

Frequently Asked Questions (FAQs) related to North East Industrial Development Scheme (NEIDS), 2017.

- Ques.1 What will be the duration of the Scheme?
Ans It will be applicable for 5 years from 01.04.2017 to 31.03.2022.
- Ques.2 Is it mandatory to register with DIPP through Online portal prior to being eligible for any benefit under this scheme ?
Ans. Yes.
- Ques.3 When should the unit start its commercial production to become eligible for the scheme?
Ans The unit should start its commercial production within 18 months of approval from DIPP. However, the unit which has commenced production on or after 01.04.2017 will be allowed to register with DIPP for getting approval on or before 30.09.2018.
- Ques.4 Which states are covered under NEIDS scheme?
Ans The scheme will only cover states of Arunachal Pradesh, Assam, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim and Tripura
- Ques.5 What types of units are eligible under the scheme?
Ans Only new industrial units and new service sector units are eligible under the Scheme subject to the *Negative List* of the scheme.
- Ques.6 Is substantial expansion allowed for the units, to claim benefit under the Scheme?
Ans No, only new units are eligible.
- Ques.7 How many components are present under the scheme?
Ans There are 7 different components which an eligible unit can claim benefits under this scheme.
- Ques.8 Is there any limit on the total incentives availed by an eligible industrial unit?
Ans Yes, the total incentive availed by a unit should not exceed the total investment in plant and machinery subject to a maximum limit of Rs.200 crore per unit.

- Ques.9 What are the components under the Scheme?
Ans (i) Central Capital Investment Incentive for access to credit (CCIIAC).
(ii) Central Interest Incentive (CII)
(iii) Central Comprehensive Insurance Incentive (CCII)
(iv) Goods and Services Tax (GST) Reimbursement
(v) Income Tax (IT) Reimbursement
(vi) Transport Incentive (TI); and
(vii) Employment Incentive (EI).
- Ques.10 Can any unit claim benefit under all the components of the scheme?
Ans Yes, if it fulfills the condition of the scheme.
- Ques.11 What are the benefits under CCIIAC?
Ans All new eligible units will be provided Capital Investment Incentive for access to credit @30% of the investment in plant & machinery with an upper limit of Rs.5.00 crore.
- Ques.12 What are the benefits under CII?
Ans All new eligible units will be given an interest incentive @ 3% on working capital credit advanced by the Scheduled Banks or Central/State financial institutions for first 5 years from the date of commencement of commercial production/operation.
- Ques.13 What are the benefits under CCII?
Ans All new eligible units will be eligible for reimbursement of 100% insurance premium on insurance of building and Plant & Machinery for a maximum period of 5 years from the date of commencement of commercial production/operation.
- Ques.14 What are the benefits under GST reimbursement?
Ans All new eligible units will be eligible for reimbursement of GST paid on finished products manufactured in the NER up to the extent of the Central share of the CGST and IGST for a period of 5 years from the date of commencement of commercial production/operation.
- Ques.15 What are the benefits under IT reimbursement?
Ans All new eligible units will be eligible can claim reimbursement of central share of income tax for 1st 5 years, including the year of commencement of commercial production.
- Ques.16 Can any unit claim interest on account of delay in payment of incentive?
Ans No.

Ques.17 Is there any time period for which the eligible industrial unit has to remain in operation after receiving the incentive from DIPP?

Ans Yes, after receiving incentives, each industrial unit shall submit its APR to DIPP/State Government concerned, about its working for a period of 5 years after going into operation.