

4. Other Concessions :

a). Import of Capital Goods & Raw - Materials

Export Market Oriented Projects - (80% exports)
Capital goods, construction materials and raw-materials are permitted to be imported free of customs duty.

Domestic Market Oriented Projects
Capital goods & construction materials are permitted to be imported free of customs duty during the projects implementation period.

Agriculture Sector

Tractors, Agricultural Implements & Freezer Trucks are permitted to be imported free of customs duty.

b). Land and Infrastructure Support

- State lands at concessionary rates to be made available.



PROCESSING FEES

The fees applicable will be as follows:

Application Fee - US\$ 150/- + VAT
Agreement Fee - US\$ 1000/- + VAT
Annual Registration Fees - US\$ 500/- + VAT
(for manufacturing)

US\$ 250/- +VAT - (Coir Products)
US\$ 250/- +VAT - (Agriculture)
US\$ 1000/- + VAT- (Infrastructure Projects during the Implementation period & US\$ 500/- +VAT thereafter)

Contact Us:

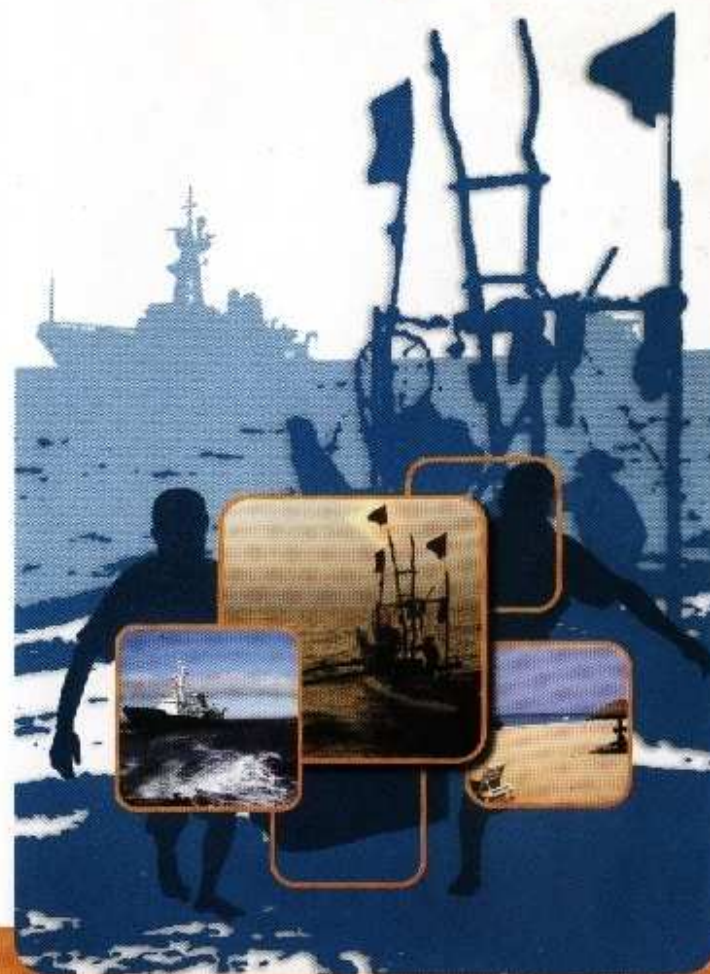
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INCENTIVES FOR EASTERN & NORTHERN PROVINCES





In order to accelerate the development activities in the Eastern & Northern Provinces, it is proposed to offer a special Incentive Package for the projects to be set up in the Eastern & Northern Provinces.

1). Income Tax Concessions :

Projects/Sector	Qualifying Criteria		Tax Holiday
	Minimum Investment	Minimum Employment	
a). Manufacturing Sector - Textile & Apparel Products - Food & Beverages	Rs.40 Mn	100	15 Years
- Wood Products - Paper & Paper Products - Rubber & Plastic Products - Fishing Boats & Fishing Gear	Rs.40 Mn	50	15 Years
b). Tourism Sector : - Tourism & Recreation - Hotels	Rs.40 Mn	25	15 Years
c). Agriculture Sector			
Group 1 - Rice Mills - Ice Manufacturing Plants or Cold Rooms	Rs.15 Mn.	20	15 Years
Group 2 - Dairy Farming & Livestock Development - Cultivation & Processing of Fruits & Vegetables	Rs.15 Mn.	20	20 Years
d). Fisheries Industry (Fishing & Processing of Seafood)			
North & East	Rs.7.5 Mn.	20	15 Years
Other Provinces	Rs.7.5 Mn.	20	10 Years

2). Revival of sick Industries

The above concessions will also be available for revival of a sick industry located in the Eastern or Northern Province provided they set up a new company with the acquisition of assets of a sick company.

Qualifying Criteria		Tax Holiday
Minimum Investment	Minimum Employment	
Rs.50 Mn	100	10 years

3). Expansion of existing companies

Existing companies who set up an expansion unit will be eligible for a tax holiday along with other concessions subject to satisfying investment & employment criteria given below:

Qualifying Criteria		Tax Holiday
Minimum Additional Investment	Minimum Additional Employment	
Rs.100 Mn.	100	* As per the table given below

Unexpired tax holiday (Years)	Tax Holiday Entitlement (Years)
0	5
1	4
2	3
3	2
4	1
5	0