

NOTIFICATION

No.25/05/2020-4IB-I

The 11th October 2021

In pursuance to the provision under chapter 14 of Haryana Enterprises & Employment Policy, 2020 notified dated 29.12.2020, the Governor of Haryana is pleased to notify “Scheme for Assistance for Startups in the State”. The scheme will consist of the following provisions:

1. Objective:

Startups and entrepreneurs play a key role in economic growth. Besides generating jobs, they focus on smarter, gen-next solutions which bring economic dynamism by bringing in innovation and spurring competition. The scheme aims to give a further thrust to the promotion of startups and strengthening the ecosystem in the State. The key objective of the scheme is to encourage startups, innovation and entrepreneurship.

2. Definition

Startups: As defined by Department for Promotion of Industry and Internal Trade (DPIIT), Government of India and updated time to time by DPIIT. These startups shall also be recognized and registered with DPIIT.

3. Quantum of Assistance:

The Quantum of Assistance as under would be provided to the Startups registered in the State:

- Interest subsidy of 8%, maximum upto INR 20 lakh per year for a period of 5 years (to be applied under “Interest Subsidy Scheme” under HEEP 2020)
- Reimbursement of 30% of **lease rental subsidy** for general and 45% for startups with only women founders, period of 1 year up to INR 5 Lakh.
- **Seed Grant** up to INR 10 Lakh per start-up for 100 start-ups in ‘A’ category blocks, 200 start-ups for ‘B’ category blocks, 300 start-ups for ‘C’ category blocks and 400 start-ups for ‘D’ category blocks (idea selection by special committee to be formulated by the State Government).
- 100% Net SGST Reimbursement for 7 years with cap of 150% FCI (to be applied under “Scheme for Investment Subsidy in lieu of Net SGST” under HEEP 2020)

**HARYANA GOVERNMENT
INDUSTRIES AND COMMERCE DEPARTMENT**

- Support startups up to INR 2.5 Lakh to attend **national acceleration programs** and INR 5 Lakh for **international acceleration programs**.
- 100% reimbursement of expenses incurred for **cloud computing/storage** on Haryana based Data Centres up to INR 1 Lakh per startup per annum for a period of 3 years.

4. Eligibility

- i. The unit shall have filed Udhyam Registration Certificate (URC) and Haryana Udhyam Memorandum (HUM) shall be eligible under the Scheme.
- ii. The plant and machinery installed by the unit should be new or second hand imported machinery with residual life of ten years.
- iii. The unit should not have been placed in the restrictive list as mentioned under HEEP 2020.
- iv. The unit should have obtained NOC/CLU from competent Authority if applicable.
- v. The unit should be in commercial production/ operation for the benefits of this schemes, except for Seed Grant, for which incentives can be availed basis on idea selection.
- vi. To be eligible for Seed Grant under the scheme the Committee formed by the State Government shall be final authority on idea selection. This Committee shall consist of following members:

S.No.	Name/Designation	Role
1.	Administrative Secretary, Department of Industries & Commerce, Government of Haryana	Chairperson
2.	Representative of Department of Science & Technology, Government of Haryana	Member
3.	Representative of Department of Electronics and Information Technology, Government of Haryana	Member
4.	Director/Director General, Department of Industries & Commerce, Government of Haryana	Member
5.	Director/Director General, MSME, Government of Haryana	Member-Secretary

5. Procedure for Submission of Applications:

- i. Applicants seeking financial assistance are required to submit their applications in prescribed format (**Annexure-I**) to the Director/ Director General, Micro, Small and Medium Enterprises.
- ii. The application would be processed and examined. The deficiencies, if any, would be communicated to the applicant in writing within a period of 7 days and the applicant would be given a time period of 10 days to rectify the deficiencies so pointed out.
- iii. In case the deficiencies are not removed within prescribed period, the claim shall be filed by the Competent Authority, under intimation to the party through an e-mail. The applicant shall not be required to submit any additional document other than specified under **Annexure-I** unless required for establishing genuineness of the claim.
- iv. The claim application so filed may be reopened with the orders of Director/ Director General, Micro, Small and Medium Enterprises provided request for the same is received within a period of 30 days from the date of rejection of the claim by the designated Competent Authority.
- v. The applicant may be called for a presentation or any clarification in relation to either eligible activity or the cost marked against the Eligible activity, or any of its components.

6. Time Limit to apply

The applicant shall forfeit its entitlement for the assistance under this scheme, if it does not submit its claim, complete in all respects within three months from the date of start of operation or from the date of notification of the scheme, whichever is later.

7. Competent Authority for sanction

The Director/ Director General, Micro, Small and Medium Enterprises shall be competent authority for sanction of the subsidy within 30 days from the date of completion of the claim.

8. Interpretation/ Relaxation

Administrative Secretary, Industries & Commerce, Haryana shall be competent to make interpretation of provisions of this scheme.

9. Appeals

- i. In case of rejection: An appeal against an order passed by the Competent Authority shall lie

**HARYANA GOVERNMENT
INDUSTRIES AND COMMERCE DEPARTMENT**

with the Principal Secretary, Industries & Commerce, Haryana within a period of 30 days from the date of communication of orders appealed against. The orders passed by the Principal Secretary, Industries & Commerce, Haryana in appeal shall be final.

ii. In case of time barred:

- a. The Director/ Director General, Micro, Small and Medium Enterprises, Haryana shall be competent to condone the delay up to a period of 03 months after the prescribed time limit.
- b. The Administrative Secretary, Industries & Commerce, Haryana shall be competent to condone the delay up to a period of 06 months after the prescribed time limit.

Provided that the competent authority is satisfied with the reasons of late submission of the application on the basis of the substantial evidence/documents/ arguments presented by the applicant.

10. Service Delivery Timeline

S. No.	Tasks	Time limit (working days)
1	Letter of Approval	45 days
2	Letter of Sanction	07 days
3	Disbursement	07 days

11. Penal Action

In case, it is found at any stage that the applicant has claimed the assistance on the basis of wrong facts, the applicant shall besides refunding assistance with compound rate of interest @ 12% per annum and facing legal action, will be debarred from grant of any incentive/assistance from the State Government. If the applicant fails to refund the assistance amount with interest, then the amount shall be recovered as arrear of land revenue. The applicant shall be debarred from public procurement as a result of mismatch in facts and figures.

Sh. Vijayendra Kumar, IAS
Principal Secretary to Government of Haryana,
Industries and Commerce Department

**HARYANA GOVERNMENT
INDUSTRIES AND COMMERCE DEPARTMENT**

Annexure-I

Application Form

Sr. No.	Particular	Details
1.	Name of the entrepreneur	
2.	Business background of entrepreneur /Father/Mother, if any.	
3.	Professional qualification of the entrepreneur and year of acquiring qualification(Engineers/MBA/ CA etc.)	
4.	Experience of Entrepreneur post professional qualification	
5.	Aadhar No. of Sole Proprietor/ Partners/Directors(Optional)	
6.	Name & address of the unit with telephone no. & e-mail	
7.	Name of the block in which unit is located & category (A/ B/ C/ D)	
8.	Category of the unit (Micro/Small)	
9.	Whether sole proprietorship/ partnership/company	
10.	Udhyam Registration Certificate (URC) and Haryana Udhyam Memorandum (HUM) number & date	
11.	SGST registration No.	
12.	Item of manufacture	
13.	Date of commercial production/ operation (first sale bill)	
14.	Details of total fixed capital investment (attached CA certificate) i) Land ii) Building iii) New Plant & Machinery/Equipments	
15.	Installed capacity in quantity & value.	
16.	Proposed Turnover of the unit(In Rs.)	
17.	Proposed Number of persons employed	
18.	Lease rental subsidy claimed	
19.	Seed Grant Claimed	
20.	Support Required for national acceleration programs and international acceleration programs (details of all the expenses incurred should be attached)	
21.	Mentoring assistance required and its Details	
22.	Details of Cloud computing/storage required on Haryana based Data Centres	

23. Self-attested copies of documents to be attached with the application:

- i. Udhyam Registration Certificate (URC) and Haryana Udhyam Memorandum (HUM)
- ii. Copy of Certificate of Incorporation/ Partnership deed
- iii. Copy of Board resolution/ Power of attorney.
- iv. CA Certificate regarding fixed capital investment in land, building, Plant & machinery.
- v. Copies of the purchase invoices of plant & machinery/ equipments
- vi. Copy of first sale bill.
- vii. Documentary evidences regarding for leasing/renting/construction of industrial building, purchase & installation of plant and machinery, after 01.01.2021.
- viii. Lease Rent Agreement
- ix. Documentary evidence for participation in national acceleration programs and international acceleration programs (details of all the expenses incurred should be attached)
- x. Detailed Business Plan for the claim of Seed Capital Grant
- xi. Documentary Evidence towards expenses incurred for cloud computing/storage on Haryana based Data Centres

Signature of the applicant
(with seal)

**HARYANA GOVERNMENT
INDUSTRIES AND COMMERCE DEPARTMENT**

Annexure II

(Letter Head of the CA)

CA certificate (With membership No. of CA) in the following format:-

i. Project Cost:

(Rs. In lacs)

Sr. No.	Name of the component/Item	Project Cost	Cost as appraised by the bank	Actual Cost
1.	Land			
2.	Building/Civil Works			
3.	Plant & Machinery			
4.	Misc. Fixed Assets			
5.	Other's			
	Total			

ii. Means of Finance:

(Rs. In lacs)

Sr. No.	Item	Project Cost	As per appraisal report	Actual Cost
1.	Promoter's Equity			
2.	Term Loan			
3.	Unsecured Loan			
4.	Grant-in-aid			
5.	Other's			
	Total			

Details of unsecured loans, if any, duly certified by CA.

Signature and Seal of C.A.