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ABS TRACT

Micro, Small and Medium Enterprises Department - Announcements made by Hon'ble Chief Minister on the floor of Assembly under Rule 110 of Tamil Nadu Legislative Assembly – Formation of Industrial Estates in Joint Venture Mode by SIDCO and Private Companies – Guidelines issued for sanction of Grants – Amendment – Orders - Issued

Micro, Small & Medium Enterprises (G) Department

G.O. (Ms) No.30

Dated: 25.04.2017.

ஹேவிஎம்பி வருடம், சித்திரை 12
திருவள்ளூர் ஆண்டு, 2048

Read:-

1. G.O. (Ms) No 44, Micro, Small and Medium Enterprises (C) Department, dated 04.9.2013.
2. G.O. (Ms.) No.32, Micro, Small and Medium Enterprises (G) Department, dated 09.09.2016.

ORDER

In the para-7 of Government Order first read above, it was ordered that Government shall provide 75% grant of the total development cost upto a maximum of Rs.15 crores for getting electricity, water connections and to have other infrastructure facilities like Conference Halls, Common facility etc., to the entrepreneurs prepared to shift their existing units outside the town areas and shall provide 50% of grant with maximum grant limited to Rs.10 crores to the entrepreneurs associations coming forward to set up new clusters in the outskirts of towns / cities duly adopting some procedures.

2. The Hon'ble Chief Minister has made an announcement in the Tamil Nadu Legislative Assembly on 30.08.2016 under Rule 110 of Tamil Nadu Legislative Assembly Rules that the Government have decided to extend the assistance to the Joint Ventures as per the Government Order first read above and the guidelines issued in the Government Order second read above.

3. The Government have decided to issue amendment to the G.O (Ms) No.44, Micro, Small and Medium Enterprises (C) Department, Dated 04.09.2013 so as to implement the announcement made by the Hon'ble Chief Minister as detailed above.

Amendment

(i) The existing para 7 shall be replaced by the following para

"7 The Government have examined the proposal of the Managing Director SIDCO and decided to accept it. Accordingly, the Government shall provide 75% grant of the total development cost upto a maximum of Rs 15 Crores for getting electricity, water connection and to have other infrastructure facility like conference hall, common facility centres etc., to the entrepreneurs prepared to shift their existing units outside the town areas and shall provide 50% of grant with maximum grant limited to Rs 10 Crores to the entrepreneurs association or any other legal entity, including a Firm or a Company / Society / Trust that forms joint venture with SIDCO coming forward to set up new cluster in outskirts of towns / cities would be eligible for 90% assistance of the admissible grant duly adopting the procedures as mentioned below:-

(ii) The following procedures / conditions are added to the procedures mentioned under para 7 of the Government Order.

8. The Joint Venture Companies, to be eligible for assistance under this scheme, should have minimum 11 % stake of SIDCO

9. There should be a representative of SIDCO in the Board of Directors.

10. SIDCO representative should have a decisive say in matters related to pricing of land. Such matters will not be decided in their absence. If there is a difference in opinion with the SIDCO representative, then the matter will be referred to SIDCO for final decision.

11. The Joint Venture agreement should have an effective exit clause that will enable SIDCO to exit after 100% land allotment to Private Companies in the estate is completed. The exit policy should also ensure constitution of society or association to ensure the future maintenance of the estate".

4. The Government also direct that the guidelines issued in the Government Order second read above be applied for sanctioning financial assistance to the Joint Venture Industrial Estates

5. This order issues with the concurrence of the Finance (Industries) Department vide its U.O. No.21989/Industries/2017, dated 25.04.2017.

(BY ORDER OF THE GOVERNOR)

MANGAT RAM SHARMA
PRINCIPAL SECRETARY TO GOVERNMENT

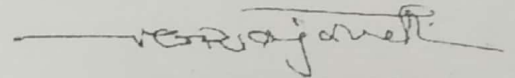
To
The Additional Chief Secretary / Industries Commissioner
and Director of Industries and Commerce,
SIDCO Corporate Building,
Thiru Vi Ka Industrial Estate, Chennai-32.

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The Managing Director,
Tamil Nadu Small Industries Development Corporation,
Thiru Vi Ka. Industrial Estate,
Guindy, Chennai-32.

Copy to:-

Office of the Hon'ble Chief Minister, Chennai-9.
The Special Personal Assistant to Hon'ble Minister for
Finance, Fisheries, P&AR, Chennai-9.
The Special Personal Assistant to Hon'ble Minister for Rural Industries,
Chennai-9.
The Private Secretary to Additional Chief Secretary to Government,
Finance Department, Chennai-9.
The Personal Assistant to Principal Secretary to Government,
Micro, Small and Medium Enterprises Department, Chennai-9.
The Finance (BPE / Industries) Department, Chennai-9
The Accountant General, Chennai-18.
The Accountant General, Chennai-18 (By Name)
Sf/Sc.

//FORWARDED BY ORDER//



SECTION OFFICER

GP
25/4/17