



ABSTRACT

Micro, Small and Medium Enterprises – Sanction of Special Incentive Package to the manufacturers of Medical Oxygen and related Equipments in Tamil Nadu - Approval for utilizing the fund allocation given under the Capital Subsidy head of account - Orders issued.

MICRO, SMALL AND MEDIUM ENTERPRISES [D(2)] DEPARTMENT

G.O. (Ms.) No.51

Dated:18.10.2021

திருவள்ளூர் ஆண்டு 2052
பிலவ வருடம், ஜப்பசி-1

Read:

- 1.G.O.(Ms).No.154 Industries (MIB1) Department, dated 12.05.2021.
- 2.From the Industries Commissioner and Director of Industries and Commerce, Letter Rc.No.15829/LC3/2021, dated 31.05.2021.

Order:

In the Government Order first read above, orders have been issued for sanction of the Special Incentive Package to the manufacturers of Medical Oxygen and related Equipments in Tamil Nadu and also ordered therein that the Special package will be implemented by SIPCOT for large Industries and Industries Commissioner and Director of Industries and Commerce for MSMEs.

2. In the above Government Order, the Government sanctioned the special package of incentives with following modalities to promote investment in oxygen augmenting facilities such as oxygen concentrators, oxygen cylinders, medical oxygen and large oxygen plants in Tamil Nadu:-

- i) Investors who can establish manufacturing facility and commence commercial production of oxygen concentrators, oxygen cylinders and medical oxygen in Tamil Nadu shall be given a capital subsidy of 30% of

their investments. Commercial production must commence not later than August 15, 2021 and the investment made during the period from January 1, 2021 to August 31, 2021 will be considered for capital subsidy. Such capital subsidy shall be paid in two equal annual installments.

- ii) Investors who can establish a large liquid oxygen plant with minimum capacity of 10 MT/day shall be given a capital subsidy of 30% over 5 years if they can commence commercial production on or before November 30, 2021. Their investment made between January 01, 2021 and November 30, 2021 will be considered.

3. Based on the above Government Order, the Industries Commissioner and Director of Industries and Commerce in the letter second read above has sent the draft guidelines by adopting the basic principles from the guidelines of existing scheme of the MSMEs to enable the implementation of scheme at the field level and with regard to the fund requirement for the implementation of the scheme, the Industries Commissioner and Director of Industries and Commerce has submitted that the fund allocation of Rs.280 crore provided in the Capital Subsidy head of account for the year 2021-22 may be utilised for the above Special Incentive Package also for the manufacturers of Medical Oxygen and related Equipments.

4. The Industries Commissioner and Director of Industries and Commerce has therefore requested the Government to issue orders for approving the draft guidelines for special incentive package to the manufacturer of medical oxygen and related equipments and also to utilize the funds allocated in the capital subsidy head of account for 2021-22 for the above purpose.

5. In the Government Order first read above, the Government has already authorized the Industries Commissioner and Director of Industries and Commerce to implement the above scheme. Hence the Industries Commissioner and Director of Industries and Commerce has the powers to frame the guidelines to the extent that it does not contradict the provisions in the Government Order first read above.

6. The Government after careful examination of the above proposal authorize the Industries Commissioner and Director of Industries and Commerce to utilize the fund allocation of Rs.280 crore given under the following capital subsidy head of account for the year

2021-22 also for the above Special Incentive Package to the manufacturers of Medical Oxygen and related Equipments:-

"2851 - 00 - Village and Small Industries - 102 - Small Scale Industries - State's Expenditure - LZ Capital Subsidy to Micro, Small, Medium and Agro based Industries - 11 Subsidies - 101 Individual based subsidy."

(IFHRMS DP Code 2851 - 00 - 102 - LZ -31101)

7. This order issues with the concurrence of Finance vide its U.O. No.23502/Finance (Ind)/2021, dated 05.10.2021.

V. ARUN ROY
SECRETARY TO GOVERNMENT

To
The Industries Commissioner and
Director of Industries and Commerce,
Guindy, Chennai-32.
The Managing Director,
Tamil Nadu Small Industries Development Corporation Limited,
Guindy, Chennai-32.
The Principal Secretary / Chairman and Managing Director,
Tamil Nadu Small Industries Corporation Limited,
Guindy, Chennai-32.
The Director (FAC),
Entrepreneurship Development and Innovation Institute-TN,
Ekkatuthangal, Chennai-32.

Copy to:
The Industries Department, Secretariat, Chennai-9.
The Finance (Industries) Department, Secretariat, Chennai-9.
The Personal Assistant to Secretary to Government,
Micro, Small and Medium Enterprises Department
Chennai-9.
The Micro, Small and Medium Enterprises (B/OP) Department,
Chennai-9.
Stock file / Spare copy.

// FORWARDED BY ORDER //


SECTION OFFICER