

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Industrial Promotion – Extension of incentives to M/s Spin-Cot Textiles Pvt. Ltd., Guntur District for their proposal to expand Spinning Mill near Edlapadu(M) in Guntur District under Industrial Investment Promotion Policy (IIPP) 2005-2010– Sanctioned - Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No. 100

Dated: 24-09-2010

Read the following:

- 1) From the Managing Director, M/s Spin-Cot Textiles Pvt. Ltd., Guntur District Lr.No.Nil, dt.14.09.2009.
- 2) From the Commissioner of Industries, A.P. Hyderabad Single File.No.15-1-10-0157, dt.19.02.2010.
- 3) Minutes of the State Investment Promotion Committee (SIPC) Meeting held on 17.06.2010.
- 4) Minutes of the State Investment Promotion Board (SIPB) Meeting held on 28.06.2010.

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ORDER:-

In the reference 1st read above, the Managing Director, M/s Spin-Cot Textiles Private Limited, Guntur District has stated that their company is proposes to expand the existing unit located at Edlapadu(M), Guntur District duly increasing the spindlage capacity from 25,200 spindles to 64,800 spindles with an investment of Rs.136.00 Crores and create employment to 400 persons. He has requested the Government to extend incentives under IIPP 2005-10 Policy.

2. In the reference 2nd read above, the Commissioner of Industries, A.P. Hyderabad has reported that the main line of activity proposed by the Company “Spinning” is eligible for incentives under IIPP 2005-10 Policy and the investment proposed in the project is more than Rs.100 Crores and qualifies as a mega project and requested the Government to take a view on the requests of the unit.

3. In the reference 3rd read above, State Investment Promotion Committee (SIPC) have discussed the proposal of the Commissioner of Industries and recommended to place the matter before the State Investment Promotion Board (SIPB).

4. In the reference 4th read above, the State Investment Promotion Board (SIPB) in its meeting held on 28.06.2010 have recommended to extend 50% VAT/CST or SGST reimbursement for a period of 5 years and all other incentives as per the IIPP 2005-10 Policy to M/s Spin-Cot Textiles Pvt. Ltd., Guntur District.

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5. Government after careful examination of the proposal and keeping in view of the recommendations of the State Investment Promotion Board (SIPB), hereby extend the following incentives to M/s Spin-Cot Textiles Pvt. Ltd., Guntur District for their expansion project of the existing unit located at Edlapadu(M), Guntur District under Industrial Investment Promotion Policy (IIPP) 2005-2010 as decided by the SIPB.

- (a) To extend 50% VAT/CST or SGST reimbursement for a period of 5 years; and
- (b) All other incentives as per the Industrial Investment Promotion Policy, (IIPP) 2005-10, subject to eligibility and applicability of the unit, which include;
 - i) 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use;
 - ii) 100% reimbursement of Stamp duty for Lease of Land/Shed/ Buildings;
 - iii) 100% reimbursement of Stamp duty and transfer duty paid by the industry on financial deeds and mortgages etc;
 - iv) 25% rebate in land cost in IEs/IDA's limited to Rs.5.00 lakhs;

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- v) Power cost will be reimbursed @ Rs.0.75 per unit during the first year of the policy and thereafter for the remaining four years the rate of reimbursement would be so regulated on yearly basis keeping in view of the changes in the tariff structures to ensure that power cost to the industry is pegged down to the first year's level;
- vi) Infrastructure like roads, power and water will be provided at door step of the industry for standalone units by contributing 50% of the cost of infrastructure from IIDF with a ceiling of Rs.1.00 Crore, subject to (a) the location should be beyond 10 kms from the existing Industrial Estates/IDA's having vacant land/shed for allotment and (b) cost of the infrastructure limited to 15% of the eligible fixed capital investment made in the industry;
- vii) 50% subsidy on the expenses incurred for quality certification limited to Rs. 1.00 Lakh;
- viii) 25% subsidy on and cleaner production measures limited to Rs.5.00 Lakhs; and
- ix) 50% subsidy on the expenses incurred for patent registration limited to Rs. 5.00 Lakhs.

6. The Commissioner of Industries, Andhra Pradesh Hyderabad shall take necessary action in the matter accordingly and intimate the status of the progress of work done by the company from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**B.P.ACHARYA,
PRINICIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER FOR INDUSTRIAL PROMOTION**

To

The Commissioner of Industries, Andhra Pradesh, Hyderabad

M/s Spin-Cot Textiles Pvt. Ltd., Guntur District through the Commissioner of Industries, A.P. Hyderabad.

The Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation, Hyderabad.

The District Collector, Guntur.

Copy to

The Accountant General, Andhra Pradesh, Hyderabad

The Finance (Exp. I&C) Department.

The Energy Department.

The Irrigation & CAD (Reforms) Dept.

The Revenue (CT) Department.

The Commissioner of Commercial Taxes, Hyderabad

The Chairman & Managing Director, APTRANSCO., Hyderabad

The Managing Director, APCPDC Ltd., Hyderabad

The General Manager, District Industries Centre, Guntur through the Commissioner of Industries, A.P. Hyderabad.

P.S. to Minister(Major Industries)/ P.S. to Spl. Chief Secretary, Rev. Dept./P.S. to Prl. Secy. to Govt., Rev.(CT) Dept./P.S. to Addl. Secy. to CM/P.S. to Prl.Secy. (Irrigation) Dept./P.S. to Spl.CS, Energy Dept./P.S. to Prl. Secy. & CIP/

P.S. to Prl.Secretary to C.M./P.S. to Secretary to Govt. (Legal Affairs).

SC/SF

//Forwarded :: By Order//

SECTION OFFICER