

The Odisha Gazette



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No. 396—IND-HI2-PRJS-0015/2023-I.

GOVERNMENT OF ODISHA

INDUSTRIES DEPARTMENT

RESOLUTION

The 16th January 2024

SUBJECT—Special package of incentives for Integrated Textile Project and Integrated Logistic Facility (Park) of Welspun Group at Choudwar, Cuttack.

1. Welspun Group has proposed to set up a Mega Integrated Textile Manufacturing and Warehouse Complex at Choudwar in Cuttack District with total investment of Rs. 3,000 cores & employment potential of 20,000 people (both Direct and Indirect).

The Project shall consist of entire value chain of textiles including but not limited to spinning, weaving, fabric making and processing, cutting, sewing, printing, packaging and dispatch. Apart from the various components of textile value chain to be set up by the Welspun Group through its own group companies, it will also bring other related vendors to the complex for main stream as well as allied products and services.

The Welspun Group will also set up a modern multi-modal warehousing project in Choudwar through a Group Company, which will be utilized to provide services to both Welspun Group Companies and other external customers.

The company has submitted a detailed representation on incentives required to improve the viability of the project. While most of the incentives are provided in the IPR 2022 and Odisha Apparel and Technical Textiles Policy 2022, some of the requests are beyond the provision of the policies.

The representation was placed before the High Level Committee constituted under the chairmanship of Chief Secretary, Government of Odisha as per the provision made in Clause 10(d) of IPR 2022. Keeping in view the benefits which will accrue to the State as a result of this mega investment in terms of huge employment generation and resultant growth in economic activities, the committee recommended a special package of incentives for the project.

2. The State Government is pleased to approve the following special package of incentives for the projects:—

Sl.No.	Item	Special Incentives
(1)	(2)	(3)
1	Land Rates	IDCO shall provide land at Choudwar at a special discount rate of Rs. 15 lakh per acre to be paid in 5 equal instalments.
2	Capital Investment Subsidy	• The project shall be eligible for 30% CIS on the cost of plant and machinery without any upper limit which shall be paid over 3 years post-commissioning of each phase of the integrated project. • The additional 10% CIS on the cost of plant and machinery as desired by the company shall be paid in full within 6 months of attainment of the targetted direct employment of State domiciled workers. • Direct Employment and Investment proposed by the company is as outlined in Annexure-1.
3	SGST Reimbursement	The company will be eligible to avail 100% Net SGST Reimbursement up to a limit of 200% of the cost of plant & machineries with the following provision:— The company will normally supply its intermediate/finished goods/scrap/by-products within the State, to a manufacturing/marketing company (affiliated or otherwise) after charging applicable SGST and CGST. The company would utilize the input tax credits available in the Electronic Credit Ledger (ECL) at the GSTN Portal, as per provisions of the Goods and Services Tax laws, against the output IGST, CGST and SGST liabilities. Post such utilization, the company will pay the Net SGST to the Government. 100% Net SGST collected and paid by the Company to the Government will be reimbursed to the Company. The manufacturing/marketing company may, in turn, sell/resupply the said goods, as such, or after further manufacturing to customers within the State, outside the State, or in the course of export. The manufacturing/marketing company shall be entitled for availment and utilization of input tax credit on the purchase of such goods from the company without any additional restrictions imposed by the State Government, except as per the provisions of SGST Act 2017.

For the above special incentives separate operational guidelines/statutory notifications may be issued wherever required.

3. The company shall be eligible for all other incentives in accordance with the Industrial Policy Resolution 2022 and the Odisha Apparel and Technical Textiles Policy 2022 and the operational guidelines thereof.

ORDER—Ordered that the resolution be published in the extraordinary issue of the *Odisha Gazette* and copies of the Resolution be forwarded to all Departments, all Heads of Departments and Accountant-General, Odisha.

By order of the Governor
HEMANT SHARMA
Principal Secretary to Government

ANNEXURE-1

Calendar year	Phase	Projected Investment Cost (in Crores INR)	Direct Employment by Textile					Direct Logistics and other Plug and Play Players		
			Employment on company rolls	Employment on contractual rolls	Employment by Ancillary Vendors for supply to Welspun	Employment by Service providers (Transport+ Internal Canteen)	Total Textile Direct Employment.	Employment by Welspun	Employment by Tenants	Total
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
2024	Construction Phase	..	50	400	..	25	475	10	0	10
2025	Construction Phase	500	100	750	..	50	900	15	10	25
2027	Phase-1	200	1200	650	1150	400	3400	50	500	550
2029	Phase-1A	500	1600	1000	1150	450	4200	50	600	650
2032	Phase-2	700	1850	1980	2400	450	6680	100	1200	1300
2035	Phase-3	1150	2100	2110	3350	450	8010	200	2000	2200
	Total ..	3050	2100	2110	3350	450	8010	200	2000	2200