

Package of Incentives for IT Industries in the amended policy

1. Preferential allotment of land for IT industry:

The State Government shall give preferential treatment for allotment of land to the IT industries on an ongoing basis in all industrial areas developed by State agencies.

2. Continuous - uninterrupted power supply for IT industry:

The State Government shall endeavor to provide continuous and uninterrupted power supply for IT industries and shall exempt them from scheduled power cuts. Encouragement to captive power generation in IT Parks/IT locations shall be given.

3. Facilities on Generator Sets:

Captive power generation sets installed by the Information Technology Industries will be eligible for total exemption from payment of electricity duty for a period of five years i.e. with effect **from April 1,2000 to March 31,2005**.

4. Liberal change of existing industry to IT:

The State Government shall permit setting up of IT Software units/IT Parks in urban areas and change of existing industry to IT/IT Parks.

5. Change of land use:

No charges for change of land use [CLU] shall be levied for the IT industry/IT Parks for 3 years i.e., up to **31.03.2003**. Permission for sale/ leasing/subleasing in constructed buildings and open spaces shall be permitted for optimum

utilization of infrastructure. Licenses for setting up STPs shall be given liberally and on easy payment terms.

6. Floor Area Regulation (FAR):

Relaxation in FAR/Maximum Height of the building permitted for IT units as per following:-

a) Maximum permissible floor area ratio (in %):

General Industry-125, IT Industry-250

b) Maximum height of the Industrial Building (in meters): floor area ratio (in %):

General Industry-21, IT Industry-30, Cyber Park- 60

7. Clearances and Support:

Escort services and Single Desk Clearance for obtaining easy clearances and approval of various Government Departments shall be facilitated for the IT industries. On-line Clearance & Support Network (OCSN) will be established linking all the related Departments/organizations. The Secretariat for IT shall coordinate approvals and facilitation.

8. Registrations and Stamp Duty:

Rebate on registration and transfer of property charges and exemption from stamp duty on a tapering scale shall be given for sale/ lease of built-up space to the IT Industry establishing facilities in private STPs/Government STPs/IT Parks as under:

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|----------------------------------|------------|
| i. From 4.10.2002 to 31.12 2003 | 90% rebate |
| ii. From 1.01.2004 to 30.06.2005 | 75% |

- iii. From 1.07.2005 to 31.12.2006 60% rebate
- iv. from 1.01.2007 to 30.06.2008 45% rebate

The said exemption would be available for sale or lease of land in industry Estates developed by the State or the Public sector Organizations where such sale or lease is established an Information technology Industry.

The Said exemptions would further be available to an organization in private or public sector, which purchases land for setting up a Software technology park or an Information Technology Park or a Cyber city and for which the required approval has been obtained from the department of Town and Country Planning, Haryana with the condition that he will pass on this concession to the IT units, which purchase lands in the park/city so developed, for setting up of IT units, subject to necessary safe guards . The units, which take land or built up space on lease purchase basis in such parks/city, would also be entitled for this exemption. However this remission would be limited to the first transaction only.

9. Sales Tax Concession:

Sales Tax Concession to new units and for expansion/diversification will remain same as already provided for in the Industrial Policy, 1999 and as given at Annexure '3'.The maximum extent of sales tax concession to Information Technology/Software units will be 300% of the fixed capital investment.

10. Exemption from LADT:

Local area Development Tax (LADT) exempted for importers of goods of IT industry.

11. IT as priority sector for lending:

IT Software and IT Services shall be considered as a priority sector by of the State Level Financial Institutions for lending assistance.

12. Exemption from Pollution Control:

IT Hardware (except those having electro, plating heat treatment and painting processes)/ Software/IT Enabled industry exempted from the purview of the Haryana Pollution Control Act, provided that where the number of workers in such industries exceed 300 and there exists no sewerage facilities, no exemption shall available.

13. Self-certification/exemption from various Acts:

Self-certification/exemption for the IT Software Industry shall be permitted as far as possible regarding requirement of the various Act.

Exemption for the IT and Software Industry under Haryana Shops and commercial Establishment Act., (section 9 & 10), on account of which any employer of an IT Industry is at liberty to run his establishment without any restriction of time schedule of opening and closing hours including the close day and Industrial Dispute Act on account of which the Government is competent to declare any establishment of IT industry as public utility service under clause 2(n) of the Act for specific period not exceeding six month at a time. Further, with the declaration of such industry as "Public utility service" no worker employed in such an industry can go on strike with in fourteen days after giving prior notice to the employer.

14. Awards of excellence:

The State will declare awards of excellence for outstanding performance in exports/domestic segment/employment generation.

15. Strengthening telecom and communication infrastructure:

The State shall pursue with DOT for establishing reliable, adequate and efficient telecom and communication infrastructure including Internet Nodes in all districts of Haryana.

16. Special Incentives for Mega Projects:

Customized package of special incentives will be permitted for prestigious projects having an investment of Rs. 30 crores and above. A High Powered Committee under the chairmanship of Chief Minister will be constituted to decide the package in individual cases.