

POLICY FOR DEVELOPMENT OF INTEGRATED SUGAR COMPLEXES

A. COMPLEXES WITH MINIMUM FIXED CAPITAL INVESTMENT OF Rs.200 CRORE

DEFINITION

A Sugar Complex will essentially comprise of a Sugar Mill with minimum capacity of 3000 TCD, Power Generation Unit of minimum 15 MW, a distillery of 30 KL, brewery, second distillery (optional and if requested) which may be grain-based or sugarcane-based ethanol distillery.

CONCESSIONS

In addition to the incentives admissible to the Mega Projects i.e. stamp duty exemption on purchase of land and exemption from electricity duty upto 5% for 5 years, following incentives will be given to such complexes to be set up in the border districts and Kandi areas of the State:-

- 100% exemption from Electricity Duty on export of Power from the Power Generation Unit for a period of 10 years from the date of production.
- PML quota of 150% (instead of normal quota of 100%) will be given to the Distillery.
- In addition to the allocation of villages within the radius of 7.5 Kms. of such complexes as per normal policy of the Agriculture Department, allocation of remaining area within two sugar mills will be done keeping in mind the capacity of each sugar mill.

Integrated Sugar Complexes outside the border areas and Kandi areas will also get these concessions with the modification that the concession of electricity duty on export of power will be limited to 50% of the

applicable duty. Other terms and conditions will remain the same.

B. SUGAR COMPLEXES WITH MINIMUM FIXED CAPITAL INVESTMENT OF Rs.400 CRORE

DEFINITION

A Sugar Complex with a Sugar Mill of minimum capacity of 5,000 TCD.

CONCESSIONS

In addition to the incentives admissible to the mega projects i.e. stamp duty exemption on purchase of land and exemption from electricity duty upto 5% for 5 years following incentives will be given to such complexes to be set up in the border districts of the State:-

- 100% exemption from electricity duty on export of power from the Power Generation Unit for a period of 10 years from the date of production.
- Exemption of LOI fee for D-2 fees and bottling plant fees.
- Permission for L-1 distribution for own brand of beer manufactured in the Sugar Complex in the State.
- Separate PML quota for the distilleries / bottling plants to the extent of 200% (This will be restricted to 2 distilleries in the Complex), instead of normal quota of 100%.
- Country liquor quota will be released on completion of bottling plant subject to the condition that work on the distillery has been completed to the extent of 75% minimum.
- Agreement to buy- back power with PSPCL for minimum period of 5 years or they will sell power wherever they like by paying requisite charges as approved by PSERC.

- Allocation of villages within the radius of 7.5 Kms. of such Complexes as per normal Policy of the Agriculture Department.
- Grant of minimum 4 years for the implementation of the project from the date of signing the Agreement for mega project.

Integrated Sugar Complexes outside the border areas will also get these concessions with the modification that the concession of electricity duty on export of power will be limited to 50% of the applicable duty.