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CAPEX Incentives in India

A Ready Reckoner

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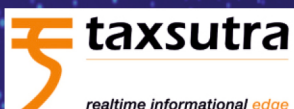
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DEDICATION

I would like to acknowledge the blessings of the Almighty, the support and love of my family, my parents Mr S D Jain and Mrs Kumkum Jain, my wife Swarn, who motivated me to start this book, and my kids Kaashvi and Aryaman, who gave me a calm environment to work on this book.

I wish to express my gratitude to all my mentors for making me the professional I am today.

Many thanks to all those, on whose work, research and support I banked upon to complete this book.

Abhishek Jain

Co-author

I would like to thank my father Mr Sandeep Gupta, my mother Mrs Renu Gupta, and my to be wife Yashasvi for everything that they have done.

Also, a big shout to my mentor Abhishek Jain, without whom none of this would have been possible.

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Lastly, I would like to express my gratitude to everyone who has been a part of this journey, and helped in making me the person I am today.

Oshank Mittal

Co-author



PREFACE

Incentives are available to Companies making investment in India at both the Central and State level. These incentives take various forms, and the payout is dependent on factors such as supply chain, quantum of investment, area of investment, etc. Moreover, incentives vary from State to State and additional incentives are available to investors in specific sectors.

In recent times, pursuant to Indian government's commitment to boost domestic manufacturing and make India "Atmanirbhar", various schemes including Production Linked Incentives have been launched by the Government and a few others are in pipeline.

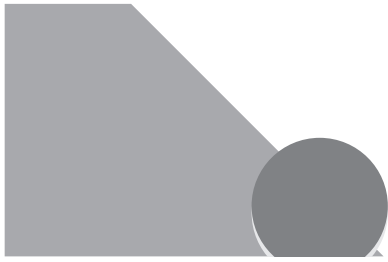
Furthermore, both India's Foreign Trade Policy and Special Economic Zone law are being revamped.

Given the above, the Indian incentives landscape is diverse and complex to say the least. In this book, we have endeavoured to provide a snapshot of the various Central and State Incentives being extended by the Indian Government, the nuances thereof and the road that lies ahead.

This book is especially useful for Companies that have made investment in India or are looking to make investment in India.

We sincerely hope that this book will serve as a ready reckoner for incentive purposes for its readers.

AUTHORS



FOREWORD

The world is looking at India as the next manufacturing destination. Incentives both at the Central and State level will have to play a vital role if this dream were to become a reality. Acknowledging this fact, the Central and State Governments have rolled out various investment-based incentive schemes that cater to divergent sectors and geographies.

However, considering the wide variety of schemes at play, it sometimes becomes tedious for investors to get a sense of all the possible incentive opportunities applicable for them.

Abhishek and Oshank, have done a commendable job of compiling this ready reckoner on capex incentives in India, by leveraging their experience of advising clients in this space. The book provides a comprehensive overview of incentive schemes launched by the Central and State Governments.

This book is a must read for Companies looking to make investment in India.

Gunjan Krishna

Commissioner, Department of Industries and Commerce
Government of Karnataka



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This book serves as a ready reckoner for Companies that have made investment in India or are looking to make investment in India.

The Indian incentives landscape is diverse and complex to say the least. In this book, we have provided a snapshot of the various Central and State Incentives being extended by the Indian Government, the nuances thereof and the road that lies ahead.

This book covers the following:

- Overview of the various Central and State incentives provided by the Indian Government
- Expectation from the upcoming Foreign Trade Policy and Special Economic Zone law
- Overview of Manufacture and Other Operations in Warehouse Scheme
- Incentives applicable for select sectors
- Incentive disbursement related requirements and challenges

This book will help Companies get a holistic perspective of the investment based incentives in India.

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