Operational Guidelines for Mukhya Mantri Swawlamban Yojna, 2019

Following operational guidelines will be applicable for implementation of Mukhya Mantri Swawlamban Yojna 2019 notified vide No. Ind-A(F)2-1/2018/Loose dated 23rd February, 2019.

1. For claiming investment subsidy @ 25%/ 30% (only for women) under the scheme.

1.1 For manufacturing sector: Investment subsidy can be claimed on plant & machinery and technical Civil works(should not exceed 25% of total investment) by Himachali Bonafide Youth of the age 18 to 45 years (at the time of application) and up to a maximum investment ceiling of Rs. 40 Lakh in plant & machinery or equipments with total project cost not exceeding Rs. 60 Lakh.

1.2 For service sector / trade/shop (as defined in the scheme);

Investment in plant & machinery will include the cost of construction of building and all other durable physical assets basic for running of that particular service industry and excludes cost of land and consumable, disposable or any other item charged to revenue up to a maximum ceiling of Rs. 40 Lakh in plant & machinery (or equipment) with total project cost not exceeding Rs. 60 Lakh (including working capital).

1.3 The unit will submit application online on www.emerginghimachal.hp.gov.in alongwith copy of Aadhar Card, Bonafide Himachali certificate(s) and brief profile of the project to be undertaken including land details.

- 1.4 After the approval of project by District Level Committee the approval letter would be issued online by the Member Secretary of District Level Committee as per **Annexure 'A'**.
- The enterprise would then apply for capital investment subsidy to the concerned General Manager, District Industries Centre after the loan is disbursed by the bank on Annexure 'B' attached with the guidelines along with physical inspection report by the bank, undertaking and certified engineers certificate as per Annexure BI, BII and BIII attached with these guidelines.
- 1.6 The concerned GM DIC would issue sanction order as per Annexure'C' after the approval of Chairman, District Level Committee.
- 1.7 Final Physical verification of establishment and working status of units will be done by the District Industries Centre and annual report about the functioning of the units would be submitted to the Director of Industries by the DIC concerned for three years after COP as per Annuxure 'D'
- 1.8 Plant & machinery for which payment has been made in cash would not be eligible for consideration of subsidy.
- 2. For claiming admissible interest subsidy and actual fee/expenses incurred on payment of guarantee fee of CGTMSE of Govt. of India.
- 2.1 Interest subsidy @ 5% for 3 years on loan up to Rs. 40 lakh sanctioned by financial institution as defined in the notification would be admissible to eligible industrial units. The State Government will

reimburse actual fee/expenses incurred on payment of guarantee fee of Credit Guarantee Fund Trust for Micro & Small enterprises (CGTMSE) of Government of India to provide collateral free loans under the Scheme. The reimbursement would be made on yearly basis by the concerned JDI/DDI/GM, DIC on the basis of the demand raised by the bank to be credited in the loan account of respective borrowers.

- 2.2 After the unit has filed Udyog Aadhar Memorandum and is also verified by the concerned Joint Director of Industries/ Dy. Director of Industries, General Manager, District Industries Centre/ Member Secretary, Single Window Clearance Agency certifying the date of commencement of commercial production, the unit would apply for grant of interest subsidy and reimbursement of credit guarantee fee on the format **Annexure** 'E' attached with the operational guidelines.
- 2.3 Interest subsidy would be calculated as follows:-

Firstly, interest charged on amount of total term loan for one year after sanction of loan would be calculated (upto max of Rs. 40 lakh of loan). In case term loan amount is less than Rs. 40 lakh, Interest charged on working capital for one year after sanction of loan (for the remaining amount of working capital as on the last day of one year after loan is sanctioned).

Illustration:-

- I. Date of sanction of loan- 01.04.2019
- II. Term loan availed (as per sanction order)- Rs. 30 lakh.

- III. Annual Interest on Rs. 30 lakh @---% on term loan from-01.04.2019 to 31.03.2020= Rs. <u>X</u>
- IV. Working Capital availed as on 31.03.2020- Rs. 30 lakh.
- V. Remaining amount of working capital eligible for interest subsidy= 40-30 (Maximum limit(II) above)= Rs. 10 lakh.
- VI. Annual Amount of interest @----on working capital amount of Rs. 10 lakh as charged by the bank= Rs. Y

 Eligible Interest Subsidy= Rs.X+ Rs.Y

Note:- II+IV should not exceed Rs. 60 lakh.

- 2.4 The verification/ recommendations of Joint Director of Industries/ Dy.

 Director of Industries, General Manager, District Industries Centre/

 Member Secretary, Single Window Clearance Agency concerned all
 to be recorded on the application form 'E' and certificate of bank/

 financial institutions as per Annexure 'E-I' are also to be submitted
 along with the application form to the concerned Joint Director of
 Industries/ Dy. Director of Industries, General Manager, District
 Industries Centre after the unit comes into commercial production.
- 2.5 The Joint Director of Industries/ Dy. Director of Industries, General Manager, District Industries Centre will be the sanctioning authority for subsidy provided under the scheme.
- 2.6 Sanction order for release of interest subsidy and credit guarantee fee would be issued by the concerned GM, DIC at **Annexure 'F'** of the operational guidelines.
- 2.7 Physical verification of establishment and working status of units will

be done by the District Industries Centre and annual report about the functioning of the units would be submitted to the Director of Industries by the DIC concerned for three years after COP as per Annuxure 'D'.

Approval letter under Mukhya Mantri Swavlamaban Yojna

Registration ID : Registra	ation Date
The District Level Committee (DLC) constitute	ed under the Mukhya Mantr
Swavlamban Yojna,2019 vide No. Ind-A(F)2-1/20	018/Loose dated 23 rd February,
2019 of Districtin itsmeeting	ng held onhas
approved in principle the project proposal	of Sh./M/s
addressphone/mobile	number for the
setting up of (activity). The DLC	approved parameters of the
project are as under:	

Details of Project Cost	Amount (Rs.)	Means of Finance	Amount (Rs.)
A)Capital Expenditure:-			
(i) Land		Own	
(ii) Building :		Contribution	
a) Technical Civil Works		(min @10%)	
b) Other Civil Works			
(iii) Machinery/Equipment		Term Loan	
(iv) Durable Physical Assets			
(v) Other Fixed Assets			
B) Working Capital		Working	
		Capital	
		Others	
		(Please	
		Specify)	
Total:		Total	

The unit is also eligible for the following approvals/additional incentives under the Scheme:-

- To apply for allotment of land (if available) in Industrial Areas/ Industrial
 Estates or Government land, as the case may be, to the concerned
 agencies.
- 2. To get the proposal appraised from the Financial institution for providing loan for setting up of the enterprise.

- To apply for land related incentives as available under this scheme to the concerned agencies.
- 4. Interest Subsidy @5% for three years on loan upto Rs. 40 lakh sanctioned by a 'Financial institution'.
- 5. Reimbursement of CGTSME fee to the bank for repayment period of 5-7 years as decided by the bank.
- The investment subsidy would be sanctioned after verification of UAM/ bills /vouchers of equipments and other such conditions as per MMSY, 2019.
- 7. The enterprise should commence commercial production within 6 months for service trade and shop activities and within one year for manufacturing enterprises.
- 8. The units would also be eligible for grant of incentives as specified under "Rules Regarding Grant of Incentives, Concessions and facilities to industrial Units in Himachal Pradesh, 2004 "as amended from time to time, but incentive will not be available for the same component twice.

Note: Plant and Machinery (including construction, physical durable assets for service/trade/shop enterprises) for which payment has been made in cash would not be eligible for subsidy.

General Manager
District Industries Centre

Endst No

Copy to the following for information and further necessary action:

- 1. The District coordinator,-----concerned bank
- 2. The Branch manager------bank,-----(address
- 3. The Extension officer (Industries)-----block
- 4. M/s/Sh-----concerned unit with a request to contact the concerned bank for further action in this matter
- 5. Guard file

Annexure-B

(THROUGH THE FINANCING BANK'S NODAL BRANCH)

	Manager, dustries Centre,			
Sub:	Subsidy claim form ւ Yojana (MMSY)	ınder Mukh	ya Mantri Swavl	amban
Sir,				
Duamiata	I/We			
	or/Authorized Signatory of I turing/Service/Trade/Shop p			
	r favour under the MMSY So			
	Financing Bank) Tehsil			
	, as per details given below:			
	of Project Cost	Amount	Means of	Amount
		(Rs.)	Finance	(Rs.)
A)Capita	I Expenditure:-			
(vi)	Land		Own	
(vii)	Building :		Contribution	
	c) Technical Civil Works		(min @10%)	
	d) Other Civil Works			
(viii)	Machinery/Equipment		Term Loan	
(ix)	Durable Physical Assets			
(x)	Other Fixed Assets			
B) Worki	ng Capital		Working	
			Capital	
			Others	
			(Please	
			Specify)	
Total:			Total	

Seal and stamp of the bank along with date

(Signature of the beneficiary)

Name & Address of the Beneficiary.

The following documents are enclosed for your reference please:

- 1. Bank Sanction letter with term Loan Account Statement.
- 2. Bills of the Machinery/Equipment/Constructions/Physical Durable Assets purchased through registered supplier having a valid GST number for which payment has been made through electronic mode only.
- 3. Details of the Physical Inspection Report and bank's transient Account Number (along with IFSC) for Disbursement of subsidy. Annexure-B-I.
- 4. Undertaking on the prescribed Performs as required under the scheme

	indertaking on the prescribed innexure-B-II.	Performa as required	a under the scheme,				
	Certificate from Civil Engineers as per Annexure-B-III.						
	For office use on	ly					
c It is verit P	I verification report of Extension oncerned (to be decided by the fied that I visited the unit M/s whysically verified the following petails of Plant & Machinery/P	he Concerned GM, D on g.	DIC) (date) &				
Sr. No.	Items	Bill No. & Date	Amount				
C E	{Photocopy of Bills to be vere} Petails of Technical civil works Petails of the certified/empan Petails of the certified/empan Petails of the certified/empan	s/other civil works elig	ible for subsidy as				
Sr. No.	Items	Bill No. & Date	Amount				
It is may be)	py of Bills to be verified by instruction of Bills to be verified by instruction of the commended that investment amounting to Rsactual eligible investment ma	ent subsidy @ of 25% (Amount in Words)	30% (as the case				
		C	anatura and Ctamp of				

Signature and Stamp of Inspecting officer

General Manager District Industries Center

Annexure-B-I

Physical Inspection Report

M/s HP for has be to Rs Details	Rseen given as /- s of I	,Addres/- and . s margin mo The unit has Equipment(s	one s be	under Mukhya Mantri	Distt
Sr.	Items	Bill No.	ጼ	Mode of payment	(Cheque/DD/RTGS/
No	itomo	Date	Δ.	(Cheque/DD/RTGS/N EFT/other mode	
1.					
2.					
3.					
4.					
5.					
` Hence issued	it is recom	nmended the of Unit at	nat a	r subsidy should be enter a investment subsidy usearliest in the Parking A IFSC Code	under MMSY may be Account/ Bank Account
		•		k Stamp) ı Manager	(Seal & Stamp) Inspecting officer

Performa for undertaking to be given by the beneficiary under Mukhya Mantri Swavlamban Yojna.

In compliance with the Department of Industries, H.P., Notification No. Ind.-A(F) I/We ____ 2-1/2018, 5 & 5(b) Rule (a) dated 23.02.2019, Proprietor/Authorized signatory of M/s-----(name & address of the unit) hereby declares that in the event of any objection (recorded and communicated in writing) by the Department of Industries with reference to capital subsidy under Mukhya Mantri Swavlamban Yojna, I will have no objection if the bank refunds the subsidy kept in TDR for 3 years to the Department of Industries, H.P. I further understand that the Investment subsidy released by the Department of Industries, H.P. in reference to my project will be kept in Term Deposit Receipt (TDR) by the bank and is subject to my unit financed under Mukhya Mantri Swavlamban Yojna remaining in commercial production for at least 3 years from the Date of commercial production. The subsidy may be released only after physical verification of the unit by the office of General Manager, DIC after completion of 03 years. Government land/Plot/Shop/Shed leased out to the unit such land would be immediately resumed by Government and penalty would be imposed on the premium (prevalent at the time of allotment) @ 12%penal interest from the date of leasing out till the payment is made. If State Government/Financial Institutions concerned is satisfied that the subside or grant to an industrial unit has been obtained by misrepresenting an essential fact, furnishing of false information or if the unit goes out the commercial production/operation within 3 years after commencement of Commercial Production the unit would be liable to refund the grant or subsidy after being given an opportunity of being heard failing which recovery would be made as arrears of Land Revenue.

(Name & Signature of the beneficiary)
Name & Address of the Beneficiary Unit with Seal/Stamp

Annexure-B-III

Total

Other cost

Grand Total

Engineers Certificate by the certified/empanelled (with any Govt.

		agency//any Govt. En	<u>gmeer</u>
I here	by c	ertify that M/s	_(Name & Full Address of unit)
the es	timat	ed Technical Civil Works is amountir	ng to Rs and is
not m	ore	than 25% of total investment that	is Rs The Non
techni	cal	civil Works amounting to	Rs for
the		(Activity) as approved by the Dist	rict Level Committee. The detail
of inve	estme	ent is as under:-	
Sr.	Iter	n Description (cost of building	Amount (in Rs.)
No.	onl	y excluding land)	
1.	Tec	hnical Civil Works	
	1.		
	2.		
	1	Total	
2.	Noi	n Technical Civil Works	
	1.		
	2.		

Name,Signature and Stamp

Annexure-C

Office of the General Manag Distt. Industries Centre,	•
Distt, H.P.	Dated:
Office Order	

	<u> </u>										
Sr.	Name of	Name	Eligible cos	Eligible cost of plant and Machinery						Investm	ent
No	applicant(s	of the								Subsidy	•
)	Project	Manufactur	ring (Amoun	t in	Service	e/Trade/Sh	пор		@25%	or
		-	Rs.)	•		(Amou	(Amount in Rs.)			30%	of
			,				,			eligible	Plant
										& Machi	inery
			Plant &	Technical	Tota	Buildi	Physical		Tota		
			Machiner	Civil	I	ng/	durable		1		
			y	Works		Civil	assets	&			
						work	others				
							eligible				
							Equipme	nt			
							s				
1.											

The expenditure thus involved will be debitable in Major Head 2851-Village and Small Industries 00-800-Other Expenditure 10- MUKHYA MANTRI SWAVLAMBAN YOJNA Soon (20-OTHCHG) for the current financial year. This has the approval of the Chairman, District Level Committee in its -----meeting held on-----(date)

	General Manager
Distt.	Industries Centre,

Endst. No.- as above-

Copy to the following for information and necessary action:-

- 1. The Accountant General (Audit) H.P. Shimla-171003.
- 2. The Distt. Treasury Office, Distt. -----.
- 3. Concerned Bank for information and the request to intimate this office regarding the receipt of the aforesaid amount along with the details of the TDR formed for the same.
- 4. Concerned Beneficiary as above.
- 5. The Accountant -cum- Cashier, DIC, -----

6. Guard File copy.

General Manager, Distt. Industries Centre,

Annuxure-D

Final Physical Verification Report

It is verified that I	have visited M/s	(name and
address) of unit on an	d found that the unit is	working since
(the date of c	ommencement of comme	rcial production)
till the date of inspection i.e	/not working sin	ce till
the date of inspection i.e	The unit is wor	king/not working
satisfactorily and these are running	not running for the activi	ities which were
approved by the District Level Commi	ttee in its meeting held on	
		nager, DICed representative

Note in case of representative the report has to be countersigned by the General Manager concerned compulsorily

Annexure-E

	APPLICATION FORM FOR INTEREST SUBVENTION & CREDIT GURANTEE								
	FEE UNDER MUKHYA MANTRI SWAVALAMBAN YOJANA-2019								
		BANK							
	DISTT.								
	CLAIM PERIODTO		(From th	e date of					
	disbursement of first installment /next to	one year)	, for subseque	nt claims					
	exact period to be mentioned								
1.	Name and address of the Unit								
2.	Date of approval by DLC								
3.	Name, address & IFSC of the Bank from								
	which unit has taken loan.								
4.	Name of the activity for which loan								
	sanctioned & disbursed								
	(manufacturing/service /trade)								
5.	Amount of loan sanctioned (Sanction	Term	Working	Total					
	letter to be attached)	loan	capital						
6.	Amount of loan disbursed (disbursal letter	Term	Working	Total					
	from bank to be attached) with date(s) of	Ioan	capital						
	disbursement.								
7.	Amount of CCL availed (Attach the								
	account statement duly verified by the	Rs.							
	bank)								
_									

8.	Investment in eligible plant & machinery	(Rs. In Lakh))	
	and Technical Civil Work (not more than			
	25% of the total invest for manufacturing			
	Sector; no such limit for service sector)			
9.	Investment in building & physical durable			
	assets.			
10.	Total amount of Credit Guarantee fee paid			
	during the claim period from the first date			
	of disbursal of loan by the bank			
	1. 1 st year Rs			
	2. 2 nd year Rs			
	3. 3 rd year Rs			
	4. 4 rd year Rs			
	5. 5 th year Rs			
	6. 6 th year Rs			
	7. 7 th year Rs			
	(as per period specified by the			
	bank)			
11.	Date of Commencement of Commercial			
	Production as per verified UAM			
12.	Verified UAM No. & Date (Copy to be			
	attached)			
13.	Rate of Interest Charged by bank on	Term Loan	Working Car	oital
14.	Total amount of Interest paid during claim			
	period from the first date of disbursement			
	of loan by the bank bank.(Please Tick)			
	1. 1 st year Rs			
	(Claimed/Not Clamed)			
	2. 2 nd year Rs			
	(Claimed/Not Clamed)			
		i	1	

	3. 3 rd year Rs	
	(Claimed/Not Clamed)	
15.	Loan amount outstanding as on date of	Rs
	submission of eligible claim	
16.	Amount of eligible interest subvention @	
	5% during the claim period. (Certificate	
	from the bank on the prescribed format to	
	be attached)	
17.	Amount of eligible Credit Guarantee fee	Rs.

- 1. This claim has never been filed earlier and the unit has not claimed subsidy from Industries Department any other Govt. Institution or banks for similar purpose. I/We will keep this unit is production for same activity (as approved under MMSY Scheme) at least for a period of three years from the date of Commencement of Commercial production i.e. from
- 2. No payment as claimed has been made in cash. In case it is found that subsidy or grant has been obtained by misrepresenting an essential fact, furnishing of false information or if the unit goes out of commercial production / operation within 03 years after commencement of Commercial Production the unit would be liable to refund the grant or subsidy after being given an opportunity of being heard failing which recovery would be made as arrears of Land Revenue.
- 3. Certified that the information given above is true and correct to the best of my knowledge and belief and nothing has been concealed there in.
- 4. Certificate of bank/financial institution as per annexure-E(I) is attached.

Signature of Applicant & Stamp

Verification/Recommendations of JDI/GM/MS of DIC, SWCA

	It is c	ertified t	hat								
1.	The	unit	of	M/s				is	in pı	oduct	ion
	w.e.f.			.for	activity	and	has	verified	UAM	No.	is
					dated			1	The ap	plicat	ion
	for	Rs				as	inter	est su	bsidy	for	а
	perio	d		a	nd Rs	a	s Cre	dit Guara	ntee fe	e for	the
	perio	d w.e.f.			to			is recor	nmend	ed to	be
	releas	sed.									

- 2. That the total project cost does not exceed Rs. 60 lakh.
- 3. In case later on, it is found that the interest subsidy has been obtained by misinterpreting an essential fact, furnishing of false information or if the unit goes out of production/operation with 3 years after COP, the unit will be liable to refund the grant/ subsidy/credit guarantee fee after being given an opportunity of being heard failing which recovery would be made as arrears of Land Revenue.

JDI/GM/MS DIC/SWCA.

Annexure-E-I

SR

No.

1.

2.

3.

4.

5.

Date:

CERTIFICATE OF THE BANK/FINANCIAL INSTITUTION

	Certified that(Name of address of the unit) has been										
	sanctioned term loan amounting to Rsand working capital amounting										
	to Rs was disbursed on for undertaking										
	(Name of the activity) under Mukhya Mantri Swavalamban										
	Yojana-2019 on the recommendations of DLC held on The										
	unit is/ is not will full defaulter and has repaid loan as per payment reschedule.										
	The unit has paid the Principal (Amount in Rs.) and interest										
		•	During	•		`	,				
	details		- ug		(0.0	poou/	о.о р оо		,		
SR No.	Date of disburse ment of 1st	Date of completi on of one	Total amount disbursed during the	Principa I Paid	Interes	t Paid	Default payment (If any)	Period of default	Penal interes t charge		
	installme nt	year	above mentioned claim period	Rs.	Term Loan	Working Capital	Rs.	Rs.	d on default payme nts		
•											
) 											
3.											
j.											
inc me Rs @ be	elude the perentioned ab as 5% is Rs deposited	enal interest ove and is CGTMSE and in the bank	the unit has st on defaulte also covere fee for year d amount of an account N	ed or reso d/not cove Credit gua	theduled ered un The earantee f hav	investmer der CGTM eligible amo ee paid by ving IFSC .	nts) during SE scheme ount of the the unit is	the claim e.Unit has interest s Rs	n period as also paid subvention may		

Signature of the Branch Manager with Seal of the Bank

Annexure-F

No	
Office of the General Manager,	
Distt. Industries Centre,	,
Distt, H.P.	Dated:

Office Order

Sr. No	Name of applicant(s)	Name of the Project	Eligible subsidy (Amo Rs.)	interest Eligible Credit Guarantee (Amount in Rs.)		subsidy (Amount in A		Subsidy (Amount	
			1. Financial Year	Amt.	Financial Year	Amt.	Interes t	Credit Guarante e Fee	
1.			Total					<u> </u>	

The expenditure thus involved will be debitable in Major Head 2851-Village and Small Industries 00-800-Other Expenditure 10- MUKHYA MANTRI SWAVLAMBAN YOJNA soon (20-OTHCHG) for the current financial year.

General Manager,
Distt. Industries Centre,
Phone:

Endst. No.- as above-

Copy to the following for information and necessary action:-

- 1. The Accountant General (Audit) H.P. Shimla-171003.
- 2. The Distt. Treasury Office, Distt. -----
- 3. Concerned Bank for information and the request to intimate this office regarding the receipt of the aforesaid amount along with the details of the TDR formed for the same. (A copy of scheme is emailed for reference).
- Concerned Beneficiary as above.
- 5. The Accountant -cum- Cashier, DIC, -----

6. File copy.

General Manager, Distt. Industries Centre,

Sample preliminary project report

Proposed name and address of the enterprise:
Name and address of the proprietor, all partners, all directors
Proposed Activity

Details of Project Cost	Amount (Rs.)	Means of Finance	Amount (Rs.)
A)Capital Expenditure:-			
(xi) Land		Own	
(xii) Building:		Contribution	
e) Technical Civil Works		(min @10%)	
f) Other Civil Works			
(xiii) Machinery/Equipment		Term Loan	
(xiv) Durable Physical Assets			
(xv) Other Fixed Assets			
B) Working Capital		Working	
		Capital	
		Others	
		(Please	
		Specify)	
Total:		Total	

Signature of applicant