



Goa

Fiscal Incentives, Exemption & Subsidies

Employment Subsidy Scheme:

This subsidy is an innovative concept of supporting sustainable employment of local youth. The concept lays great stress on generation of employment and not on capital deployed. It also takes into consideration the fact that employment retained is employment created.

All manufacturing SSI units and specified categories in medium and large scale units including sick units under revival plan will be covered under the scheme.

The salient features of the scheme are:-

- Subsidy would be applicable to employees of all SSI units and in specified categories of medium and large scale units whose gross salary is less than Rs. 10,000/- per month while the actual benefit would be restricted to a maximum salary of Rs. 6,000/- per month.
- There will be a ceiling under maximum subsidy with limits of Rs 6.00 lakhs per annum for SSI units and Rs. 12.00 lakhs per annum to medium and large scale units.
- Subsidy will be for a period of 5 years, in case of new units while for existing SSI units and sick units under revival plan, it would be ranging from 2 to 4 years as per criteria laid down.
- Subsidy ranges from 10% to 40% depending upon category, location of the unit, etc.
- New units having 80% of local manpower employed amongst its permanent employees are eligible. However, existing units in SSI sectors and also sick units under revival plan would also be eligible for periods specified in the scheme.

Interest Subsidy Scheme:

The scheme will be applicable to new SSI and tiny units in manufacturing sector.

- Incentives will be to the extent of 1½ % of the total net turn over or 30% of the interest paid whichever is less subject to a ceiling of Rs. 5.00 lakhs per annum.
- The scheme is applicable in respect of working capital and term loans obtained from Nationalized Banks and other specified financial institutions for purpose of plant machinery required for the manufacturing. The scheme will not cover penal interest/default interest. The eligibility amount of loan shall be subject to parameters as deemed fit.

Please also see Capital Contribution Scheme & Share Capital to Self Employed/Local Entrepreneur in section 8L (Self Employment Promotion) and Price Preference in 8P (Others)