

**OPERATIONAL GUIDELINES ON
EXEMPTION FROM PAYMENT OF PREMIUM LEVIABLE FOR CONVERSION OF
LAND FOR INDUSTRIAL USE.
[Para 5.4.1 (e) of IPR - 2015]**

- 1. Short Title:** - Operational guidelines on exemption from payment of premium leviable for conversion of land for industrial use.
- 2. Extent:** - It shall extend to the whole of the State of Odisha.
- 3. Commencement:** - It shall come into force from the "Effective Date" of Industrial Policy Resolution, 2015 i.e. 24.08.2015
- 4. Terms and Expressions:** -Terms and expressions used in this operational guideline, but not specifically defined here, shall have the same meaning as in Industrial Policy Resolution, 2015.

5. Policy Provisions:-

Para- 5.4.1(e) of Industrial Policy Resolution, 2015

New Industrial units and existing industrial units taking up expansion / modernization / diversification will be granted exemption under the provisions of clause –C of Section-73 of Orissa Land Reform Act, 1960 from payment of premium, leviable under provisions of clause –C of section -8 (A) of the OLR Act,1960 on production of eligibility certificate from the Director of Industries, Odisha for Large industries and Medium enterprises and from General Manager, Regional Industries Centre / District Industries Centre for Micro & Small Enterprises as follows :

Micro and Small Enterprises	:	100% up to 5 Acres
Medium Enterprises	:	75% up to 25 Acres
Large Industries	:	50% up to 500 Acres
Priority Sector.	:	100% up to 100 Acres and 50% for balance area

6. Eligibility: -

- 6.1** New Micro, Small & Medium Enterprises and Large Industries
- 6.2** Migrated industrial unit treated as new industrial.
- 6.3** Rehabilitated sick industrial unit treated at par with new industrial unit.

- 6.4 Industrial unit seized under Section 29 of the State Financial Corporation Act, 1951/ SARFAESI Act, 2002 and thereafter sold to a new entrepreneur on sale of assets basis and treated as new industrial unit for the purpose of this IPR.
- 6.5 New industrial unit under Micro Enterprise / Small Enterprise /Medium Enterprise / Large Industries in Priority Sector
- 6.6 Migrated industrial unit treated as new industrial unit under Micro Enterprise / Small Enterprise /Medium Enterprise / Large Industries in Priority Sector.
- 6.7 Rehabilitated sick industrial unit treated at par with new industrial unit under Micro Enterprise / Small Enterprise /Medium Enterprise / Large Industries in Priority sector.
- 6.8 Industrial unit seized under Section 29 of the State Financial Corporation Act, 1951/ SARFAESI Act, 2002 and thereafter sold to a new entrepreneur on sale of assets basis and treated as new industrial unit for the purpose of this IPR under Micro Enterprise / Small Enterprise /Medium Enterprise / Large Industries in Priority Sector.
- 6.9 Existing Micro, Small & Medium Enterprises and Large Industries taking up expansion / modernization / diversification as defined in IPR
- 6.10 Existing Micro enterprise / Small enterprise /Medium Enterprise / Large Industries in Priority Sector taking up expansion / modernization / diversification as defined in IPR
7. Industrial unit that has availed this incentive under any scheme of the State Govt. or the Central Govt. or any Financial Institution(s), it shall be eligible for the **differential** amount of benefit only.

8. Time frame for filing application: -

- 8.1 Eligible Industrial unit shall file its claim complete in all respect, after acknowledgement of Entrepreneurship Memorandum Part-I in case of new MSME / Industrial Entrepreneurs' Memorandum (IEM) in case of new Large Industry and within the period of implementation i.e. three years for Micro, Small & Medium Enterprises and five years for Large Industries.
- 8.2 The delay in implementation of the project beyond the control of the entrepreneur may be condoned on a case to case basis by an Empowered Committee.

9. Procedure: -

- 9.1 Eligible industrial unit claiming exemption from payment of premium leviable for conversion of land for industrial use shall submit application in the prescribed form appended to this operational guideline at Annexure-'A' along