small, Medium and Large Scale Units, Ancillaries, Village & Cottage Industries, Industrial Co-operatives established in Tripura after 1st April, 1995.