

9(1)/2020-SSS
Government of India
Ministry of Commerce & Industry
Department for Promotion of Industry & Internal Trade
(Special Scheme Section)

Udyog Bhawan, New Delhi
Dated the 19th November, 2020

To,
Sh. M K Diwedi, Principal Secretary (I&C),
Govt. of Jammu & Kashmir,
Civil Secretariat, Jammu-180004 (J&K.)

Subject: Action Point decided by Empowered Committee under IDS-2017-reg.

Sir

I am directed to say that in the Empowered Committee meeting held on 09.09.2020, the following matter were deliberated and decided for taking the action therein

- i. Matter regarding the filing of **Bank appraisal** reports with the application for registration under IDS-2017 was discussed and it was noted by the committee that in many cases the one page bank appraisal reports were **prepared in mechanical manner** and forwarded with the application wherein the **cost of Plant and Machinery were shown higher or equal to the total project cost (Even in new units)** which reflects poorly on the quality of appraisal reports. It was decided by the committee that **State should educate the Banks/Financial institutions on the importance of the appraisal** to establish the viability of the unit and mechanically prepared reports will not be entertained. It was also decided that **cost of Project and cost of Plant & Machinery should be separately mentioned and wherever the value is shown to be the same, the reasons for the same should be mentioned.**
- ii. It was also pointed out in the meeting that there are **number of units that started commercial production but did not apply for registration under the scheme.** It was noted that the same issue was raised during previous EC meetings (5th & 6th) dated 5th November, 2019 and 30th December, 2019, where it was clarified that as per clause 7.1 of IDS-2017 scheme notification, all eligible industrial units have to registered with DPIIT through the portal prior to being eligible for any benefits under the scheme. But there was definitely a need to avoid open-endedness for application timeline for such cases. Considering the few technical issues faced by applicants while applying for registration in the portal, it was decided in the 6th EC meeting that a circular may be issued stipulating a time frame within which registration has to be obtained for the unit which have already commenced commercial production and yet to apply on IDS scheme. The EC for the 7th meeting noted the point and it was instructed that proper monitoring by the state/UT is

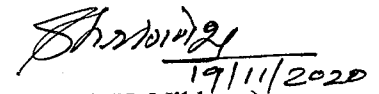
necessary to see that information is disseminated to the units in the state both in Industry and Service sector and efforts are taken so that **the unit first get itself registered prior to starting its commercial production.**

iii. In view of the Para (ii) above as one time special measure, considering the circumstances arisen due to pandemic, time till 15th January 2021, is allowed for the units to register under IDS-2017 that have already commenced their commercial production but did not apply for registration under this scheme.

2. It is requested that necessary action on the above issues may be taken.

3. This issues with the approval of Secretary, DPIIT.

Yours Faithfully



(Ganesh H. Nikhare)

Under secretary to the Govt. of India

Tel. 23062823

E-mail : ganesh.nikhare19@gov.in

Copy to :

1. Director of Industry, Directorate of Industries, Govt. of UT of J&K, Jammu.
2. Director of Industry, Directorate of Industries, Govt. of UT of J&K, Srinagar.

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Udyog Bhawan, New Delhi
Dated the 19th November, 2020

To,
Shri Ram Subhag Singh
Addl. Chief Secretary (Industries),
Directorate of Industries, Udyog Bhavan,
Bemloe, Shimla-171004 (HP)

Subject: Action Point decided by Empowered Committee under IDS-2017-reg.

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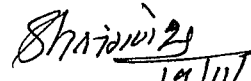
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Director of Industry, Directorate of Industries, Govt. of Himachal Pradesh, Shimla

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Udyog Bhawan, New Delhi
Dated the 19th November, 2020

To,

Ms. Manisha Panwar
Principal Secretary
Directorate of Industries, Industrial Estate,
Patel Nagar, Dehradun-248001 (Uttarakhand).

Subject: Action Point decided by Empowered Committee under IDS-2017-reg.

Madam

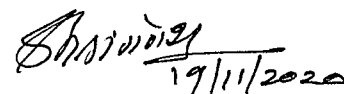
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The EC for the 7th meeting noted the point and it was instructed that proper monitoring by the state/UT is necessary to see that information is disseminated to the units in the state both in Industry and Service sector and efforts are taken so that **the unit first get itself registered prior to starting its commercial production.**

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Dated the 19th November, 2020

To,
Shri Rigzin Samphel
Commissioner Secretary,
UT Secretariat, Leh-Ladakh

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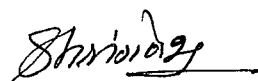
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