



Textile Sector

Incentives on Investment (Illustrative)

Investment in P&M			INR 70 Crores
Investment in civil work and land			INR 30 Crores
Total Fixed Capital Investment			INR 100 Crores
Direct employment			2,000
Area			10 acres
Total Incentives by State Government			INR 156.78 crore
Subsidy as percentage of FCI			~157%
S.No.	Breakdown of Incentives	Amt. (Rs. Crore)	Description
1	Fixed capital investment subsidy	52.50	35% of FCI, max Rs. 60 crores, disbursed in 6 equal yearly instalments (including employment multiplier of 1.5)
2	Interest subsidy	14.00	50% of actual interest paid or 6% interest rate, whichever is lower, up to Rs. 20 crores per year for 5 years.
2	Electricity duty exemption	1.61*	100% exemption for 12 years
3	Land related subsidies	0.92	100% Stamp duty and 50% diversion fee exemption, 50% land registration fee reimbursement
4	EPF reimbursement	8.64	75% subsidy for 5 years, up to 2% of FCI per year
	Employment generation assistance	66.00	Rs. 5000 for male employees and Rs. 6000 for female employees per month, for 5 years up to 7 years. Applicable for CG domiciles. (Calculated on average of Rs. 5500 per month)
5	Transport subsidy for export	5.00**	75% of cost of transport for 10 years up to 35% of FCI (considered Rs. 50 lakhs per year)
6	Training subsidy	3.00	One time subsidy - 1 month wage or Rs. 15,000 per employee, max limit 100% of FCI
7	ETP subsidy	1.00	50% of cost, up to 1 crore
8	R&D Subsidy	1.00	25% on plant & machinery and equipment, max Rs. 1 crore (considered maximum)
9	Other subsidies	3.11	Subsidy for new electricity connection fee, project report, quality certification, technology purchase, technical patent, water and energy audit fee
	Total	156.78	

Note: Subsidies as per special package for textiles sector under IDP 2024-30. Calculations are based on assumptions; final incentives may vary. Electricity consumption assumed at 2 lakh units per month at 8% duty, exemption may be higher for energy intensive industries

#CGBusinessEasy