



ODISHA
NEW OPPORTUNITIES

Snapshot of the Industrial Policy Resolution 2022



VISION

“To transform Odisha into a modern and advanced industrial state by offering the investors outstanding opportunities for sustainable business growth and to foster holistic socio-economic development of the people.”

MISSION

“To maximize Odisha’s economic potential by leveraging its natural and human resource advantages, aided by modern technology, enabling the creation of a sustainable industrial ecosystem for inclusive growth.”

Pillars of IPR 2022

Investment
Promotion

1

Investment
Facilitation

2

Industrial
Infrastructure
Development

3

Incentive
Framework

4

OBJECTIVES

1. To make Odisha the industrial hub of Eastern India
2. To make Odisha the trade & commerce gateway to South and East Asia
3. To promote industries in the thrust & priority sectors
4. To develop best-in-class industrial infrastructure
5. To put in place a competitive incentive framework for new investments in desirable sectors
6. To create an enabling environment for Start-ups, MSMEs and Local-entrepreneurship
7. To promote Innovations, R&D in new areas of technology
8. To facilitate industry-institutions linkages for enabling Tech Transfer & ensuring industry-ready workforce
9. To encourage environment-friendly industrial practices & ensure sustainable industrial development
10. To promote gender equity and social inclusion
11. To provide marketing support for state-based industries and MSMEs
12. To provide support for revival of sick units

Classification of Sectors



Sectors	Investment Facilitation	Land @ Concessional rates	Incentives
Priority Sectors	Yes	Yes	Priority Sector Incentives
Thrust Sectors	Yes	Yes	Thrust Sector Incentives
Negative Sectors	Yes	No	No
All other Sectors	Yes	Yes	No

Industry Classification



A. Priority Sectors

- Ancillary and Downstream in metal sector
- Agro Processing
- Cold Storage and Cold-chain infrastructure
- Food and Sea-food Processing
- Gemstone - Cutting and Polishing; Granite – Cutting and Polishing
- Handicraft, Handloom, Coir based products
- Information Technology (IT), IT Enabled Services (ITES), and Datacenters
- Plastics
- Rare Earth Minerals based value-added products
- Shipbuilding, Ship-repair, and construction of other mechanized floating vessels
- Specialty Steel and its Products
- Tourism and Hospitality
- Special Category of Industries mentioned in IPR

B . Thrust Sector

- Aerospace and Defense
- Automobiles and Auto-components
- Biotechnology, Pharmaceuticals, Bulk Drug and Medical Equipment
- Chemicals and Petrochemicals
- Electronics System Design and Manufacturing (ESDM)
- Green Energy Equipment
- Green Hydrogen and Green Ammonia
- Manufacturing in Aviation and Maintenance, Repair & Overhaul (MRO) facilities
- Mechanical and Electrical Capital Goods
- Telecommunication Equipment
- Textiles, Technical Textiles, Apparel, Wearables and Luggage
- White Goods and Components
- Special Category of Industries mentioned in IPR

Incentives Details



Incentive Details	Priority Sectors	Thrust Sector
Land	At a concessional industrial rate	At a concessional industrial rate
Stamp Duty	100% stamp duty exemption	100% stamp duty exemption
Capital Investment Subsidy	20% capital investment subsidy on actual investment in plant & machinery (excluding the cost of land and building) with no upper cap, disbursed in a phased manner, over a period of 5 years from the date of commencement of commercial production	30% capital investment subsidy on actual investment in plant & machinery (excluding the cost of land and building) with no upper cap, disbursed in a phased manner, over a period of 5 years from the date of commencement of commercial production
Electricity Duty Exemption	100% exemption from payment of Electricity Duty for a period of 7 years from the date of commencement of commercial production	100% exemption from payment of Electricity Duty for a period of 10 years from the date of commencement of commercial production
Power Tariff Reimbursement	Reimbursement of Power Tariff of Rs. 2.00 per unit consumed and purchased from local DISCOMs for a period of 7 years from the date of commencement of commercial production	Reimbursement of Power Tariff of Rs 2.00 per unit consumed and purchased from local DISCOMs/GRIDCO for a period of 10 years from the date of commencement of commercial production
Renewable Energy Benefits	100% exemption/reimbursement of cross subsidy surcharge & additional surcharges and state transmission charges on renewable energy procured from state-based renewable energy plants/GRIDCO for a period of 7 years from the date of procurement of renewable energy for commercial production in the state.	100% exemption/reimbursement of cross subsidy surcharge & additional surcharges and state transmission charges on renewable energy procured from state-based renewable energy plants/GRIDCO for a period of 10 years from the date of procurement of renewable energy for commercial production in the state.
SGST Reimbursement	Reimbursement of 100% of net SGST paid, overall limited to 200% of the cost of plant and machinery (for units in Biju Economic Corridor, the overall limit is 300% of the cost of plant and machinery)	Reimbursement of 100% of net SGST paid, overall limited to 200% of the cost of plant and machinery (for units in Biju Economic Corridor, the overall limit is 300% of the cost of plant and machinery)

Incentives Details



<p>Employment Subsidy</p>	<p>100% reimbursement of employer contribution towards ESI and EPF Scheme for a period of 5 years from the date of commencement of commercial production for skilled and semi-skilled workers, who are domicile of the state</p>	<p>100% reimbursement of employer contribution towards ESI and EPF Scheme for a period of 7 years from the date of commencement of commercial production for skilled and semi-skilled workers, who are domicile of the state</p>
<p>Environment-Friendly Infrastructure Incentives</p>	<p>Subsidy of 25% of the investment in new plant & machinery and the cost of new technical civil works will be provided for the following green measures up to the maximum total limit of Rs. 10 crores per industrial unit: Green Buildings Waste Water Treatment Facilities Effluent Treatment Plant Deep sea discharge facility Up to 50% of capital subsidy on cost of relevant equipment up to a maximum of Rs.10 crore per industrial unit for setting up of new facilities as certified by Odisha State Pollution Control Board (OSPCB) for practicing at least 50% wastewater recovery through Zero Liquid Discharge (ZLD)</p>	<p>Subsidy of 25% of the investment in new plant & machinery and the cost of new technical civil works will be provided for the following green measures up to the maximum total limit of Rs. 10 crores per industrial unit: Green Buildings Waste Water Treatment Facilities Effluent Treatment Plant Deep sea discharge facility Up to 50% of capital subsidy on cost of relevant equipment up to a maximum of Rs.10 crore per industrial unit for setting up of new facilities as certified by Odisha State Pollution Control Board (OSPCB) for practicing at least 50% wastewater recovery through Zero Liquid Discharge (ZLD)</p>