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CHARTERED ACCOUNTANTS



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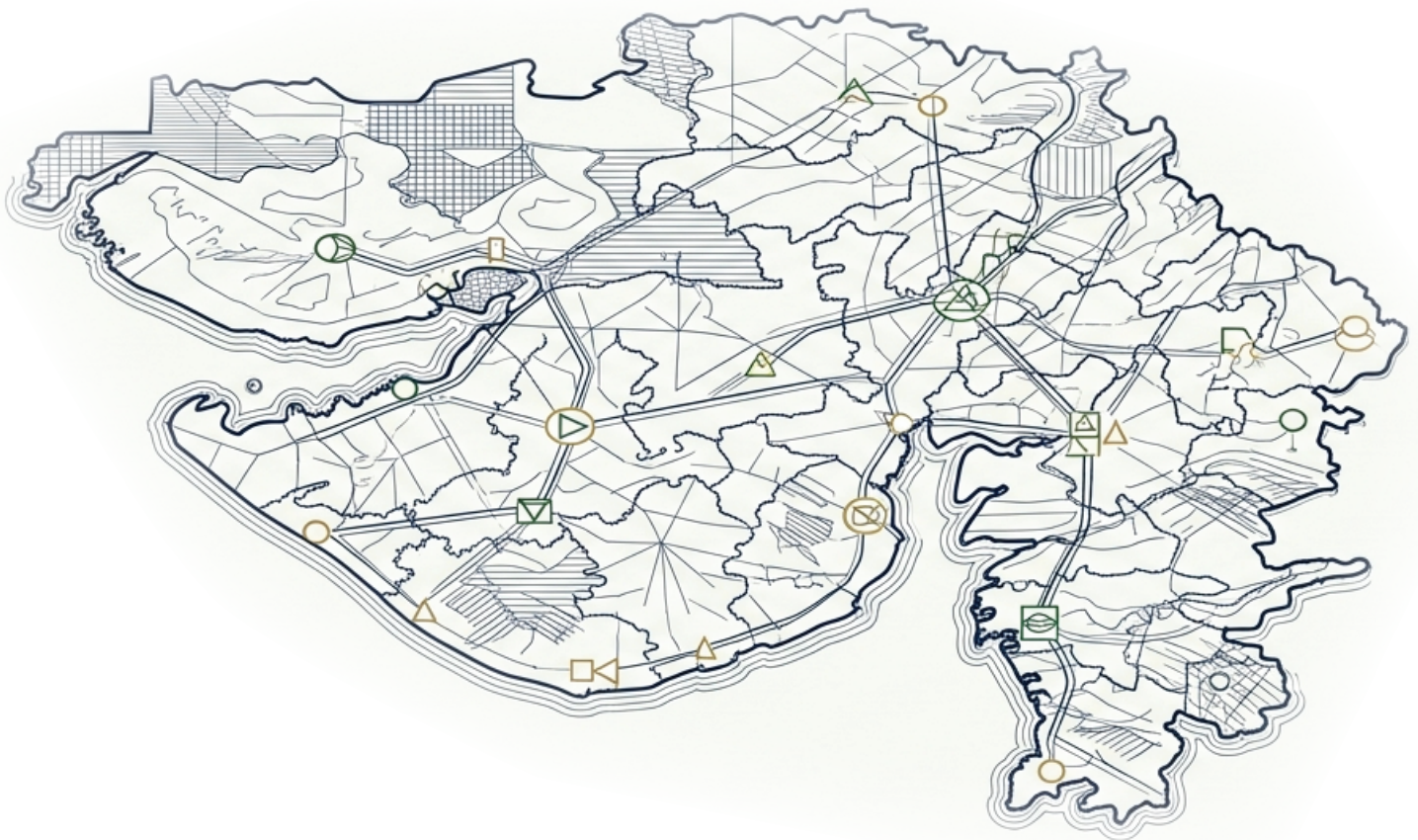


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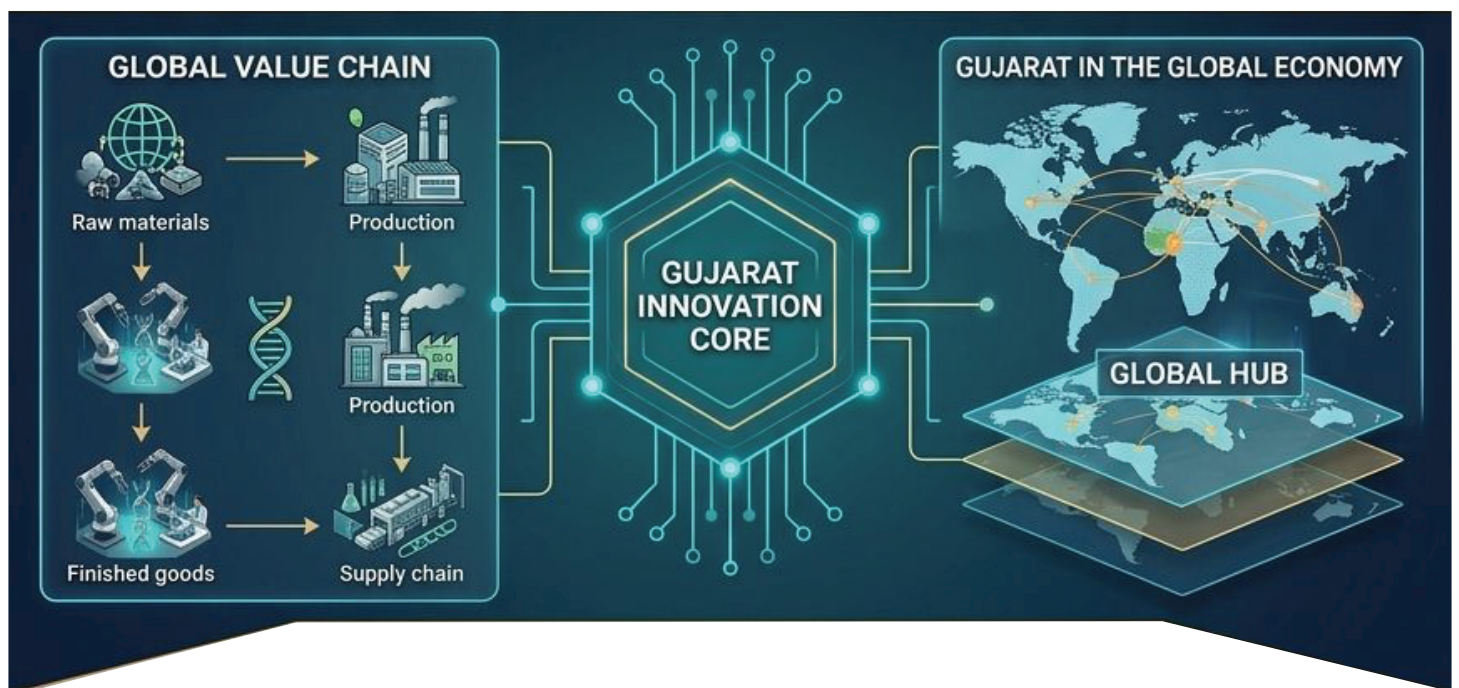


Introduction

- Gujarat is entering a new phase of industrial growth.
 - The state has strong manufacturing capacity, business-friendly governance, ports, logistics and connectivity.
 - Its entrepreneurial ecosystem makes Gujarat well positioned to lead India's next industrial growth wave.
 - The policy supports the vision of "Viksit Gujarat se Viksit Bharat @2047".
 - It is inspired by Atmanirbhar Bharat, Make in India and Swadeshi principles.
- Focus areas: investment, innovation, employment, value addition, sustainability and global competitiveness.

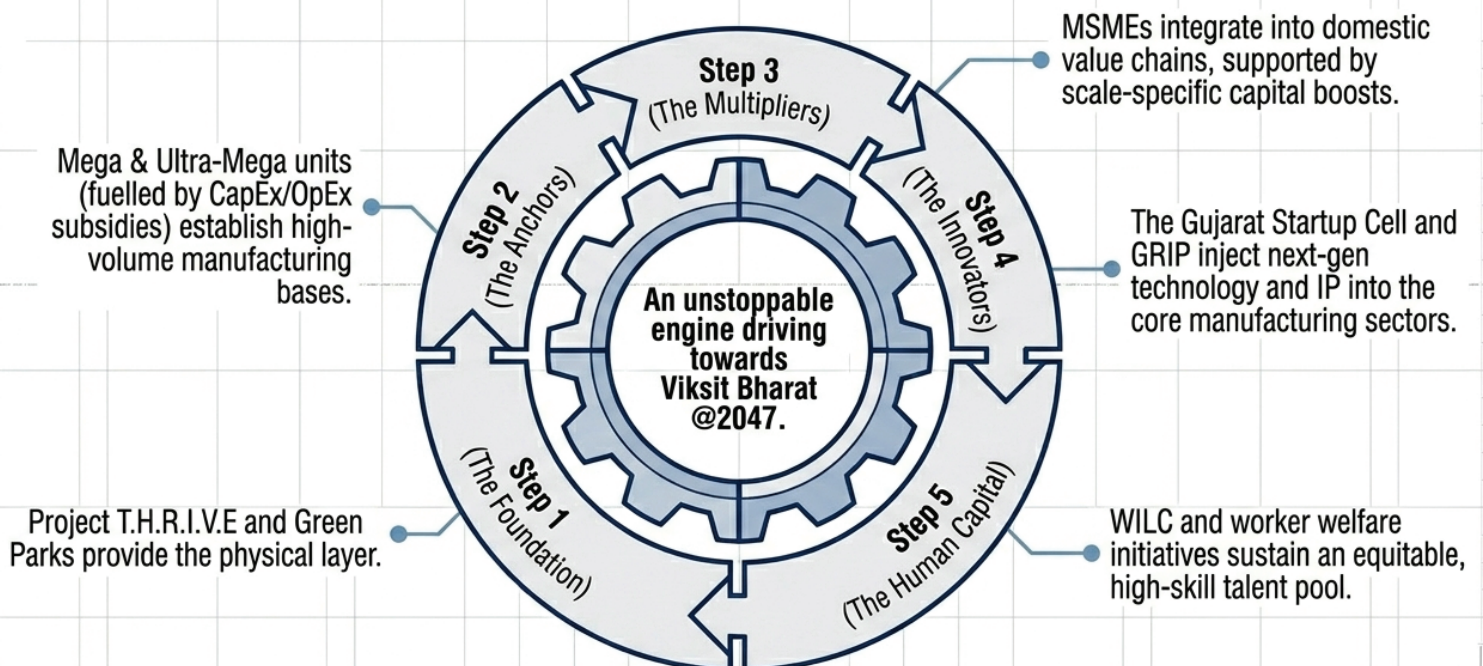


- Build Gujarat as a globally competitive industrial hub.
- Promote innovation-led and sustainable manufacturing.
- Strengthen value addition and participation in global value chains.
- Contribute to the national goal of Viksit Bharat @2047.



This policy shall be valid for a period of five years from 1st June 2026.

The Viksit Gujarat Value Chain





Promotion of Thrust Sectors

#	Sector	Details
1	Green Energy Ecosystem	Green Hydrogen & Green Ammonia; Electrolyzer; Renewable Energy Equipment; Battery Storage; Fuel Cells
2	Mobility	Auto and Auto Components; Aviation related manufacturing; Space related manufacturing
3	Capital Equipment	Electrical Machinery and/or equipment; Industrial Machinery and/or equipment; Telecom related machinery and/or equipment
4	Textiles and Apparels	Textile; Technical Textile; Apparel; Garment
5	Critical Mineral Processing/ Refining/ Extraction, Metals and Minerals, Ceramics	
6	Sustainability	Municipal Solid/Liquid waste recycling equipment manufacturing
7	Chemicals	Chemicals
8	Agro Processing	Agro and Food Processing
9	Healthcare	Bulk Drug, APIs and KSMs; Medical Devices; Pharmaceuticals
10	Ancillary Units of Semiconductor Industries (Ultra-High-Purity Chemicals, Ultra-High-Purity Gases, etc.)	
11	Nuclear Power Equipment (Including Small Modular Reactors)	
12	Vehicle Scrapping Facilities	
13	Electronics Waste Recycling Units	
14	Textile Waste Recycling Units	
15	Manufacturing of Shipping Container	
16	Heavy Earth Moving Equipment (Crane manufacturing, Tunnel Boring Machines, Excavators, etc.)	
17	Manufacturing of Sports Goods and Equipment	
18	Manufacturing of Toys	
19	Manufacturing of Footwear	



Incentives to Industries

- Large General Sector units can select a suitable mix of capital subsidy, interest subsidy and power tariff support.
- Maximum incentive ceiling: 15% of eFCI in Category-B talukas and 20% of eFCI in Category-A talukas.



Large Units in Thrust Sectors

(Minimum investment in Plant and Machinery of INR 25 crore)

Taluka Category	Component-1: Capital Subsidy	Component-2: Interest Subsidy	Component-3: Power Tariff
Category-B	15% of eFCI disbursed over a period of 8 years	7% on Term Loan over a period of 8 years, up to 15% of eFCI	INR 1 per unit over a period of 8 years, up to 15% of eFCI
Category-A	25% of eFCI disbursed over a period of 8 years	7% on Term Loan over a period of 8 years, up to 20% of eFCI	INR 2 per unit over a period of 8 years, up to 20% of eFCI



Large Units in General Sectors

Taluka Category	Component-1: Capital Subsidy	Component-2: Interest Subsidy	Component-3: Power Tariff
Category-B	10% of eFCI disbursed over a period of 10 years	7% on Term Loan over a period of 10 years, up to 10% of eFCI	INR 1 per unit over a period of 10 years, up to 10% of eFCI
Category-A	15% of eFCI disbursed over a period of 10 years	7% on Term Loan over a period of 10 years, up to 15% of eFCI	INR 2 per unit over a period of 10 years, up to 15% of eFCI

- Mega units can combine capital subsidy, interest subsidy and power tariff support.
- Overall incentive ceiling: 30% of eFCI for Category-B talukas and 35% for Category-A talukas.



Mega Units

Taluka Category	Component-1: Capital Subsidy	Component-2: Interest Subsidy	Component-3: Power Tariff
Category-B	20% of eFCI disbursed over a period of 10 years	7% on Term Loan over a period of 10 years up to 20% of eFCI	INR 1 per unit over a period of 10 years, up to 20% of eFCI
Category-A	25% of eFCI disbursed over a period of 10 years	7% on Term Loan over a period of 10 years up to 25% of eFCI	INR 2 per unit over a period of 10 years, up to 25% of eFCI

- Ultra-Mega units receive higher support due to larger investment scale.
- They may choose a mix of capital subsidy, interest subsidy and power tariff support.
- Maximum ceiling: 35% of eFCI in Category-B talukas and 40% in Category-A talukas.



Ultra-Mega Units

Taluka Category	Component-1: Capital Subsidy	Component-2: Interest Subsidy	Component-3: Power Tariff
Category-B	25% of eFCI disbursed over a period of 12 years	7% on Term Loan over 12 years up to 20% of eFCI	INR 1 per unit over a period of 12 years, up to 20% of eFCI
Category-A	30% of eFCI disbursed over a period of 12 years	7% on Term Loan over 12 years up to 25% of eFCI	INR 2 per unit over a period of 12 years, up to 25% of eFCI



In addition, MSMEs, Large, Mega and Ultra-Mega Units will be eligible for:

- EPF reimbursement: 100% reimbursement on employer's statutory contribution for 5 years for MSME, 8 years for Large (Thrust Sectors), 10 years for Large (General Sectors), Mega and Ultra Mega Units, up to INR 1800/month for Male employees and INR 2500/month for Female employees and INR 3,000/month for Specially abled employees.
- 100% Electricity Duty Exemption as per Gujarat Electricity Duty Act 1958.
- 100% stamp duty and registration fee reimbursement (only for Ultra-Mega units).



Incentives for Research and Development

- R&D is a major priority under the Industrial Policy 2026.
- The aim is to build Gujarat as a strong centre for innovation and technology development.
- Support areas include R&D infrastructure, intellectual property, patents and quality certification.

Strategic R&D Focus

- R&D will drive long-term industrial growth and competitiveness.
- Priority sectors include renewable energy, advanced materials, biotechnology, Industry 4.0 and Industry 5.0.
- The objective is to move Gujarat higher in global value chains.

Gujarat Research & Innovation Park

- GIDC will develop the Gujarat Research & Innovation Park.
- It will support R&D companies, startups and technology-based enterprises.
- Facilities will include shared labs, testing, prototyping, plug-and-play spaces and IP support.

Incentives	Early Bird Incentive: Applicable to first 5 R&D Centres with minimum investment of INR 300 Cr	Other R&D Centres (Minimum investment of INR 100 Cr)
CAPEX Support	Building, Machinery, Equipment: 50% Capital Subsidy (building cost capped at 20% of total investment) in 5 years upto INR 50 Cr. p.a.	Building, Machinery, Equipment: 25% Capital Subsidy (building cost capped at 20% of total investment) in 5 years up to INR 20 crore p.a.
	Land: Reimbursement of 25% of allotment price (GIDC/Dholera/Govt. Land) or 25% of Jantri Rate in case of private land	
OPEX Support	Power tariff: INR 1 per unit for a period of 5 years	
	Payroll Subsidy: INR 10,000 per person per month for 3 years	
IPR Support	100% reimbursement up to INR 10,000 per IPR filed for a period of 10 years	
Patent Support	75% of cost up to INR 15 Lakhs per patent per Centre for total of 25 patents over a period of 10 years	

- Recognized in-house R&D centres can receive capital support for machinery, equipment, hardware and software.
- Support: 50% of cost, up to INR 50 crore.
- Additional support for IP and patents will encourage local technology ownership.
- International quality certifications are also supported.
- Eligible units can receive 25% reimbursement of certification cost.
- Limit: up to INR 10 lakh per certificate, for a maximum of five certifications.

Capitalising the R&D Ecosystem

Centered around the new Gujarat Research & Innovation Park (GRIP), providing shared labs, prototyping, and plug-and-play spaces.

Early Bird Fast-Track

First 5 R&D Centres (Min INR 300 Cr investment) receive 50% Capital Subsidy up to INR 50 Cr p.a. for 5 years.

Standard CAPEX (Min INR 100 Cr)

25% Capital Subsidy up to INR 20 Cr p.a.
+ 25% Land price reimbursement.

OPEX Support

Power tariff at INR 1/unit (5 yrs) + Payroll
Subsidy of INR 10,000/person/month (3 yrs).

IP & Certification

IPR: 100% up to 10k.
Patents: 75% up to 15L (max 25).
Certifications: 25% up to 10L (max 5).



Support for Startups

Startup support focuses on early-stage survival, funding, market access and single-window facilitation:

- **Sustenance Allowance** of INR 25,000/Month for 1 Year (INR 30,000/Month for startups with women co-founder) to support startups during their early operational phase, with extended support (2 years) for high-tech/fintech/disruptive/biotech/green startups.
- **Seed Support** of up to INR 30 Lakhs (additional INR 10 Lakhs for startups with significant societal impact). Additional INR 10 Lakhs in case of high-tech/fintech/disruptive technology startups/green startups. Total maximum Seed Support up to INR 50 Lakhs per Startup.
- **Interest Subsidy** : Additional 1% up to 9% on Term Loans.
- Acceleration Programme Participation assistance of up to INR 5 Lakhs.
- Soft Skill Assistance of up to INR 1 Lakh.
- Cross-border innovation hubs will encourage collaboration between Indian and international startups.
- India-Israel Innovation Bridge may support agri-tech and water-tech pilots up to INR 1 crore.
- Gujarat Startup Cell will act as a single-window support system for schemes, incentives and clearances.

The policy promotes greater participation of women entrepreneurs and professionals through targeted incentives and leadership support:

- Additional 1% Interest subsidy
- Return-to-Industry Accelerator for Women Post-Career Break: Specialized skill refresher courses to be run by CED for working women.
- Women's Industrial Leadership Committee (WILC): A formal advisory committee shall be created comprising successful women founders, researchers, etc. to provide strategic guidance, co-create policies and initiatives, and undertake an annual review of progress towards strengthening women's participation and leadership in industry.
- Rental Assistance: 75% of rent paid up to INR 3 Lakhs p.a for 5 years



Financial Priming

Additional 1% Interest subsidy on loans.

Rental Assistance covering 75% of rent paid (up to INR 3 Lakhs p.a. for 5 years).



Return-to-Industry

Designed for women post-career break.

Specialised skill refresher courses executed by the Centre for Entrepreneurship Development (CED).



Strategic Governance

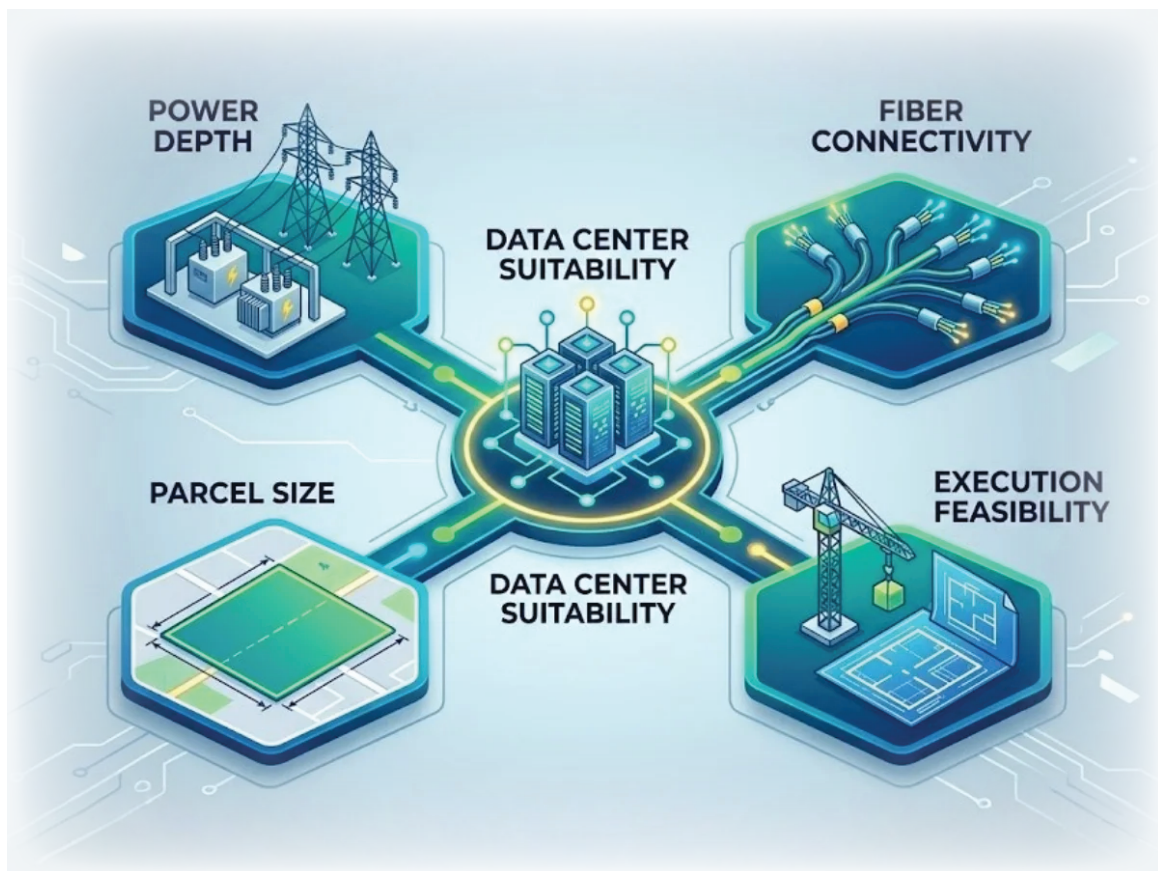
Women's Industrial Leadership Committee (WILC).

An advisory body of founders and researchers to co-create policy and undertake annual progress reviews.



Industrial Infrastructure for Competitive Growth

- Gujarat will develop strong and future-ready industrial infrastructure.
- Focus areas include worker welfare, productivity and sustainable industrial growth.
- Facilities such as working women hostels, dormitories and worker housing will be encouraged.
- Private industrial parks, green industrial parks and ready-built factories will be promoted.
- Green Industrial Parks will use at least 70% green power and provide Zero Liquid Discharge facilities.
- Ready-built factories and multi-storied sheds will help MSMEs access modern spaces faster and at lower cost.

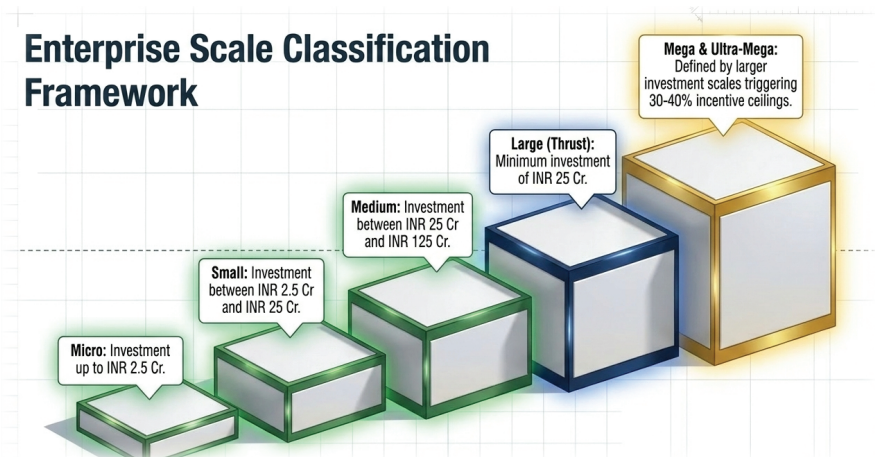




Nudging MSMEs to Go Global

- The policy follows the updated MSME definition of the Government of India.
- Enterprises are classified based on investment in plant, machinery or equipment.
- This enables targeted incentives and support based on enterprise size.
- **Micro Enterprise** : Investment in Plant and Machinery or Equipment of up to INR 2.5 Cr
Small Enterprise: Investment in Plant and Machinery or Equipment of more than INR 2.5 Cr up to INR 25 Cr
- **Medium Enterprise** : Investment in Plant and Machinery or Equipment of more than INR 25 Cr up to INR 125 Cr
- MSMEs may choose a suitable mix of capital subsidy, interest subsidy and power tariff support.
- **Maximum incentive ceiling** : 35% of eFCI for Category-B talukas and 45% for Category-A talukas.

Enterprise Scale Classification Framework



Incentives for MSMEs

Taluka Category	Component-1: Capital Subsidy on Term Loan	Component-2: Interest Subsidy	Component-3: Power Tariff
Category-B	Micro: 25% of eFCI in 1 year. Small & Medium: 25% of eFCI disbursed over 5 years	7% on Term Loan for 5 years up to 10% of eFCI (MSME)	INR 1 per unit for 5 years up to 25% of eFCI (MSME)
Category-A	Micro: 35% of eFCI in 1 year. Small & Medium: 35% of eFCI disbursed over 5 years	7% on Term Loan for 5 years up to 10% of eFCI (MSME)	INR 2 per unit for 5 years up to 25% of eFCI (MSME)

- Project T.H.R.I.V.E is a strategic initiative under the Viksit Gujarat Industrial Policy 2026.
- It aims to improve industrial infrastructure and support balanced regional development.
- The project promotes industrial expansion in both established centres and emerging growth corridors.
- It supports investment, employment, ease of doing business, sustainability and innovation.

Project T.H.R.I.V.E is the strategic initiative driving balanced regional development across established centres and emerging growth corridors.

Category B Talukas

Established industrial hubs.
Base incentive ceilings
(up to 35% of eFCI for
Ultra-Mega).

Category A Talukas

Emerging growth areas.
Premium incentive ceilings (up
to 40% of eFCI for Ultra-Mega)
to offset development costs.



Special Provision for Selected Thrust Sectors

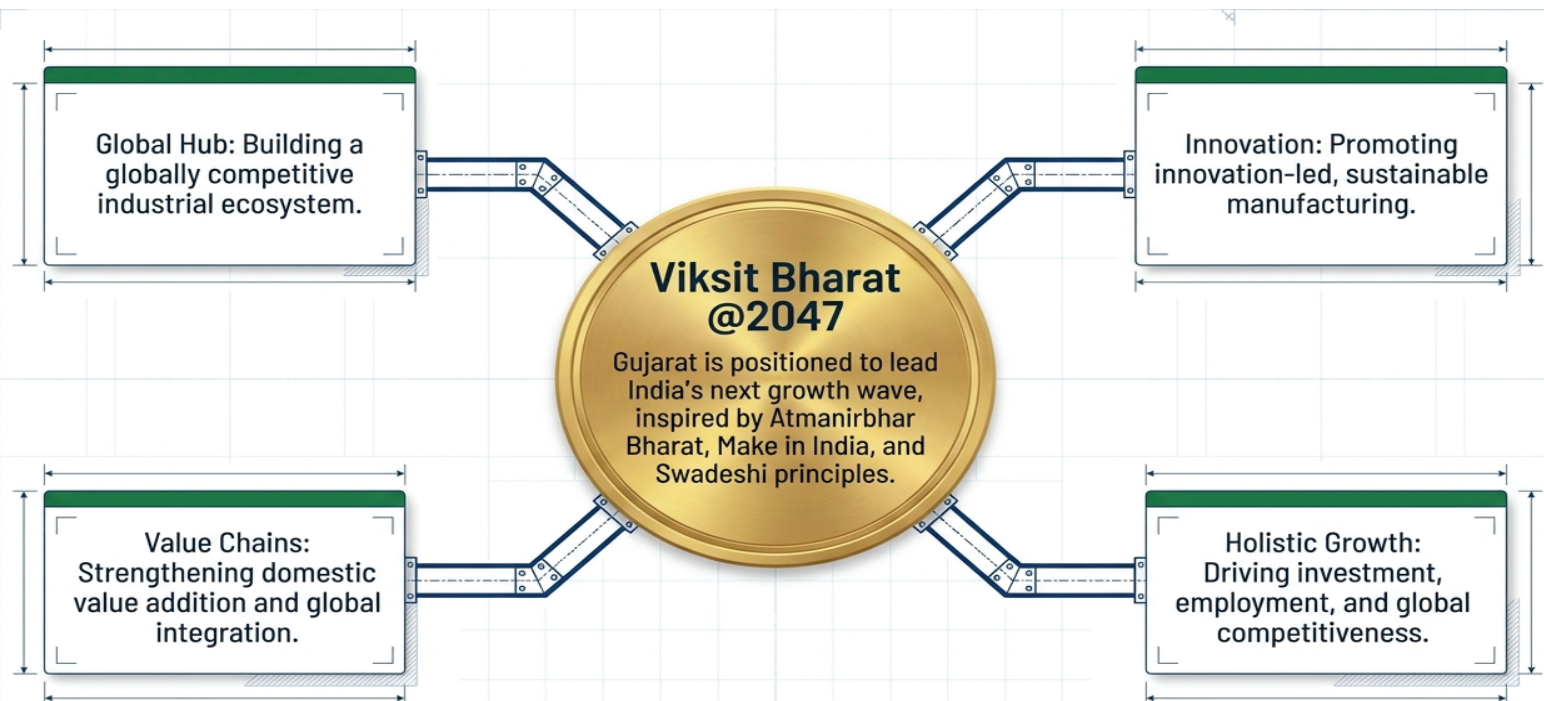
- Higher support is provided to selected high-priority sectors.
- Key sectors include sports goods, toys, footwear, robots and drones.
- These sectors support employment, MSMEs, exports and technology-led manufacturing.
- Selected thrust sectors receive higher incentive ceilings than normal thrust sectors.
- Support may include capital subsidy, interest subsidy and power tariff benefits.
- Incentives may go up to 50% of eligible investment in Category-A talukas and 45% in Category-B talukas.
- Eligible units may receive EPF reimbursement, electricity duty exemption and stamp duty support.
- These benefits reduce project cost and improve financial viability, subject to policy conditions.
- The objective is to attract investment and build strong domestic value chains.
- The provision strengthens Gujarat's position in advanced and labour-intensive manufacturing.

It supports innovation, MSME participation, employment and export readiness.



Concluding Remark

- The Viksit Gujarat Industrial Policy 2026 provides a clear roadmap for a future-ready industrial economy.
- It combines incentives, infrastructure, innovation, MSME support, women-led enterprise and startup promotion.
- The policy aims to create investment, employment and stronger value chains across Gujarat.
- In essence, it is a strategic step towards Viksit Gujarat and Viksit Bharat @2047.



THANK YOU...



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