

OFFICE OF THE COMMISSIONER OF INDUSTRIES

GOVT. OF NCT DELHI, UDYOG SADAN

419, FIE, PATPARGANJ INDUSTRIAL AREA, DELHI-1100092

F. No. DCI/PC/2021/321/443/1685-91,

Dated: 07/02/2022

Guidelines

Guidelines for Release /Disbursal of Incentive /Subsidy to the Approved Beneficiaries Under Medical Oxygen Production Promotion Policy of Delhi-2021:

1. Incentives /Subsidy should be disbursed to the beneficiaries only when plant/tanker(s)/storage facilities have been commissioned / made operational within stipulated time and all conditions laid under the policy have been complied with. The applicants have to inform this Department, immediately after commissioning of plants / facilities and should also submit to this department a request for disbursal of subsidy/incentives. On receipt of application from applicants, the Policy Branch should examine and process the same for inspection (for ensuring that the plants/facilities etc have been commissioned/made operational) by the Evaluation Committee comprising following members:

- | | |
|---|--------|
| (a) Dy. Commissioner of Industries (Policy). - | Member |
| (b) Representative of DTU- | Member |
| (c) Representative of BIS- | Member |
| (d) Accounts/Finance officer, Industries Deptt. | Member |
| (e) Sh. S.K. Singh, OSD | Member |

* The Policy Branch should submit the case along with Evaluation Report to Secretary-cum-Commissioner (Industries) through proper channel for his consideration / rejection of claim for subsidy.

Following are required documents to be called from the applicants in respect of approved cases for settlement of claims for incentives /subsidy under the policy: In addition to that, GST Registration Certificate and Factory License Certificate are required to be submitted wherever applicable.

(i) Liquid Oxygen Generation Plants/Non-Captive PSA/ASU Plants.

- (a) Purchase bills of Plant & Machineries
- (b) Photograph of installed and commissioned plant.
- (c) Sale /sales bill for sale of Medical Oxygen to any enterprise /hospital etc
- (d) Copy of license from Petroleum Explosive Safety Organization (PESO)
- (e) In case any credit facility has been availed from any financial institution details of financial institution /link and amount of loan sanctioned as well as disbursed.

(ii) Medical Oxygen Generation Plants (Captive PSA/ASU Plants).

- (a) Purchase bills of Plant & Machineries
- (b) Photograph of installed and commissioned plant(s)
- (c) Copy of license from Petroleum Explosive Safety Organization (PESO).
- (d) In case any credit facility has been availed from any financial institution details of financial institution /link and amount of loan sanctioned as well as disbursed.

approves the case(s) of such units, it should be entered in a specified register in Policy Branch and thereafter full stamp duty paid on purchase of land in conforming areas for setting up above plants should be reimbursed through Accounts Branch. The Account Branch should also maintain proper record in this regard. The unit(s) should use this land for minimum 05(Five) years for running plants as mentioned above as per provision in the policy.

4. Reimbursement of SGST:

There is a provision under sub-para I (d) of Para-3 of the policy to reimburse 100 % SGST (Gross) within a month of Commissioning of the Plant. While claiming SGST the applicant should submit purchase bills of plant and machineries with SGST paid as proof for settlement of claim. The procedure as mentioned above should be followed for reimbursement of 100% of SGST to the eligible units within a month of commissioning of the Plant along with other incentives. For reimbursement of SSGT procedure as for stamp duty has to be followed by Policy Branch.

5. Grant of Additional benefit /incentives/subsidy to Liquid Oxygen Generation Plants & Non-Captive Oxygen Generation Plants (PSA/ASU):

Incentives will be granted only if the LOX manufacturing plants are commissioned by 31.12.2022 and Oxygen generation plants (PSA/ASU) are commissioned by 31.03. 2022. In case the plants are commissioned ahead of this deadline, an additional incentive of Rs 1 lakh/MT shall be given for every month that the plant has been commissioned ahead of the deadline as per provision in sub-para I (g) of para-3 of the Policy. Additional incentive should also be released along with capital incentive after commissioning of the plant as specified above. The procedure should be followed as mentioned in para-3 above.

6. Subsidy/Incentive to be paid in Advance/Upfront:

Sub-para (b) of para 7 of the Policy stipulates that 100% of capital subsidy under this policy shall be provided to approved units within one month of Commissioning. In case any unit wishes to avail 50% subsidy upfront as advance at the stage of proposal sanction, the same shall be provided against a Bank Guarantee for an equivalent amount and extending up to the date of Commissioning. The 50% advance subsidy for LOX manufacturing plants and Non-captive Oxygen Generation Plants (PSA/ASU) shall be provided only after proof of ownership of land is submitted in favour of the applicant unit. In such cases the Policy Branch on claim from applicants should examine the matter and in case the unit is eligible for advance capital subsidy, the matter should be submitted to the Member Secretary for placing it before the Screening Committee. Once it is recommended by the committee, it should be placed by the Policy Branch to Secretary (Industries) for his consideration. On approval, the subsidy amount in advance should be disbursed to the applicant provided no loan has been availed on the cost of Plant & Machineries otherwise it should be disbursed to the banks/creditors against the loan availed.

7. Release/ Disbursal of Incentive /Subsidy to the beneficiaries who have not availed loan from any Financial Institutions/ Banks:

Incentive(s) should be disbursed /reimbursed in their Bank A/c through Accounts Branch of this Department after due approval of Secretary-cum- Commissioner (Industries)

Release /Disbursal of Incentive /Subsidy to the beneficiaries who have availed loan from Financial Institutions /Banks:

Incentive/subsidy amount should be disbursed /reimbursed after due approval of Secretary (Industries) directly to the lender for adjustment against their principal amount of loan.

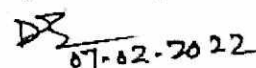
9. Inspection of Beneficiary units for five years:

To ensure that assets purchased for which incentives /subsidy have been availed are intact, a simple inspection should be carried out by Policy Branch with prior approval of Special Commissioner of Industries after one year of plant /facilities being commissioned. This practice should be continued till 5 years i.e. within lock-in period.

10. Recovery of Incentives on False Declaration or Otherwise:

(i) There is a provision under para-9 of the Policy that if any false declaration is given for the purpose of availing incentives or if incentives are availed for a unit that was not eligible or upon violation of any of the condition of this Policy, the amount of incentives is liable to be recovered from the date of availing such benefit, along with interest compounded annually at the rate of 18% per annum.

(ii) There is a provision under para-III(c) of para 3 in the Policy that the registration of tanker cannot be transferred to a different state after claiming the subsidy. In cases of transfer to other state, the subsidy has to be returned with interest @24% per annum. In case of non-payment within the stipulated time, the Government may recover such amounts, including interest, as arrears of land revenue.


(Desh Raj Singh)
Dy Commissioner (Industries)
Policy Branch

To,

All Members of the Evaluation Committee,
Medical Oxygen Production Promotion Policy of Delhi-2021

F. No. DCI/PC/2021/321/443/1685-91,

Dated: 07/02/2022

Copy for information to:

1. P.S. to Secretary-cum-Commissioner of Industries, Govt. of NCT of Delhi.
2. P.A. to Special. Commissioner of Industries, Govt. of NCT of Delhi


Dy Commissioner (Industries)
Policy Branch