

HARYANA GOVERNMENT
INDUSTRIES & COMMERCE DEPARTMENT
DIRECTORATE OF MICRO, SMALL & MEDIUM ENTERPRISES

Notification

The 5th July, 2023

No. 12/03/2022-11B-II - In pursuance to the Haryana AatmaNirbhar Textile Policy 2022-25 notified in Gazette vide No. 12/03/2022-11B-II dated 19.12.2022, the Governor of Haryana is pleased to notify "Support for Obtaining Fire Insurance Policy" for Textile Units. The Scheme will consist of following provisions:

1. Objective

Textile units are vulnerable to fire incidents. To financially guard the textile units against such type of unforeseen incidents caused due to fire, a provision has been envisaged in the Haryana AatmaNirbhar Textile Policy 2022-25. Now, the Government is implementing the same by introducing a dedicated scheme for obtaining fire insurance policy to the textile MSMEs.

The main objective of the scheme is to encourage textile MSMEs to adopt fire insurance to indemnify the losses occurred due to fire hazards. Through this scheme, the Government will provide financial assistance through reimbursement on the annual premium paid for fire insurance to the textile Micro, Small and Medium Enterprises of the state.

2. Quantum of Assistance

Reimbursement of 75% of insurance premium up to a maximum of INR 5 lakh per year in 'B' category blocks and INR 10 lakh per year in 'C' and 'D' category blocks, every year shall be provided during the operative period of the policy to all textile MSMEs.

(Maximum 100 projects shall be provided grant to avail the benefits under this scheme during the policy period)

3. Definitions

- I. Micro Enterprise: Investment in Plant and Machinery or Equipment does not exceed INR 1 Crore and turnover does not exceed INR 5 Crore as amended under the MSMED Act, 2006 or as amended by GoI from time to time.
- II. Small Enterprise: Investment in Plant and Machinery or Equipment does not exceed INR 10 Crore and turnover does not exceed INR 50 Crore as amended under the MSMED Act, 2006 or as amended by GoI from time to time.

- III. Medium Enterprise: Investment in Plant and Machinery or Equipment does not exceed INR 50 Crore and turnover does not exceed INR 250 Crore as amended under the MSMED Act, 2006 or as amended by Gol from time to time.
- IV. Textile Sector/Textile Enterprises: The term 'Textile sector/Textile enterprises' shall include all units which are engaged in various value chain activities of the industry such as Ginning & Pressing, Spinning, Recycled PSF manufacturing, Weaving, Tufting, Dyeing & Processing, Technical textiles (including non-woven), Knitting, Garment/Made-ups/Apparels, Machine Carpeting, Extruding, Machine Embroidery and any other activities/process like crimping, texturizing, twisting, winding, sizing etc. and Textile machinery manufacturing.

4. Commencement and Applicability

The Scheme shall commence with effect from 19.12.2022 for providing support for obtaining fire insurance policy and shall remain in operation for a period of 3 years. The reimbursement on the premium paid for obtaining fire insurance shall be admissible only on technical civil works, plant & machinery and raw material directly related to production of textile micro, small and medium enterprises on fire insurance procured on or after the date of notification of the policy.

5. Eligibility

The fire insurance procured by unit from an IRDAI approved agency/insurance Company on or after the date of notification of the policy, shall be eligible under this scheme. The textile manufacturing units must comply with following conditions at the time of application:

- I. The unit should have filed Udyam registration Certificate (URC) and Haryana Udyam Memorandum (HUM)
- II. The unit should not have been placed in the restrictive list as notified by the State Government from time to time.
- III. The unit should have obtained CLU/NOC from Competent Authority, if applicable.
- IV. The unit should be in commercial production.
- V. The unit should be in regular production at the time of disbursement and the subsidy shall not be released to the closed unit.
- VI. The unit should have installed fire safety equipment and should have also obtained fire safety NOC from Competent Authority.

6. Procedure

- I. Application on prescribed form (Annexure - I) for the grant of fire insurance assistance along with document mentioned therein will be submitted to the Director/ Director General, Directorate of Micro, Small and Medium Enterprises, on the web portal of the department within a period of 3 months from the date of obtaining the fire insurance or from the date of notification of the scheme, whichever is later.
- II. The application would be processed and examined by the Joint Director/Deputy Director, District MSME Centre. He will be responsible for scrutiny and shall clearly recommend for approval/rejection of the claim after conducting the inspection of the unit. The deficiencies, if any, would be communicated to the applicant on-line 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 enterprise through an e-mail. The enterprise shall not be required to submit any additional document other than specified under Annexure-I, unless required for establishing genuineness of the claim.

7. Time Limit

An enterprise shall forfeit its entitlement for the fire insurance assistance, if it does not submit its claim, complete in all respects within 03 months of obtaining the fire insurance or from the date of notification of the scheme, whichever is later.

8. Competent Authority for Sanction

The Additional Director, Directorate of MSME shall be competent to sanction the assistance under the scheme.

9. Interpretation/ Clarification

The Administrative Secretary, Industries and Commerce, Haryana shall be competent to make interpretation/clarification and removal of difficulties in provisions of this scheme.

10. Appeals

Appeal against the order passed by the Competent Authority shall lie with the Director/Director General, Micro, Small and Medium Enterprises and appeal against the orders passed by the Director/Director General, MSME shall lie with Administrative Secretary, Industries & Commerce, Haryana within a period of 30 days from the date of communication of order appealed against. The orders passed by the Administrative Secretary, Industries & Commerce, Haryana in appeal shall be final.

11. Power to condole delay in submission of application & appeal:

- I. 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.
- II. 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.

12. Penal Action:

In case, it is found at any stage that the applicant has claimed the assistance on the basis of wrong facts and 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 subsidy 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.

Dated, Chandigarh
the, 27th June, 2023

Anand Mohan Sharan, IAS
Additional Chief Secretary to Govt. Haryana,
Industries & Commerce Department

Application Form

Sr. No.	Particulars	Details
1.	Name of the applicant (Authorized person of Unit)	
2.	Name and address of the unit with contact no. & email	
3.	Registered office address	
4.	Constitution of the unit [Proprietary, Partnership, Pvt. Ltd., Public Ltd., LLP (Limited Liability Partnership) and Co-operative society]	
5.	Name of block in which unit is located and category of block i.e., B/C/D	
6.	Category of unit (Micro/Small/Medium)	
7.	Udhyam Registration Certificate (URC) and Haryana Udhyam Memorandum (HUM) No. & Date	
8.	Date of commencement of commercial production (as per first sale bill)	
9.	Type of fire safety equipment installed in the unit	
10.	Item of manufacturing/processing (Textile)	
11.	Name of the Insurance Company	
12.	Fire Insurance Policy Number & Date	
13.	Quantum of insurance premium paid towards fire insurance	
14.	Details of premium paid earlier year-wise, if applicable	

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

- (i) Copy of latest Udhyam Registration Certificate (URC) and Haryana Udhyam Memorandum (HUM).
- (ii) Certificate of Incorporation/ Registered Partnership Deed with concerned DIC/ Co-operative Society Registration.
- (iii) Board Resolution/ Power of Attorney.
- (iv) Change of Land Use (CLU)/NOC from competent authority, if applicable.
- (v) Fire Safety NOC from Competent Authority.
- (vi) Copy of insurance policy & payment receipt.

Signature of applicant (with seal)

Date: _____

Undertaking/ Declaration (to be submitted on non-judicial stamp paper of Rs. 50/- (Min) duly sworn before a Notary Public (duly affixed with Notarial Stamp; and with Notary Seal & Notary Registration Number) or First-Class Magistrate):

I, _____ do hereby solemnly state that I am proprietor/ partner/director/ _____ of M/s _____ which is engaged in the manufacture of _____ and I have been authorized to file the Fire Insurance claim with the Directorate of MSME, Haryana.

The unit will be liable to refund excess subsidy/assistance, if any released due to omission or pointed out by the Audit team of Principal Accountant General, Haryana.

I do hereby further affirm that the particulars given in the application are correct. In case any of the statement/ information furnished in the application/ documents later found to be wrong or incorrect or misleading or violation of the eligibility criteria/conditions, I do hereby undertake to refund the entire amount of financial assistance of INR _____ (Rupees _____) granted to me at the compound rate of interest @12% per annum, besides facing legal action in case facts contained in this application are proved to be wrong at the time of verification/ checking or otherwise at any stage.

Signature of the applicant (with seal)

Date: _____