

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Industrial Promotion – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 to M/s Shalivahana Cement Industries Limited, Adilabad District for their proposed 2.6 Mil. Tons capacity Cement plant as a Mega Project – Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No. 17

Dated:10-01-2012

Read the following:-

- 1) From the Managing Director of M/s Shalivahana Cement Industries Limited, Chincholi(V), Wankidi(M), Adilabad District Letter No. Nil, dated.22 .07.2011.
- 2) The State Investment Promotion Committee Meeting held on 27.12.2011.
- 3) The State Investment Promotion Board Meeting held on 31.12.2011.

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ORDER:-

Shalivahana Cement Industries Limited, Adilabad District proposed to set up a 2.6 MTPA capacity Green field cement plant along with captive power generation of 70 MW at Adilabad District with an investment of Rs. 1400 Crores to provide employment 800 persons directly and 2000 indirectly. The requests of the company are as follows.

- (a) Subsidy under IIDF @50% on the infrastructure cost limited to Rs.1 crore.
- (b) 100% reimbursement of stamp duty and transfer duty paid on purchase of land.
- (c) 100% reimbursement of stamp duty for lease of land, shed and mortgages.
- (d) 25% reimbursement of land conversion charges.
- (e) Power cost reimbursement @ Rs 0.75 per unit for 5 years.
- (f) Steps to allocate 11,000 M3 Water for plant.
- (g) Reimburse 50% of cost of Skill up gradation and training to Man power limited to 2000.
- (h) 25% reimbursement of VAT/SGST for a period of 5 years.
- (i) 25% subsidy on specific cleaner measures.

2. In the reference 2nd read above, State Investment Promotion Committee (SIPC) have discussed the above proposal in its meeting held on 27.12.2011 and decided to place the matter before the State Investment Promotion Board (SIPB) with a recommendation to extend normal incentives as per IIPP 2010-15 Policy

3. In the reference 3rd read above, State Investment Promotion Board in its meeting held on 31.12.2011 discussed the proposal in detail and decided to

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extend the normal incentives as per IIPP 2010-15.

4. The Government after careful examination of the proposal and in view of the decision of the State Investment Promotion Board, hereby extend the following incentives to M/s Shalivahana Cement Industries Limited, Adilabad District proposed to set up Cement plant with an investment of Rs 1400 Crores under Industrial Investment Promotion Policy 2010-2015 as a Mega Project :-.

- (a) 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use.
- (b) 100% reimbursement of Stamp duty on mortgages and hypothecations.
- (c) Fixed power cost reimbursement @ Rs.0.75 per unit (upper ceiling) on the proposed revised rates (2010-11) for 5 years from the date of commencement of commercial production. In case, decrease in Power Tariff, the reimbursement will be reduced proportionately.
- (d) 25% reimbursement of Net VAT/CST for a period of 5 years from the date of commencement of commercial production.
- (e) 50% Reimbursement of cost involved in skill upgradation and training the local manpower limited to Rs.2000 per person.
- (f) 25% subsidy on specific cleaner production measures limited to Rs.5.00 Lakhs.
- (g) 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.

5. The industry shall provide atleast 80% of employment to the candidates belonging to Andhra Pradesh State for becoming eligible to the above incentives.

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

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

T.S. APPA RAO
PRINCIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER FOR INDUSTRIAL PROMOTION

To

The Commissioner of Industries, A.P., Hyderabad.

M/s Sri Lalita Cement Industries Ltd, Raghunathapalem(V), Mattampally(M),
Nalgonda District through the Commissioner of Industries, AP, Hyderabad.

Copy to:

The Revenue (CT) Department.

The Revenue (Registration) Department.

The Energy Department.

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The Irrigation (Reforms) Dept.
The Ind. & Com. (INF) Department.
The Accountant General, Andhra Pradesh, Hyderabad
The Commissioner of Commercial Taxes, Hyderabad
The Chairman & Managing Director, APTRANSCO, Hyderabad
The Managing Director, APCPDCL, Hyderabad .
The Vice Chairman & Managing Director, APIIC, Hyderabad.
The District Collector, Kurnool District.
The General Manager, District Industries Centre, Kurnool.
P.S. to Principal Secretary to Chief Minister
P.S. to Hon'ble Minister(Major Industries)
P.S. to Chief Secretary to Government
P.S. to Principal Secretary to Government & CIP, Industries & Commerce Dept.
SC/SF

//Forwarded::By::Order//

SECTION OFFICER