



सत्यमेव जयते

Government of Rajasthan

RAJASTHAN AGRO-PROCESSING & AGRI-MARKETING PROMOTION POLICY 2015





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RAJASTHAN AGRO-PROCESSING AND AGRI-MARKETING PROMOTION POLICY - 2015

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ADVANTAGE RAJASTHAN

1. Strategic Location

8,380 sq. km. of Rajasthan falls in the National Capital Region (NCR), which is around 24.50% of the total National Capital Region, the world's second largest urban agglomeration. Rajasthan shares its border with five major Indian states: Punjab, Haryana, Uttar Pradesh, Madhya Pradesh and Gujarat. These states have a combined population of 402 million (year 2011). Industries in Rajasthan have, to their advantage, access to this enormous market.
2. Excellent Connectivity

Rajasthan has the second largest network of National Highways in the country with total road length exceeding 7,310 km. National Highways provide excellent connectivity to cities like Delhi, Ahmedabad, Vadodara, Mumbai, Jabalpur, Bhopal, Agra, Gwalior, Indore, Amritsar.
The railway network connects the state to all major cities in India and links the state to ports in Mumbai, Kandla and Mundra in Gujarat.
The State has a fully operational international airport at Jaipur, with direct flights to Sharjah and Muscat. Rajasthan has airports at Jodhpur, Udaipur and airstrips in other major districts.
An Air-Cargo Complex at Jaipur, and Inland Container Depots at Jaipur (2), Jodhpur (3), Bhilwara & Bhiwadi facilitate trade within and outside India.
3. Delhi-Mumbai Industrial Corridor

Rajasthan touches six major states of the Northern, Western and Central India. It is a natural corridor between the wealthy northern and the prosperous western states of the country, which makes it an important trade and commerce centre.
Dedicated Freight Corridor (DFC) is a 1,483 km long rail corridor connecting Jawaharlal Nehru Port near Mumbai to Dadri near Delhi. DFC will allow high-speed connectivity for high axle load wagons (25 tonnes) of double stacked container trains supported by high power locomotives.
A band of 150 km has been chosen on both sides of the DFC to be developed as the Delhi-Mumbai Industrial Corridor (DMIC).
With nearly 39% of DFC passing through Rajasthan, opportunities for industrial establishment along the route are eminent as the corridor will make Rajasthan easily accessible to western and northern markets. About 60% of the State's area (in 22

Districts including major districts such as Jaipur, Alwar, Kota and Bhilwara) falls within the project influence area. With this, the State will become an attractive destination for setting up industrial and support infrastructure units.

In Khushkhera-Bhiwadi-Neemrana region, an integrated industrial township is being developed and on similar concept a township along with other support infrastructure and projects is being planned in Jodhpur-Pali-Marwar area under DMIC in the first phase.

4. Land Availability

Rajasthan, geographically the largest state of India, offers land in plenty and at competitive prices. Rajasthan Industrial Development and Investment Corporation Ltd. (RIICO) ensure top-class infrastructure and other related support for establishment of new enterprises. To catalyze industrialization, the Corporation has developed 327 industrial areas close to 74,228 acres throughout the state.

Furthermore, the State Government has made several provisions under the relevant laws for leasing of government land and simplifying the procedure for conversion of land for agri-business activities. Brief details of these provisions are enclosed as Annexure-3.

5. Agro Food Parks

RIICO has developed four Agro Food Parks in Kota, Jodhpur, Sriganganagar and Alwar for development of agriculture based industries. Another Food Park is being developed near Kishangarh in Ajmer district by M/s Greentech Mega Food Park Pvt. Ltd. under the Scheme of Government of India.

6. Single Window Approval

The constant endeavour of Government of Rajasthan has been to build a favorable investment climate by systematically reducing administrative bottlenecks and easing the process of investment. The core objective is to ensure lower transaction costs and increase transparency.

A Single Window System is operational as a single point interaction mechanism for entrepreneurs to interact with the State for seeking statutory approvals for their projects. Keeping with the times, the entire process of application and monitoring is through web-enabled software called the Single Point Electronic Monitoring and Clearance System. Using this web-interface, entrepreneurs can register, fill and monitor application forms electronically. Forms along with the enclosures have to be submitted at the nodal office physically.

7. Agro Food Processing

Rajasthan, with its diverse agro-climatic conditions is richly endowed in the cultivation of a variety of crops. The state is the largest producer of guar and seed spices like coriander, cumin, fenugreek, fennel, etc. The state is the largest producer of mustard, second largest producer of oil seeds and third largest producer of soybean. It is also the largest producer of gram and second largest producer of moth bean.

Rajasthan has proximity to large consumer markets in the region (close to NCR) which have a large share of food consumption in the country. Infrastructure like Agro Food Parks at Kota, Jodhpur, Sriganganagar and Alwar have been developed by RIICO. Rajasthan also offers immense opportunities in the areas of organic farming, contract farming and in creation of post-harvest infrastructure such as special warehouses, cold chains, testing & certification facilities.

8. Agriculture Market Reforms

The State's APMC Act has been amended in lines with the model act suggested by the Union Government. Provisions have been made for contract farming, direct purchase outside the market yards, unified license etc. Further, Rajasthan is one of those few states, which has done away with Mandi Fees on perishable items like fruits and vegetables. Brief details of the marketing reforms undertaken by the State Government are enclosed as Annexure-4.

9. Rajasthan's Contribution in National Agriculture

- The State stands at 4th position after Uttar Pradesh, Punjab, Andhra Pradesh, in food grain production
- Fourth largest production of Wheat and largest production of Coarse grains
- Second in production of Gram, largest production of Moth Beans
- Second largest Producer of total Oil Seeds and largest producer of mustard, third largest producer of soya bean production and for ground nut, it stands at 4th position in the country
- Largest producer of Guar seed, Spices like fenugreek, coriander, cumin, fennel.

10. Animal Husbandry in the State

Rajasthan is not just India's largest state. It also has one of the highest livestock populations in the country. The contribution of the Animal Husbandry Sector is more than 10% of the state GDP, thereby making livestock not only a significant component of rural economy but also an important shield against adverse climatic

conditions. In Rajasthan, it has been estimated that an economy of Rs.1,25,000 crore revolves around this sector. The value of livestock and its products alone touches Rs.75,000 crore. Rajasthan produces 10% of India's milk and a third of sheep and goat. It also produces the largest amount of wool in the country. Feed and fodder availability in a drought prone state has been a major constraint of the sector in Rajasthan. The shortage of fodder is often to the tune of 40%. Despite this, the state has some of the finest indigenous milch cattle breeds as well as breeds for dual purposes and for draft.

Rajasthan offers excellent opportunity to the livestock and poultry feed sector. Maize, whose sowing area is touching one million hectares, sees a total production of around 1.5 million tonnes. This crop is good raw material for poultry feed. Similarly, Rajasthan is a leader in other crops like Sorghum, Pearl Millet (Bajra), Pulses, Oil Seeds, Wheat and Rice, all of which in some way or other, form parts of compound livestock feed.

Rajasthan also produces non-conventional ingredients, which can be integral part of the feed raw material. These include mesquite (Juliflora) pods, watermelon and Citreous (bitter melon), which are abundantly available in our state. A State level Feed and Fodder Laboratory has been established with advanced facilities that are able to test feed and fodder for drug residue, fungal toxins and pesticides.

Rajasthan University of Veterinary and Animal Sciences, Bikaner is involved in research on fodder production, nutritional value addition, hydroponics, poly-bag silage and on bypass fat and bypass protein technologies.

Till date, despite its advantages, Rajasthan has not seen any major livestock feed industry come up. Given the advantages that Rajasthan offers, the State is an ideal investment destination for units in manufacturing and supply of nutritional feed, feed plants, machinery and related businesses.

11. Opportunity for Agro-Processing

The agriculture sector has thrown open tremendous opportunities for the successful establishment of vibrant and potentially profitable agro-processing units in Rajasthan. Rajasthan being a major producer of different agri-produce offers vast potential in processing of:

- Soya based food-processing for soya milk and soya protein
- Cereals for high Fructose, Corn Syrup and low fat products, Barley for malt purpose

- Guar gum derivatives having application in paper, textile, mining and other industries and Guar gum powder having application in food, cosmetics, pharmaceuticals.
- Setting up of spice processing units for raw seed, powder seed, oleoresins
- Waxing plants, pack houses and cold chain for fruits & vegetables
- Units for drying, dehydration & processing units for canned juices, marmalades, squash, fruit juice concentrate of fruits like Oranges, Kinnow, Pomegranate, Guava and Date Palm.
- Processing units for vegetables like brinjal, cabbage, cauliflower.
- Essential oil extraction units of spices and medicinal & aromatic plants & olive.
- Processing units of herbal medicines based on Aonla, Isabgol, Sonamukhi, Ashwagnadha, Alovera, Henna
- Hi-tech nurseries for fruit plant sapling production
- Green houses for off season and exotic vegetable productionv
- Establishment of commercial dairy units
- Setting up of processing of camel milk and goat milk separately which is of therapeutic utility
- Setting up of Livestock feed units
- Establishment of poultry processing units
- Agro Food Parks
- Refrigerated Warehousing

12. Export Potential

The State has the export potential for the following agri-produce:

- Kinnow
- Mandarin
- Fresh vegetables : Tomato, Onion, Okra, Pea, Green Chillies, Capsicum, Karela, Tinda, Cabbage, Cauliflower
- Red Chilli
- Aonla & its products
- Honey & its products
- Garlic whole & powder
- Spices seed
- Rose oil, dry petals, Gulkand
- Isabgol husk, Senna & Mehndi Powder

13. Objectives of the Policy

This policy endeavors to make Rajasthan the destination of choice for investors, processors both domestic and global. The policy is aimed at the following objectives:

- To create supply chain infrastructure needed for agro industrial development.
- To encourage value addition in agriculture produce and to reduce post harvest losses thereby increasing the income of farmers and delivering better quality products to consumers.
- To create rural employment and improve the quality of life of rural people
- To bring in new technologies and practices to modernize agro processing and marketing.
- To assist small scale agro based processing units to remain competitive in global market.
- To increase the export of value added agri-products from the State
- To accelerate a close interface among research, extension, industries and farmer in agri-sector.

14. Salient features of the Policy

The State Government has decided to adopt a two-pronged strategy for the promotion of agro-processing and agri-marketing in the State. Together, these steps should meet the requirements of the units in this sector and help in creating a favorable climate for investments in this sector.

Firstly, this sector has been accorded the status of a Thrust Sector under the Rajasthan Investment Promotion Scheme, 2014 (RIPS 2014) and higher incentives and exemptions will now be available under RIPS 2014 to the units in this sector. A copy of the notification issued by Finance Department for this purpose is enclosed as Annexure-5.

Enterprises engaged in post-harvest crop activities and not having VAT/CST liability will be able to avail the benefit of 5% Interest Subsidy for 5 years. The enterprises engaged in manufacturing of cattle feed, poultry feed and fish feed shall also be entitled to avail the benefit of 5% interest subsidy for 5 years. Enterprises engaged in manufacturing and processing of agriculture/horticulture/animal products and having VAT/CST liability will be eligible for Investment Subsidy and Employment Generation Subsidy. Units with investment of over Rs.25 lac have been made eligible for much higher levels of Investment Subsidy and Employment Generation Subsidy.

****The threshold level for availing customized package of incentives & concessions has also been lowered significantly. Enterprises with investment of Rs.100 crore or more or providing employment to at least 250 persons will now be eligible for availing customized package of incentives & concessions under RIPS 2014.

For all the benefits under RIPS 2014 the Enterprise shall apply to the concerned Screening Committee in the manner as provided in RIPS 2014.

Furthermore, to meet certain specific requirements of this sector and to provide incentives which are presently not available under RIPS 2014, the State Government has prepared the "Rajasthan Agro-Processing and Agri-Marketing Promotion Scheme, 2015". A copy of this Policy is enclosed as Annexure-6. The following additional incentives will be admissible under this Policy:

- A. Transport Subsidy on export of spices: Provision has been made not only for subsidy on surface transport to the ports but also for subsidy on marine transport. The maximum limit is Rs.15 lac per beneficiary / per year. This subsidy will be available for 3 years.
- B. Subsidy for export of fruits and vegetables: This subsidy is available up to a maximum limit of Rs.10 lac per beneficiary / per year. This subsidy will also be available for 3 years.
- C. Transport subsidy for fruits and vegetables within the country: Subsidy will be admissible for transportation of fruits and vegetables beyond a distance of 300 km. The maximum limit is Rs.15 lac per beneficiary / per year. This subsidy will also be available for 3 years.
- D. Incentives for quality and certification: The following types of incentives will be available:
 - i. Patent & Design registration: Up to a maximum of Rs, 2 lac per beneficiary per year.
 - ii. Quality certification: Up to Rs 2 lac to each enterprise for each certification per year.
 - iii. Sending agri-products for test marketing abroad: 40% of the actual cost subject to a maximum of Rs.50000 per beneficiary for one sample of one commodity to one country.
- E. Incentive for Research & Development: 50% of the cost of development of new prototype subject to a maximum of Rs.20 lac for each undertaking in a year.

F. Incentive for Project Development: 50% of the cost of development of the DPR. Maximum Rs.10 lac during a period of 5 years.

For all the benefits under Rajasthan Agro-Processing and Agri-Marketing Promotion Scheme, 2015 the Enterprise shall, depending on their classification, apply to one of the two Screening Committees provided for in this policy.

15. Scope and Coverage of the Policy

The Policy will be applicable to new agro-processing and agri-marketing enterprises set up in the State and to existing agro-processing and/ or agri-marketing enterprises undergoing expansion and/ or for revival of sick enterprise.

The Policy shall be applicable to the agro-processing and agro-Marketing enterprises listed at Annexure-1 and Annexure-2.

16. Operative Period of the Policy

The policy shall remain in force up to 31st March 2019.

17. Nodal Agency for the Policy

The Department of Agriculture would be the Nodal Department for the purpose of this Policy. The Rajasthan State Agriculture Marketing Board shall be the Nodal Agency for the implementation of this Policy.

Annexure-1

** List of Industries Eligible for Benefits under Rajasthan Agro-Processing & Agri-Marketing Promotion Policy 2015

S.No.	Description of activities
PART A	
Post-Harvest crop activities	
1.	Preparation of crops for primary markets, i.e., cleaning, trimming, grading, disinfecting
2.	Ripening of Fruits & vegetables
3.	Seed processing for propagation
4.	Packaging of Fruits, Vegetables & horticulture products
5.	Warehousing refrigerated
6.	Warehousing non-refrigerated, if:- (i) The capacity of warehouses is at least 5000 MT; (ii) The investment is more than Rs.2.5 crore; and (iii) The warehouse shall have accreditation as per the norms fixed by the Warehousing Development and Regulatory Authority as constituted under sub-section (1) of section 24 of the Warehousing (Development and Regulation) Act, 2007 (Central Act No. 37 of 2007)
PART B	
(a)	Manufacturing and Processing of Animal products mentioned below
1.	Processing and preserving of meat/meat products
2.	Processing, preservation and canning of Poultry meat
3.	Processing and preserving of fish, and canning of fish and products thereof
4.	Artificial dehydration of fish
5.	Radiation preservation of fish and similar food
6.	Production of fishmeal for human consumption or animal feed
(b)	Manufacturing and Processing of Agri products mentioned below
1.	Processing and preserving of fruits and vegetables, Canning of fruits and vegetables
2.	Processing of Flowers
3.	Artificial dehydration of fruits and vegetables
4.	Radiation/steam sterilization, of fruits & vegetables and other agricultural commodities
5.	Manufacture of fruit and vegetable juices or their concentrates, squashes and powder
6.	Manufacture of sauces, jams, jellies
7.	Manufacture of pickles, chutney etc
8.	Manufacturing of cereal breakfast obtained by roasting or swelling of cereal grains
9.	Manufacturing of starch, starch products and malt
10.	Processing of medicinal/aromatic plants and minor forest products
11.	Processing of spices and condiments
12.	Flour mill units manufacturing of atta, maida, suji and besan, if the investment is more than rupees two crore.

Note : Above amendments have been made by Finance Department (Tax Division), Government of Rajasthan as indicated.

*Order No. F.12(11)FD/Tax/2016-243 dated 08.03.2016

**Order No. F.12(105)FD/Tax/2014-Pt.-I-51 dated 25.10.2016

***Amendment issued by Finance Department (Tax Division), Government of Rajasthan vide Order No. F.12(105)/FD/Tax/ 2014-Pt.-I-52 Jaipur dated 25.10.2016.

****Amendment issued by Finance Department (Tax Division), Government of Rajasthan vide Order No. F.12(105)/FD/Tax/ 2014-Pt.II-112 Jaipur dated 11.01.2016.

Annexure - 2

***Investment not eligible for benefits of subsidies/exemptions under Rajasthan Agro-Processsing & Agri-Marketing Promotion Policy 2015**

1. Investment for manufacturing Tobacco products, Pan Masala containing tobacco and Gutka.
2. Investment in all kinds of edible oil extracting or manufacturing industry including Ghanies, expellers except solvent extraction plants with Oil Refineries.
3. Investment for manufacturing and bottling of potable liquor and beer.
4. Investment in stand-alone bottling or packaging plants including stand-alone Bottling/ packaging plants for potable liquor, beer, or aerated drinks.
5. Investment made for manufacturing of such goods as may be specified by the State Government in the Finance Department.
6. Investment made in stand-alone milling/splitting of grains or pulses and stand-alone vegetable milling units.
7. Investment made in beef meat processing units.
8. Investment made in processing units discharging toxic effluent without having effluent treatment plant.

Annexure - 3
Land Related Issues

1. Department of Revenue (Gr-6), Government of Rajasthan has amended the Revenue Rules vide notification Order No. F.6(6)Rev-6/92/pt/24 dated 14.10.2010 for following:
 - i. Rajasthan Land Revenue (Conversion of Agriculture Land for Non-Agriculture Purposes in Rural Areas) Rules, 2007 has been amended to vest power for conversion of up to 10 hectare of agriculture land for setting up agro-processing or agri-business enterprises with the Sub-Divisional Officer and beyond 10 hectare with the District Collector.
 - ii. In Agri-business activities where the area under non agricultural activities does not exceed 5% of the total area, the entire area would be treated under agricultural operations. In such cases no conversion of land for non-agricultural purposes under the Rajasthan Land Revenue (Conversion of Agricultural Land for Non Agricultural Purposes in Rural Areas) Rules 2007, would be required.
2. Government would encourage entrepreneurs to procure land required for their projects. In case the land requirement exceeds the ceiling prescribed in the Rajasthan Imposition of Ceiling on Agriculture Land Act, based on the recommendation of the State Level Sanctioning Committee, exemption from the said Act will be granted under Notification issued vide Revenue (Gr-8) Department dated 11.10.2010.
3. Revenue (Gr-6) Department, Government of Rajasthan issued Notification vide its Order No. F.9.(68)Rev.6/10/14 dated 20.06.2011 for the following
 - i. Government land can be made available for projects which bring new technologies not existing in the State or which help in enhancing the brand competitiveness of the State. In such cases, Government land would be provided on lease with lease rental @ 10% of the prevailing DLC rate being charged at the time of allotment. This will reduce the initial cost of the project. The lease rental will be increased by 15% after every two years to offset inflation. The increased lease rental will, however, not be less than 10% of the prevailing DLC rates.
 - ii. The Govt. of Rajasthan could, on the recommendation of the State Level Sanctioning Committee, allow leasing of Government land for a period of 30

years for captive production and consumption for projects with an investment of Rs.50 crore or more. In case community land, vested with the Gram Panchayat, is made available 25% of the lease amount would be made available to the Gram Panchayat concerned.

4. Section 45 of the Rajasthan Tenancy Act, 1955 has been amended to allow for extended lease for a period of 15 years, extendable by another 15 years, for the agricultural operations in connection with agri-businesses enterprises. (Notification issued by Law (Legislative Drafting) Department (Group-II) vide Order No. F.2(11)Vidhi/2/2011 dated 01.04.2011)
5. Amendment of rule 8:- The existing sub-rule (2-A) of rule 8 of the said rules shall be substituted by the following, namely:-

"(2-A) No conversion charges as prescribed in rule 7 shall be payable for conversion of land for setting up of Agro-processing and Agri-marketing unit whose project is sanctioned before 31st March, 2019 under the Rajasthan Agro-Processing and Agri-Marketing Promotion Policy 2015." (Amendment issued by Revenue (Gr-6) Department, Government of Rajasthan vide Order No. F.6(26)/Rev-6/2014/22 dated 17.05.2016)
6. Amendment of rule 9:- In clause (i) of sub-rule (1) of rule 9 of the said rules, for the existing expression "Agro-processing or Agri-business unit", the expression "Agro-processing or Agri-marketing unit" shall be substituted. (Amendment issued by Revenue (Gr-6) Department, Government of Rajasthan vide Order No. F.6(26)/Rev-6/2014/22 dated 17.05.2016).

Annexure - 4
Marketing Reforms

A wide network of dynamic and vibrant marketing system for agriculture produce with well developed 134 main mandis and 308 sub-market yards exist in the state. Main marketing reforms adopted are as follows:

Contracting Farming

State Government has already amended the Rajasthan Agricultural Produce Market Act, 1961 to permit contract farming for fruits, vegetables, medicine plants or aromatic plants. In order to encourage agro processing the State Government will remove restrictions in terms of area for purchase of produce under contracting farming.

E-Commerce

State Government has already amended the Rajasthan Agricultural Produce Market Act, 1961 to permit the setting up of private sub e-markets.

Direct Purchase

In order to encourage the setting up of agro-processing enterprises, which will result in value addition in the State and, thereby, ensure remunerative prices to the producers, the State will remove all restrictions on direct purchase of agriculture and horticulture products produced in the State by the agro-processing enterprises. Such purchases would be exempted from the Mandi fee as per provision in RIPS-2014.

Market Fee

There is single point market fee system in the State since 01.10.1991. The market fee on fruits and vegetables has been exempted.

Information Technology

Government intends to prepare software for agri-marketing, weather forecast, market information, price and projection. Farmers and processors will be requiring latest information related to agri-marketing.

Annexure - 5
Amendment made in RIPS 2014 pertaining to
Agro-Processing and Agri-Marketing

GOVERNMENT OF RAJASTHAN FINANCE DEPARTMENT
(TAX DIVISION)

No.F.12(105)FD/Tax/2014 Pt.1-96

Jaipur, November 03, 2015

ORDER

In exercise of the powers conferred by Clause 20 of the Rajasthan Investment Promotion Scheme-2014 (hereinafter referred to as "the Scheme"), the State Government being of the opinion that it is expedient in the public interest so to do, hereby, modifies the Scheme by making the following amendments, namely:-

AMENDMENTS

1. Amendment of clause 2.- In clause 2 of the Scheme.-

- (i) the existing sub-clause (i) shall be substituted, with immediate effect, by the following, namely:

"(i) "Agri-marketing" means business that derives most of its revenue from agriculture and may cover processing, manufacturing and distribution of agricultural products;"

- (ii) after the sub-clause (i) so substituted and before the existing sub-clause (ii), the following new sub-clause (ia),(ib),(ic) and (id) shall be inserted, with immediate effect,namely:

"(ia) "Agro-processing" means processes that use agriculture products, agri-waste and intermediate agriculture products to produce products in a manner that there is a transformation in the nature of the agriculture product;

(ib) "Agriculture products" means produce of Agriculture, Horticulture, Sericulture, Floriculture, Aromatic, Herbal & Medicinal plants, Fisheries, Poultry, Apiculture, Dairy and shall include minor forest produce and livestock bases products;

**(ic) "Agro-processing and Agri-marketing sector" means the sector comprising enterprises engaged in such Agro-processing and Agri-marketing activities as defined in clauses (ia) and (ib) above;

(id) "Backward Area" means an area as the Government may so notify by an order;"

(iii) **the existing sub-clause (xiv) shall be substituted by the following, with immediate effect, namely:

"(xiv) "Expansion" means creation of additional capacity for production of goods or operational capacity for service in same line of production/operation or through a new product line or new line of services by an existing enterprise: Provided that in case of expansion at existing site, the amount of additional investment shall be more than:

(i) 25% of its existing investment (as per the Gross Block) at the beginning of the year in which the project for expansion has been initiated at that site; or

(ii) the minimum amount of investment as provided in clause 8 of the Scheme for the relevant sector or the relevant area whichever is lower."

(iv) after the sub-clause (xiv) so substituted and before the existing sub-clause (xv), the following new sub-clause (xiva) shall be inserted, with immediate effect, namely:

"(xiva) "Food Park" means an area where market is provided for agriculture products, by bringing together farmers, processors, aggregators, distributors and retailers at one place. It shall also include Mega Food Parks being set up under the scheme of Government of India;"

(v) **the existing sub-clause (xxi) shall be substituted by the following, with effect from 03.11.2015, namely:

"(xxi) "Manufacturing Enterprise" means an enterprise employing plant and machinery in processing of goods which brings into existence a commercially different and distinct commodity and shall include an enterprise in the tourism sector and the enterprises of Agro-processing and Agri-marketing sector as mentioned in annexure-IV appended to the scheme, but shall not include such processing as may be specified by the State Government by an order;"

(vi) "(xxxii) "Service Enterprise" means an enterprise engaged in providing or rendering of services, as the Government in the Finance Department may notify by an order."

***The existing sub-clause (xxxii) shall be substituted, with immediate effect, by the following, namely:





In exercise of powers conferred by the sub-clause (xxxii) of clause 2 of the Rajasthan Investment Promotion Scheme-2014, the Government hereby, with immediate effect, make the following amendment in this department's order number F.12(28)FD/Tax/2010-Pt.1-115 dated 08.10.2014, as amended from time to time namely:

AMENDMENT

In the said order:

- (i) in serial number (vi), for the existing expression"; and ", the punctuation mark ";" shall be substituted;
- (ii) in serial number (vii) for the existing punctuation mark ".", the punctuation mark "," shall be substituted;
- (iii) after the serial number (vii) so amended, and entries thereto the following new serial number (viii) and (ix), and entries thereto shall be added, namely: "(viii) Development of Sub-market Yard under section 5 of the Rajasthan Agricultural Produce Markets Act, 1961 (Act No. 38 of 1961), provided that the minimum investment is two crore rupees; and (ix) Grading and Assaying Laboratories accredited by Directorate of Marketing and Inspection, Department of Agriculture and Cooperative, Ministry of Agriculture, Government of India provided the minimum investment is ten lac rupees."
- (vii) The existing sub-clause (xxxiii) shall be substituted, with immediate effect, by the following, namely: "(xxxiii) "Sick Industrial Enterprise" means—
 - (a) A manufacturing enterprise which has been declared sick before the commencement or during the operative period of this Scheme by the competent authority under the provisions of the Sick Industrial Companies (Special Provision) Act, 1985; or
 - (b) A manufacturing enterprise, which has been taken over before the commencement or during the operative period of this Scheme and sold during the operative period of the Scheme to a new management by RIICO/ RFC/ Central Financial Institutions/ Banks; or
 - (c) A manufacturing micro and small enterprise not covered under the provisions of the Sick Industrial Companies (Special Provision) Act, 1985, identified as sick by the principal loaning bank in accordance with the guidelines issued by the Reserve Bank of India, from time to time and

declared as sick in accordance with the procedure as prescribed under the Rajasthan Sick Micro & Small Enterprises (Revival and Rehabilitation) Scheme, 2015;"

2. **Amendment of clause 4.- In the clause 4 of the said scheme.-

(i) for the existing expression "An eligible manufacturing enterprise other than the enterprises as mentioned in part A of annexure IV appended to the scheme and the enterprises engaged in manufacturing of cattle feed/ poultry feed/ fish feed", the expression "An eligible manufacturing enterprise", shall be substituted, with effect from 03.11.2015;

(ii) for the existing expression "Exemption from payment of 50% of Stamp Duty on purchase or lease of land and construction or improvement on such land", the expression "Exemption from payment of 50% of Stamp Duty on purchase or lease of land and construction or improvement on such land, provided that this exemption shall not be allowed to the sick industrial enterprise covered under clause 2 (xxxiii) (c);" shall be substituted, with immediate effect.

(iii) the existing item number (v) and entries thereto shall be substituted by the following , with immediate effect, namely:

"(v) Exemption from payment of 50% of Mandi Fee for seven years:

Provided that this exemption shall not be allowed to the enterprises engaged in:

(i) primary processing activities such as cleaning, trimming, grading, disinfecting and packing activities; and

(ii) animal products and dairy products if the investment in plant and machinery is less than rupees one crore."

3. Amendment of clause 5.- After the existing sub-clause (vii) of clause 5 and before clause 6 of the scheme, the following shall be inserted, with immediate effect, namely:

"Notwithstanding anything contained in this clause, the food parks shall only be granted the benefit of 50% exemption from payment of stamp duty on the first conveyance of plot/ building for development of park".

4. Amendment of clause 8.1.- In the clause 8.1 of the scheme.-

(i) In sub-clause (d) for the existing punctuation mark ".", the and expression"; or", shall be substituted, with immediate effect.

(ii) after the existing sub-clause (d) the following new sub-clause (e) shall be added, with immediate effect, namely:

*****"The existing sub-clause (e) of clause 8.1 of the scheme shall be substituted, with effect from 03.11.2015, by the following:

"(e) Enterprises investing Rs.100 crore or more, or providing employment to at least 250 persons, in Agro-processing and Agri-marketing sector."

5. Insertion of clause 9.17.- After the existing clause 9.16.4 and before the existing clause 9A, the following new clause 9.17 shall be inserted, with immediate effect, namely:

"9.17 Agro-processing and Agri-marketing sector:

9.17.1 Enterprises as mentioned in part A of annexure IV appended to the scheme shall be granted the following benefits:

5% interest subsidy;

Exemption from payment of 50% of Entry Tax on Plant & Machinery brought into the local areas before the date of commencement of Commercial Production / Operation.

9.17.2 Enterprises other than enterprises engaged in manufacturing of cattle feed/ poultry feed/ fish feed, as mentioned in part B of annexure IV appended to the scheme and making an investment up to twenty five lac shall be granted the following benefits:

(i) Investment Subsidy of 30% of VAT and CST which have become due and have been deposited by the enterprise, for seven years;

(ii) Employment Generation Subsidy up to 20% of VAT and CST which have become due and have been deposited by the enterprise, for seven years.

9.17.3 Enterprises other than enterprises engaged in manufacturing of cattle feed/ poultry feed/ fish feed, as mentioned in part B of annexure IV appended to the scheme and making investment more than twenty five lac shall be granted the following benefits:

(i) Investment Subsidy of 60% of VAT and CST which have become due and have been deposited by the enterprise, for seven years;

(ii) Employment Generation Subsidy up to 10% of VAT and CST which have become due and have been deposited by the enterprise, for seven years;

(iii) Exemption from payment of 50% of Entry Tax on Plant & Machineries brought into the local areas before the date of commencement of Commercial Production / Operation;

(iv) Capital Subsidy on zero liquid discharge based effluent treatment plant

equivalent to 20% of amount paid to the suppliers for the plant excluding civil work, subject to a maximum of Rs. twenty five lac.

9.17.4 Notwithstanding anything contained in clause 9.2 enterprises engaged in manufacturing of cattle feed/ poultry feed, as mentioned in part B of annexure IV appended to the scheme shall only be granted 5% interest subsidy."

6. Substitution of clause 10.3.1.- The existing clause 10.3.1 of the scheme shall be substituted by the following, with immediate effect, namely:

"10.3.1 The amount of employment generation subsidy per employee per year shall be Rs.30000 for Women/ SC/ST/ Person with disability (PwD) categories of employees and Rs 25,000 for others, however, for the enterprises of Agro-processing and Agri-marketing sector the amount of employment generation subsidy per employee per year shall be Rs.37500 for Women/ SC/ST/ Person with disability (PwD) categories of employees and Rs 30,000 for others. The amount of employment generation subsidy shall be calculated on monthly basis".

7. **Insertion of Clauses 10.5.1- In the scheme after the existing clause 10.5 and before the existing clause 10.6, the following new clause 10.05.1 shall be inserted, with effect from 08.10.2014, namely:

"10.5.1 Exemption from Payment of Entry Tax:

The exemption from payment of entry tax shall be available on the following, namely:

(i) Capital goods for setting up of plant for new unit or for expansion of existing enterprise or for revival of sick industrial enterprise, brought into the local areas before the date of commencement of commercial production.

(ii) Equipment required for rendering services by new enterprise or by existing enterprise under expansion, brought into the local areas before the date of commencement of commercial operation.

8. Insertion of Clauses 10.11.- After the sub-clause (f) of clause 10.10.2 so inserted and before existing clause 11, the following new clause 10.11 shall be inserted, with immediate effect, namely:

"10.11 Agro-processing and Agri-marketing sector:

10.11.1 Interest Subsidy:

(a) The interest subsidy shall be in addition to any other incentive available under any other Scheme of Government of India. However, where for any investment made by

the enterprise, it is availing the benefit or incentives or subsidy under any other Scheme/package of State Government, the interest subsidy shall not be allowed on such investment.

(b) The interest subsidy shall be allowed on the term loan taken from State Financial Institutions/Financial Institution/Bank recognized by Reserve Bank of India for making investment in Agro-processing and Agri-marketing sector. Interest subsidy shall be provided to the extent that effective subsidy including subsidy provided by Government of India under any Scheme shall not exceed the amount of interest paid by enterprise to the financial institution(s)/bank(s).

© The interest subsidy shall be available only for interest levied by the Financial Institution/Bank. Penal interest or other charges shall not be reimbursed.

(d) The interest subsidy shall be allowed from the date of commencement of commercial operation, for a period of five years or up to the period of repayment of loan, whichever is earlier.

(e) The interest subsidy shall be given to the enterprise which pays regular installments and interest to the Financial Institution/bank. If the enterprise becomes a defaulter, it will not get interest subsidy for the default period and such defaulting period will be deducted from the period as mentioned at (d) above. Action against defaulter shall be taken as per the RBI guidelines/approved terms & conditions of the Financial Institutions/bank.

(f) The maximum amount of interest subsidy shall not exceed five lac rupees per annum.

10.11.2 Capital Subsidy on Zero Liquid Discharge Based Treatment Plant:

The enterprise shall produce a certificate to the effect that the effluent treatment plant set up by it is a zero liquid discharge based effluent treatment plant from the Rajasthan State Pollution Control Board.

The capital subsidy shall be allowed where the zero liquid discharge based effluent treatment plant has been set up by the enterprise along with the plant for manufacturing. No subsidy shall be allowed where zero liquid discharge based effluent treatment plant has been set up at a site other than the site of the plant for manufacturing.

The zero liquid discharge based effluent treatment plant shall be set up by the enterprise during the operative period of the Scheme.

The enterprise availing capital subsidy under any other Scheme / package of the

State Government shall not be eligible for capital subsidy under this Scheme".

9. Substitution of clause 11.1.2.- The existing clause 11.1.2 of the scheme shall be substituted, with immediate effect, by the following, namely:

"11.1.2 The Member Secretary of the appropriate Screening Committee, on receipt of such application shall register the application and shall examine the applicability of the scheme for applicant enterprise, and in case he is of the view that,-

(i) the scheme is applicable to the applicant enterprise he shall register the application and issue an entitlement certificate in Form-II, appended to the Scheme, immediately but not later than seven days, unless specifically extended for reasons to be recorded in writing. The certificate so issued shall be valid for two years or up to the date of expiry of the operative period of the Scheme, whichever is earlier. However, in case the Member Secretary of the appropriate Screening Committee is of the opinion that the entitlement certificate could not be utilized by the applicant investor due to reasons largely beyond his control, validity of the certificate can further be extended, for two years or up to the date of expiry of the operative period of the Scheme whichever is earlier; and

(ii) the scheme is not applicable to the applicant enterprise, he shall pass an order in Form IXA appended to the Scheme and shall forward the same to the applicant enterprise. The Member Secretary shall inform the enterprise to appear before the Screening Committee on the date on which such order is placed before the Appropriate Screening Committee for approval".

10. Substitution of clause 11.1.4.- The existing clause 11.1.4 of the scheme shall be substituted, with immediate effect, by the following, namely:

"11.1.4 The Member Secretary of the appropriate Screening Committee shall place the application in Form-I, and the exemption certificate issued by him in Form-II or order in Form IXA, as the case may be, before the appropriate Screening Committee for approval in the next meeting of such committee. The committee shall examine the case and if it is found that:

(i) the Entitlement certificate so issued or the order so passed is proper, it shall approve the same;

(ii) the order so passed is erroneous, it shall direct the Member Secretary to grant the entitlement certificate; and

(iii) the certificate so issued/order so passed is erroneous and prejudicial to the interest of the State Government, it shall revoke the same, after affording an

opportunity of being heard to the beneficiary enterprise."

11. Insertion of Clause 14.9: After the existing clause 14.8 and before clause 15, the following new clause 14.9 shall be inserted, with effect from 16.09.2016, namely:

"14.9 Benefits under the Scheme shall be subject to the provisions of Constitution (One Hundred and First Amendment) Act, 2016 and the consequential amendment made by the State Legislature in the related tax laws."

12. Substitution of clause 17.- The existing clause 17 of the scheme shall be substituted, with effect 08.10.2014, by the following, namely:

"17. Rectification of a mistake.— 17.1 Rectification by State Level Screening Committee or District Level Screening Committee:
17.1.1 With a view to rectify any mistake apparent on record, the State Level Screening Committee may either suo motu or on an application in this behalf, may rectify any order passed by it or the District Level Screening Committee.

Explanation.— A mistake shall include an order which was valid when it was made and is subsequently rendered invalid by an amendment of the scheme having retrospective operation or by a judgment of the Supreme Court, or the Rajasthan High Court.

17.1.2 No application for rectification shall be filed under clause 17.1.1 after the expiry of a period of three years from the date of the order sought to be rectified.

17.1.3 An application under clause 17.1.1 shall be presented to the member secretary of the State Level Screening Committee. The Member Secretary shall place such application before the State Level Screening Committee within forty five days from the receipt of the application unless specifically extended for reasons to be recorded in writing.

17.1.4 The State Level Screening Committee shall dispose of such application within a period of one hundred eighty days from the date of submission of the application.

17.1.5 No order of rectification shall be made after the expiry of four years from the date of the order sought to be rectified.

17.1.6 An order of rectification which has the effect of reducing the benefits of an enterprise in any way, shall not be made without affording it an opportunity of being heard.

17.2 Rectification by Authority competent to disburse subsidy:

17.2.1 With a view to rectify any mistake apparent on the record in computation of amount of subsidy under the Scheme, the authority competent to disburse subsidy

may rectify its order and recover the excess amount, if any, along with compound interest @ 12% per annum from such enterprise.

17.2.2 No order shall be passed without affording an opportunity of being heard to the enterprise and after the expiry of a period of three years after the date by which the benefits under this Scheme are fully availed of."

13. Addition of Clause 21.- After the existing clause 20 of the Scheme, the following new clause 21 shall be added, with effect from 16.09.2016, namely:

"21. Revision of the Scheme by the State Government: The State Government in Finance Department, may revise the Scheme, in full or in part, prospectively or retrospectively, to keep harmony with the provisions of the State Goods and Service Tax Act and Rules made there under."

14. *Amendment of Annexure-I.-In Annexure I appended to the Scheme, after the existing serial number 5 and entries thereto, the following new serial numbers 6, 7, 8 and 9 and entries thereto shall be added, with immediate effect, namely:

(i) the existing serial number 5 and entries thereto shall be substituted by the following, with effect from 08.10.2014, namely:

"5. Investment made for manufacturing of such goods as may be specified by the State Government in the Finance Department.";

(ii) the existing serial number 6 and entries thereto shall be substituted by the following, namely:

"6. Investment made in stand-alone milling/splitting of grains or pulses and stand-alone vegetable milling units.";

(iii) the existing serial number 7 and entries thereto shall be substituted by the following with effect from 03.11.2015, namely:

"7. Investment made in beef meat processing units.";

(iv) the existing serial number 8 and entries thereto shall be substituted by the following with effect from 03.11.2015, namely:

"8. Investment made in processing units discharging toxic effluent without having effluent treatment plant."

15. **Substitution of Annexure-IV.- the annexure-IV appended to the scheme shall be substituted by the following, namely:

Annexure IV
Agro-Processsing and Agri-Marketing Activites included in Manufacturing
(See clause 2 (xxi))

S.No.	Description of activities
PART A	
Post-Harvest crop activities	
1.	Preparation of crops for primary markets, i.e., cleaning, trimming, grading, disinfecting
2.	Ripening of Fruits & vegetables
3.	Seed processing for propagation
4.	Packaging of Fruits, Vegetables & horticulture products
5.	Warehousing refrigerated
6.	Warehousing non-refrigerated, if: (i) The capacity of warehouses is at least 5000 MT; (ii) The investment is more than Rs.2.5 crores; and The warehouse shall have accreditation as per the norms fixed by the Warehousing Development and Regulatory Authority as constituted under sub-section (1) of section 24 of the Warehousing (Development and Regulation) Act, 2007 (Central Act No. 37 of 2007)
PART B	
(a)	Manufacturing and Processing of Animal products mentioned below
1.	Processing and preserving of meat/meat products
2.	Processing, preservation and canning of Poultry meat
3.	Processing and preserving of fish, and canning of fish and products thereof
4.	Artificial dehydration of fish
5.	Radiation preservation of fish and similar food
6.	Production of fishmeal for human consumption or animal feed
(b)	Manufacturing and Processing of Agri products mentioned below
1.	Processing and preserving of fruits and vegetables, Canning of fruits and vegetables
2.	Processing of Flowers
3.	Artificial dehydration of fruits and vegetables
4.	Radiation/steam sterilization, of fruits & vegetables and other agricultural commodities
5.	Manufacture of fruit and vegetable juices or their concentrates, squashes and powder
6.	Manufacture of sauces, jams, jellies
7.	Manufacture of pickles, chutney etc
8.	Manufacturing of cereal breakfast obtained by roasting or swelling of cereal grains
9.	Manufacturing of starch, starch products and malt
10.	Processing of medicinal/aromatic plants and minor forest products
11.	Processing of spices and condiments
12.	Flour mill units manufacturing of atta, maida, suji and besan, if the investment is more than rupees two crore.

Note : Above amendments have been made by Finance Department (Tax Division), Government of Rajasthan as indicated.

*Order No. F.12(11)FD/Tax/2016-243 dated 08.03.2016

**Order No. F.12(105)FD/Tax/2014-Pt.-I-51 dated 25.10.2016

***Amendment issued by Finance Department (Tax Division), Government of Rajasthan vide Order No. F.12(105)/FD/Tax/ 2014-Pt.-I-52 Jaipur dated 25.10.2016.

****Amendment issued by Finance Department (Tax Division), Government of Rajasthan vide Order No. F.12(105)/FD/Tax/ 2014-Pt.II-112 Jaipur dated 11.01.2016.

16. Insertion of Form IXA.- After the existing Form IX and before Form X appended to the scheme, the following new Form IXA shall be inserted, with immediate effect, namely:

" FORM – IXA

[See clause 11.1.2]

Order for rejection of Application for Exemption from Stamp Duty and/or Conversion Charges

(Under Rajasthan Investment Promotion Scheme -2014 New/Service sector/Expansion)
Office of the Member Secretary State/ District Level Screening Committee

To

	Name of the applicant Enterprise	
	Address of the applicant Enterprise	
	e-mail address	
	TIN	

An application for exemption from payment of Stamp Duty and Conversion Charges has been submitted by you on After careful examination of the facts mentioned in the application, I am of the opinion that the Scheme is not applicable to you due to the following reasons:
Therefore, your application for exemption from payment of Stamp Duty and Conversion Charges is not acceptable under the scheme and is hereby rejected.

Place :	(Signature with Seal)
Date :	Member Secretary
	State / District Level Screening Committee"

17. Substitution of Form-XXIV.- The existing Form-XXIV appended to the Scheme shall be substituted, with immediate effect, by the following, namely:

“ FORM-XXIV

[See clause 11.7.1]

Application for Determination of Cost of zero liquid discharge based effluent treatment plant and claim of capital subsidy

1.	Name of the Enterprise	
2.	Address: Office: Factory: Tele No. : Fax No. : Email:	
3.	Constitution of the Enterprise (Please attach the relevant document)	Proprietorship / Partnership / Company / Society / others
4.	VAT registration No. (TIN)	
5.	Location of enterprise for which Capital Subsidy is claimed	
6.	Location of zero liquid discharge based effluent treatment plant	
7.	Whether the project is New or Expansion of existing enterprises or Revival of sick enterprises.	
8.	Date of commencement of commercial production/ operation	
9.	Please give details of Total Investment (in Rs.): For New Unit: For Expansion Unit: For Revival of sick enterprise: (Whichever is applicable)	
10.	For the units going under Expansion (a) Investment in Existing Unit	Rs..... (In lakh)
	(b) Investment made under Expansion	Rs..... (In lakh)
	(c) Increase in Investment%

11.	Details of Cost of Project & Actual investment for new Unit / Expansion of an existing enterprise or Revival of Sick enterprise:(please attach CA Certificate.)	(Rs. in Lakhs)	
		PROJECTED	ACTUAL
	(a) Land:		
	(b) Building:		
	(c) Plant & Machinery/ Equipments:		
	(d) Machinery for effluent treatment plant :		
	(e) Others: (specify if any)		
	TOTAL:		
12.	(a) Whether any Subsidy benefits under RIPS-2003 / RIPS-2010 applied or availed	Yes/No	
	(b) If yes, please give details thereof		
13.	Details of Investment made in zero liquid discharge based effluent treatment plant	Rs.	
14.	Status of Rajasthan State Pollution Control Board's approval		
		Approval No.	Approval Date
	Consent to establish obtained		
	Consent To Operate obtained		

I have read the conditions of the Scheme and undertake to abide by them. I also verify that all the above facts are true to the best of my knowledge and belief.

Enclosure:

- Document in support of payment made to the suppliers of zero liquid discharge based effluent treatment plant.
- Certificate of Rajasthan State Pollution Control Board.
- Certificate of Chartered Accountant.

Place :	Signature of applicant for and on behalf of the Applicant Enterprise
Date :	

Note: 1. The textile sector enterprise shall furnish the details of such plant and machinery which has been specified under TUF scheme or by the State Government at serial number 13.

2. Any financial transactions / expenditure statements submitted by the enterprise must be signed by the authorized signatory of the enterprise and certified by the chartered accountant”.

By order of the Governor,

(Dr. Devraj)

Joint Secretary to the Government 33

Annexure - 6
Government of Rajasthan
Agriculture (Gr.-2) Department

No.:F.4(9)Agri./Gr.-2/2009

Jaipur, dated.: 20.10.2015

Notification/Order

**RAJASTHAN AGRO-PROCESSING AND AGRI-MARKETING PROMOTION
SCHEME 2015**

In order to promote investment in the Agro-processing and Agri-marketing sector in the state of Rajasthan, and to generate employment opportunities through such investment, the state Government of Rajasthan, in public interest, hereby issues "The Rajasthan Agro-Processing and Agri-Marketing Promotion Scheme 2015" (herein after called as Scheme). This Scheme shall be a part of policy and applicable to new agro-processing and agri-marketing enterprises, to existing agro-processing or agri-marketing enterprises undergoing expansion or revival of sick enterprise.

The Scheme shall be applicable to the agro-processing and agri-marketing enterprises listed at Annexure-I.

1. Operative Period

The scheme shall come into effect from the date of issuance of this notification/order in the gazette of Government of Rajasthan and shall remain in force up to 31st March 2019 (till the policy remains in force).

2. Definitions

(1) In this scheme unless the subject or context otherwise requires:

- I. 'Agricultural products' would mean produce of Agriculture, Horticulture, Sericulture, Floriculture, Aromatic, Herbal & Medicinal plants, Fisheries, Poultry, Apiculture, Dairy and would include minor forest produce and live stock based products.
- II. 'Agro processing' means processes that use agriculture products, agri-waste and intermediate agriculture products to produce products in a manner that there is a transformation in the nature of the agriculture product.
- III. 'Agri-Marketing' means business that derives most of its revenue from agriculture and may cover processing, manufacturing and distribution of agricultural products.

IV. 'Food Park' means providing a mechanism to link agricultural production to the market by bringing together farmers, processors, aggregators, distributors and retailers at one place in a bonded area. This shall also include Mega Food Parks being set up under scheme of Government of India.

(2) Words and expressions not defined in this scheme shall have the same meaning as assigned to them under the Rajasthan Investment Promotion Scheme-2014, hereinafter referred to as RIPS-2014.

3. Classification of Enterprises:

Classification of enterprises shall be made according to the Micro, Small and Medium Enterprises Development Act, 2006.

4. Types of benefits

I. The benefits to the Agro-processing and Agri-marketing enterprises shall be as per provisions of RIPS- 2014.

II. Following additional incentives would be admissible under this scheme:

A. Transport subsidy on export of the spices:

To promote direct export of seed spices and other spices like red chilies, ginger, turmeric and garlic whole or in processed form, 25% subsidy on surface transport maximum up to Rs1000 per Ton from purchasing area/mandi to port and Rs 5000 per container (20'/weight 20 metric ton)/10,000 per container (40'/weight 40 metric ton) maximum up to Rs1000 per ton which-ever is less on sea transport shall be sanctioned by Sanctioning Committee subject to a maximum of Rs.15 lac per beneficiary per year for a period of 3 years.

B. Incentive for Quality & Certification

i. Patent/Design Registration

The payment of the prescribed fee for registering for Patent and Design under the Indian Patents Act and Indian Design Act, as the case shall be sanctioned by Sanctioning Committee, subject to a maximum of Rs.2 lac per beneficiary per year.

ii. Quality Certification

(a) Sanctioning Committee shall sanction the payment of the prescribed fee for internationally accepted quality/environmental certification, viz., OHSAS, SA8000, ISO 14001, ISP 9000, or latest commodity wise quality certification issued from time to time subject to a maximum of Rs.2 lac to each enterprise for each certification per year,

(b). Sanctioning Committee shall sanction the subsidy of 40% of the actual cost of sending samples of agri-products of Rajasthan origin abroad for test marketing, subject to a maximum of Rs.50,000 per beneficiary for one sample of one commodity to one country.

C. Incentive for Project Development

For preparation of a project report, Sanctioning Committee shall sanction the subsidy of 50% of the cost of preparation of a Detailed Project Report, with a maximum of Rs.10 lakh during a period of 5 years and released only after the unit commences commercial operations.

D. Subsidy on export of Fruits & vegetables and other horticulture produce

i. The subsidy of Rs.4.50 per kg or 20% of FOB value, whichever is less, subject to a maximum of Rs.10 lac per beneficiary per year shall be sanctioned by the Sanctioning Committee for a maximum period of 3 years.

ii. The subsidy of 25% computable on the basis of rail freight on orange, kinnow, other perishable fruits & vegetables and horticultural produce produced in the state, as the state government may notify from time to time, subject to a maximum of` Rs.15 lac per beneficiary per year shall be sanctioned by the Sanctioning Committee for a period of three years for marketing of this produce. This would be admissible for transportation by any means to a distance exceeding 300 km.

E. Incentive for Research & Development

The subsidy of 50% of the cost incurred per prototype subject to a maximum of Rs.20 lac for each undertaking in a year will be sanctioned by the Sanctioning Committee for development of new prototypes of agro-processed products in association with reputed Central/State Level Research Institutions.

5. Setting up of Private Mandi Yards

To strengthen marketing infrastructure and to promote efficiently and competitiveness in the marketing, the State Government would encourage setting up of Private Mandi Yards. Licensed private mandis would deposit full mandi tax to mandi samiti concerned and thereafter 20% of the deposited mandi tax would be given to the Private Mandi for its maintenance and development.

6. Implementation Mechanism

For all the additional benefits under Rajasthan Agro-processing and Agri-marketing Promotion Policy, 2015 the Enterprise shall, depending on their classification, apply to one of the two Screening Committees provided for in this scheme.





a. Micro, Small and Medium Enterprises:
District Level Sanctioning Committee (DLSC) comprising of:

i	District Collector	Chairperson
ii	Joint/Deputy Director Agriculture	Member
iii	Deputy Director Horticulture	Member
iv	Joint/Deputy Director, Animal Husbandry	Member
v	Deputy/Assistant Commissioner, Commercial Taxes	Member
vi	Secretary, Krishi Upaj Mandi concerned	Member
vii	Senior Accounts personnel posted at district headquarter not below the rank of Treasury Officer	Member
ix	Regional Joint/Deputy Director Agricultural Marketing Department	Member Secretary

b. For enterprises other than Micro, Small and Medium Enterprise :
State Level Sanctioning Committee (SLSC) comprising of:

I	Additional Chief Secretary/Principal Secretary/Secretary Department of Agriculture & Horticulture	Chairperson
ii	Principal Secretary/Secretary Department of Horticulture	Member
iii	ACS/Principal Secretary/Secretary Department of Finance or his representative	Member
iv	Principal Secretary/Secretary Department of Small Scale Industries as per Project under consideration	Member
v	Principal Secretary/Secretary Department of Industries or his representative	Member
vi	Principal Secretary/Secretary in-charge of Department of Revenue or his representative	Member
vii	Principal Secretary/Secretary Department of Animal Husbandry	Member
viii	Commissioner/Director Department of Agriculture	Member
ix	Commissioner /Director Department of Horticulture	Member
x	Director, Department of Agriculture Marketing	Member
xi	Administrator RSAMB	Member Secretary

The District Level Sanctioning Committee and the State Level Sanctioning Committee may invite other officials, if required.
The District Level Sanctioning Committee and the State Level Sanctioning Committee will sanction the benefits under this scheme.

7. Procedure to submit the Application

The entrepreneur shall apply application in Form No.-1 with enclosed project report and required documents pertaining to additional incentives for reimbursement of subsidy to Regional Joint Director /Dy. Director Agricultural Marketing Department for sanction of incentives under this scheme within a period of one month from the date of issue of the entitlement certificate under RIPS 2014. Entitlement Certificate for availing benefits/incentives under this scheme would be issued by the Member Secretary of the Sanctioning Committee concerned within one month of the receipt of the application. The payment of the subsidy to the enterprise shall be made by the authority responsible to make payment within 2 months of the receipt of request application with desired documents from the enterprise.

8. Nodal Agency

The Department of Agriculture would be the nodal department for the purpose of this scheme. The Rajasthan State Agriculture Marketing Board shall be the nodal agency for the implementation of this scheme.

9. Terms and Conditions

The enterprise availing benefits under the policy shall comply with all statutory laws and regulations of the state of Rajasthan applicable to the enterprise. Non-compliance may entail cancellation/withdrawal of the benefits under the scheme.

The enterprise availing benefits under the scheme shall be subject to the conditions, procedures, instructions, clarifications or amendments issued from time to time under the scheme.

Benefits under the scheme can only be availed if, and as long as there is, and for the period/s, consent to "operate", wherever applicable, from Central/Rajasthan State Pollution Control Board, is effective.

10. Breach of Condition

In case of breach of any of the conditions mentioned anywhere in the scheme, the benefits availed under the scheme, shall be withdrawn by the appropriate Screening Committee and on its recommendation the concerned department shall recover the benefits availed by the enterprise along with interest @ 18% per annum from the date from which the benefits have been availed.

11. Authority for Implementation/Interpretation

All the related departments shall implement the scheme. Rajasthan State

Agricultural Marketing Board shall act as the nodal coordinating, monitoring and implementing department. Any matter pertaining to interpretation of any clause of the scheme shall be referred to the Government of Rajasthan in the Finance Department. The decision of Finance Department in such matters shall be final.

12. Rectification of Mistake

With a view to rectify any mistake apparent on the record in computation of amount of subsidy under the scheme, the authority competent to disburse subsidy may rectify its order and recover the excess amount, if any, along with compound interest @ 12% per annum from such enterprise. No order shall be passed after the expiry of a period of three years after the date by which the benefits under the policy are fully availed of.

13. Appeal

The State Level Sanctioning Committee shall be empowered to hear and decide appeals against the orders of District Level Sanctioning Committee.

The application for appeal shall be filed within a period of 90 days from the date of communication of the decision.

14. Revision by the State Government

The state government in Finance Department may suo-motu or otherwise revises an order passed by any Screening Committee if it is found to be erroneous and prejudicial to the interest of the state, after affording an opportunity of being heard to the beneficiary enterprise.

No order shall be passed by the state government after the expiry of a period of three years after the date by which the benefits under the policy are fully availed of.

15. Review

The State Level Sanctioning Committee and the District Level Sanctioning Committee, as the case may be, could review their decisions in appropriate cases. However, for any reduction in the incentives allowed to any enterprise, an opportunity of hearing would be given to the party concerned. No such review would be undertaken after expiry of a period of three years from the date by which the benefits under the policy are fully availed of.

The State Level Sanctioning Committee would hear and decide appeals against the decisions of the District Level Sanctioning Committee provided such appeal is filed within sixty days of the issue of order by the District Level Sanctioning Committee.

16. Modification of Policy

The state government in consultation with Department of Agriculture reserves the right to review or modify the scheme as and when needed in public interest.
Forms appended in the scheme may be notified, changed, added or deleted as and when needed for the sake of convenience in implementation of this scheme.

Dy. Secretary to Government

Annexure-1	
** List of Industries Eligible for Benefits under Rajasthan Agro-Processsing & Agri-Marketing Promotion Policy 2015	
S.No.	Description of activities
PART A	
Post-Harvest crop activities	
1.	Preparation of crops for primary markets, i.e., cleaning, trimming, grading, disinfecting
2.	Ripening of Fruits & vegetables
3.	Seed processing for propagation
4.	Packaging of Fruits, Vegetables & horticulture products
5.	Warehousing refrigerated
6.	Warehousing non-refrigerated, if:- (i) The capacity of warehouses is at least 5000 MT; (ii) The investment is more than Rs.2.5 crores; and (iii) The warehouse shall have accreditation as per the norms fixed by the Warehousing Development and Regulatory Authority as constituted under sub-section (1) of section 24 of the Warehousing (Development and Regulation) Act, 2007 (Central Act No. 37 of 2007)
PART B	
(a)	Manufacturing and Processing of Animal products mentioned below
1.	Processing and preserving of meat/meat products
2.	Processing, preservation and canning of Poultry meat
3.	Processing and preserving of fish, and canning of fish and products thereof
4.	Artificial dehydration of fish
5.	Radiation preservation of fish and similar food
6.	Production of fishmeal for human consumption or animal feed
(b)	Manufacturing and Processing of Agri products mentioned below
1.	Processing and preserving of fruits and vegetables, Canning of fruits and vegetables
2.	Processing of Flowers
3.	Artificial dehydration of fruits and vegetables
4.	Radiation/steam sterilization, of fruits & vegetables and other agricultural commodities
5.	Manufacture of fruit and vegetable juices or their concentrates, squashes and powder
6.	Manufacture of sauces, jams, jellies
7.	Manufacture of pickles, chutney etc
8.	Manufacturing of cereal breakfast obtained by roasting or swelling of cereal grains
9.	Manufacturing of starch, starch products and malt
10.	Processing of medicinal/aromatic plants and minor forest products
11.	Processing of spices and condiments
12.	Flour mill units manufacturing of atta, maida, suji and besan, if the investment is more than rupees two crore.

Note : Above amendments have been made by Finance Department (Tax Division), Government of Rajasthan as indicated.

*Order No. F.12(11)FD/Tax/2016-243 dated 08.03.2016

**Order No. F.12(105)FD/Tax/2014-Pt.-I-51 dated 25.10.2016

***Amendment issued by Finance Department (Tax Division), Government of Rajasthan vide Order No. F.12(105)/FD/Tax/ 2014-Pt.-I-52 Jaipur dated 25.10.2016.

****Amendment issued by Finance Department (Tax Division), Government of Rajasthan vide Order No. F.12(105)/FD/Tax/ 2014-Pt.II-112 Jaipur dated 11.01.2016.

Annexure - 2

***Investment not eligible for benefits of subsidies/ exemptions under Rajasthan Agro-Processsing & Agri-Marketing Promotion Policy 2015**

1. Investment for manufacturing Tobacco products, Pan Masala containing tobacco and Gutka.
2. Investment in all kinds of edible oil extracting or manufacturing industry including Ghanies, expellers except solvent extraction plants with Oil Refineries.
3. Investment for manufacturing and bottling of potable liquor and beer.
4. Investment in stand-alone bottling or packaging plants including stand-alone Bottling/ packaging plants for potable liquor, beer, or aerated drinks.
5. Investment made for manufacturing of such goods as may be specified by the State Government in the Finance Department.
6. Investment made in stand-alone milling/splitting of grains or pulses and stand-alone vegetable milling units.
7. Investment made in beef meat processing units.
8. Investment made in processing units discharging toxic effluent without having effluent treatment plant.

FORM – I
Application for additional incentives
(Under Rajasthan Agro-Processing and Agri-Marketing Promotion Scheme-2015)

1.	Name of the applicant Enterprise	
2.	Address of the applicant Enterprise	
	e-mail Address	
3.	Constitution of Enterprise: Proprietorship/ Partnership/ Company/ Society etc.	
4.	Whether Board of Directors (in case of company) has passed resolutions to authorize undersigned to do everything necessary for exemption (if yes, attach copies)	
5.	Basis of enterprise being an enterprise under New Service Sector/ Expansion/Sick industrial enterprise/Project for Common Social Good	
6.	Goods manufactured/ Services provided (or goods likely to be manufactured / Services likely to be provided)	
7.	Subsidy previously availed if any	
	1	
	2	
	3	
	4	
9.	Total Number of workers (or likely to be engaged)	
10.	For the units going under Expansion	
	(a) Investment in Existing Unit	
	(b) Investment made under Expansion	
	(c) Increase in Investment	
11.	In case of Sick industrial enterprise maximum level of employment attained in the preceding 3 years from the date of declaration as a sick industrial enterprise	
12.	Status of Rajasthan State Pollution Control Board's approval	
		Approval No.
	NOC Obtained	
	Consent To Operate obtained	
13.	Incentive applied for	
	1. Transport subsidy on export of the spices	Yes/No
	2. Quality and certification	
	2.1. Patent/Design Registration	Yes/No
	2.2. Quality certification	Yes/No

	2.3. Samples sending to abroad for test marketing	Yes/No
	3. Project Development	Yes/No
	4. Export of Fruit and vegetable	Yes/No
	5. Transportation within Country	Yes/No
	6. Research & Development	Yes/No
14	Whether the Enterprises is in thrust Sector	Yes/No
	If yes, Please give name of the thrust Sector	

I have read the rules and conditions of the Scheme and undertake to abide by them. I also verify that all the above facts are true to the best of my knowledge and belief.

Place :	Signature of Applicant
Date :	for and on behalf of the Applicant Enterprise

Encl:

1. Copy of Project Report
2. Affidavit in support of facts of the application
3. Proof of investment
4. Copy of resolution
5. Others (as per applicable)
 - 5.1 For Transport subsidy on export of the spices
 - 5.1.1 Entitlement Certificate under RIPS 2014
 - 5.1.2 License from KUMS
 - 5.1.3 Copy of shipping bill signed by Custom Officer
 - 5.1.4 Copy of Shipping bill in which quantity and weight of the cartons of spices have been shown separately.
 - 5.1.5 Copy of bill of landing
 - 5.1.6 Receipt from the buyer of importer country or realization certificate from exporter bank.
 - 5.1.7 Copy of bilty of Rail/truck
 - 5.1.8 Copy of certificate of export from exporter bank.
 - 5.1.9 Receipt from the firm and realization certificate from the bank.(In case of export from surface transport)
 - 5.2 Patent/Design Registration

- 5.2.1 Entitlement Certificate under RIPS 2014
- 5.2.2 Copy of the Patent/Design obtained for product
- 5.2.3 Copy of Certificate obtained from issuing authority.
- 5.2.4 Copy of receipt of fee paid
- 5.3 Quality certification
- 5.3.1 Entitlement Certificate under RIPS 2014
- 5.3.2 Copy of Quality certificate
- 5.3.3 Copy of Certificate of authority issuing agency.
- 5.3.4 Copy of receipt of fee paid
- 5.4 Samples sending to abroad for test marketing
- 5.4.1 Entitlement Certificate under RIPS 2014
- 5.4.2 Copy of shipping bill signed by custom officer.
- 5.4.3 Copy of cost of sending the sample.
- 5.5 Project Development
- 5.5.1 Entitlement Certificate under RIPS 2014
- 5.5.2 Copy of agreement with the DPR preparing agency.
- 5.5.3 Receipt for the payment made to DPR preparing agency
- 5.5.4 Copy of certificate of authority of DPR preparing agency issued by Central/State government agency or any authorization certificate.
- 5.5.5 Satisfactory report of enterprises.
- 5.5.6 Copy of the 1st electricity bill issued.
- 5.6 Export of Fruit and vegetable
- 5.6.1 Entitlement Certificate under RIPS 2014
- 5.6.2 Certificate from IECC
- 5.6.3 Invoice cum packing list.
- 5.6.4 Bill from custom house agency (if export is made through agency)
- 5.6.5 Air freight bill from airline/ seaport.
- 5.6.6 Shipping bill issued by custom.
- 5.7 Transportation within Country
- 5.7.1 Entitlement Certificate under RIPS 2014
- 5.7.2 Copy of license from KUMS
- 5.7.3 Bill of purchase of Produce
- 5.7.4 Copy of bilty of rail/Truck.
- 5.7.5 Receipt from importing firm or bank realization certificate (if transport is made

- by truck/rail)
- 5.8 Research & Development
- 5.8.1 Entitlement Certificate under RIPS 2014
- 5.8.2 Copy of agreement within the agency/institution making R&D
- 5.8.3 Copy of receipt for the payment made to the agency.
- 5.8.4 Copy of certificate of authority from Central/State Government agency or any authorization certificate.
- 5.8.5 Undertaking regarding satisfactory report of enterprises.
- 5.8.6 Certificate of the Head of the Institution for conducting the research.

FORM – II
Entitlement Certificate
[For additional incentives]
(Under Rajasthan Agro-Processing and Agri-Marketing Promotion Scheme-2015)

Book No.

Serial No.

It is certified that M/s..... whose application for the project at (address), has been registered at No dated, and based on his declaration, he is entitled to avail exemptions as under:

S.No.	Name of Exemption	Incentives	Notification No. and date
1	Transport subsidy on export of the spices		
2	Quality and certification		
2.1	Patent/Design Registration		
2.2	Quality certification		
2.3	Samples sending to abroad for test marketing		
3	Project Development		
4	Export of Fruit and vegetable		
5	Transportation within Country		
6	Research & Development		

This certificate shall be valid for two years or up to the date of expiry of the operative period of the Scheme, whichever is earlier.

Place :	(Signature with Seal)
Date :	Member Secretary
	State / District Level Sanctioning Committee
CC:	
1. M/s	
2. Concerned Department	
	Member Secretary

*The relevant authority of Government of Rajasthan responsible for administering these duties and/or levies, suo motu or on being informed otherwise, shall recover the amount so exempted along with interest @ 18% per annum, in case of any violation of the provisions contained in the Rajasthan Agro-Processing and Agri-Marketing Promotion Scheme-2015 , by the bearer of this Certificate.

Note:

1. This certificate is liable to amendment/ suspension/ revocation, if obtained on misrepresentation or concealment of facts or by fraud or on breach of any of the terms and conditions, mentioned in the relevant notification.
2. This certificate may be revoked by the issuing authority in case the applicant violates any of the conditions of the Scheme.

FORM – III
Order for rejection of Claim of Additional Benefit
(Under Rajasthan Agro-Promotion and Agri-Marketing Promotion Scheme 2015)

Office of the Member Secretary State/ District Level Sanctioning Committee

To

1.	Name of the applicant Enterprise	
2.	Address of the applicant Enterprise	
3.	e-mail address	
4.	TIN	

Present: Mr/Mrs/Ms

An application for additional benefit of transport subsidy on export of the spices/ patent-design registration/ quality certification/ samples sending to abroad for test marketing/ project development/ export of fruit and vegetable/ transportation within country/ research & development has been submitted by you on The matter was put up before the State/ District Level Screening Committee in its meeting dated.....

After careful examination of the facts mentioned in the application and the submission made by you before the Chairman and members of Committee, the Committee is of the opinion that you are not eligible for additional benefit of transport subsidy on export of the spices/ patent-design registration/ quality certification/ samples sending to abroad for test marketing/ project development/ export of fruit and vegetable/ transportation within country/ research & development for under the Scheme due to following reasons:

Therefore, your application for exemption for additional benefit of transport subsidy on export of the spices / patent-design registration/ quality certification/ samples sending to abroad for test marketing/ project development/ export of fruit and vegetable/ transportation within country/ research & development is rejected.

Place :	(Signature with Seal)
Date :	Member Secretary
	State / District Level Sanctioning Committee
CC:	
1. M/s	
2. Concerned Department	
	Member Secretary

FORM – IV
APPLICATION FOR DISBURSEMENT OF ADDITIONAL BENEFITS
(Under Rajasthan Agro-Promotion and Agri-Marketing Promotion Scheme 2015)

To

The Administrator

Rajasthan State Agricultural Marketing Board,
Jaipur (Raj.)

Period: FromTo

1.	Name of the applicant Enterprise	
2.	Address of the applicant Enterprise	
	e-mail address	
3.	Registration No. with Commercial Taxes Department – TIN	
4.	Entitlement Certificate No.	
5.	Name of Additional Benefit	
6.	Amount of additional benefit claimed submitted.	

I hereby verify that all the above facts are true to the best of my knowledge and belief.

Signature of Applicant for and
on behalf of the Applicant Enterprise

Enclosure :

1. Copy of entitlement certificate

FORM – V

CERTIFICATE OF VALUATION BY CHARTERED ACCOUNTANT
(New/Service sector/Expansion)

We hereby certify that M/s.....
..... has
made investment and has acquired the following assets:

Details of Investment made in Fixed Assets:

S.No.	Description	Amount
1.	Cost of land including documentation charges	
2.	Cost of land development (Leveling or filling costs)	
3.	Cost of factory sheds and other industrial buildings	
4.	Cost of plant and machinery	
5.	Cost of technical know-how a fees or drawing fees paid to foreign collaborators or foreign suppliers or paid to laboratories recognized by the State Government or the Government of India	
6.	Cost of other miscellaneous fixed assets	
7.	Cost of pollution control devices	
	Total	

I/ We have checked the books of accounts of the Enterprise, the invoices, cash bills and cash receipts and certify that the aforesaid information is true. I/ We also certify that the aforesaid items have been duly paid for and no credit is raised against them in the books of the enterprise.

Place:	(Signature with Seal)
Date:	Chartered Accountant

FORM – VI

CERTIFICATE OF VALUATION BY CHARTERED ACCOUNTANT
(New/Service sector/Expansion)

We hereby certify that M/s.....
..... has made investment and has
acquired the following assets:
(In case of Expansion give investment in existing enterprise and additional investment for each item separately)

Details of Investment made in Fixed Assets:

S. No.	Description	Investment in existing enterprise	Additional investment
1.	Cost of land including documentation charges		
2.	Cost of land development (Leveling or filling costs)		
3.	Cost of factory sheds and other industrial buildings		
4.	Cost of plant and machinery		
5.	Cost of technical knowhow fees or drawing fees paid to foreign collaborators or foreign suppliers or paid to laboratories recognized by the State Government or the Government of India		
6.	Cost of other miscellaneous fix assets		
7.	Cost of pollution control devices		
	Total		

I/ We have checked the books of accounts of the Enterprises, the invoices, cash bills and cash receipts and certify that the aforesaid information is true. I/ We also certify that the aforesaid items have been duly paid for and no credit is raised against them in the books of the enterprise.

Place:	(Signature with Seal)
Date:	Chartered Accountant

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