Draft Guideline - Assistance in Rent to Micro and Small Enterprises

1. Name of the Scheme:

Scheme of assistance in Rent to Micro and Small Enterprise.

Government Resolution:

Atmanirbhar Gujarat Industrial Policy, Scheme for Assistance to Micro, Small and Medium Enterprises (MSME) Govt. of Gujarat, Industry & Mines Dept., Resolution No: MIS-102022-1271(1)-I (Ch) Date: 05-10-2022

2. **Operative Period:**

2.1 The operative period of the scheme is from 05/10/2022 to 04/10/2027

3. Eligibility Criteria

- 3.1 Classification of Micro, Small & Medium manufacturing Enterprise define as per Para 1 Of the GR dated 05/10/2022. The enterprise must have obtained acknowledgement/ registration from Ministry of MSME or DPIIT, as the case may be.
- 3.2 Any MSE (Micro and Small Enterprise) in manufacturing activities which has acquired rented/leased shed/ premises will be eligible for assistance.

4. Quantum of Assistance

- 4.1 The assistance at the rate of 65% of the rent paid (reimbursement of Rent paid) by the enterprise with a maximum limit of Rs.1,00,000/- (one lakh) per annum.
- 4.2 The assistance will be provided for five years.

5. Other Conditions

- 5.1 The owner of shed /premises should have legal ownership and possession.
- 5.2 The service activity and trading activity will not be eligible under the scheme.
- 5.3 Rent must be paid by cheque /e-payment.
- 5.4 Rent/lease agreement (notarized or registered) must be in policy period.
- 5.5 Applicants need to apply within one year from the date of agreement of rent/lease deed.
- 5.6 Enterprise is eligible for maximum 3 applications with total assistance of Rs.1,00,000/- (One Lakh) per annum during the operative period of the scheme.
- 5.7 Rent/lease deed should be minimum of 11 months (expandable up to 5 year)
- 5.8 Enterprise must be in commercial production.
- 5.9 The assistance of rent will be given with effect from the date of rent deed or three months prior to the date of production whichever is later.
- 5.10 Enterprise shall have to submit required approvals related to shed/premises.
- 5.11 If enterprise submit sublease agreement, then recognized intuitions/ authority 's Approval/ Consent/NOC is required
- 5.12 Unit must have to provide prior intimation to concern DIC in case of changing its rental premises.

6. What is the time limit to apply for the scheme for assistance of Rent?

- 6.1 Enterprise needs to apply online on IFP Portal (https://ifp.gujarat.gov.in) and submit self-certified hard copy at concerned DIC Office within one year from the date of Rent agreement/lease.
- 6.2 Enterprise can apply/submit offline/hardcopy at concerned DIC Office till the online module is live
- 6.3 If the Enterprise has signed Rent agreement before 05/10/2022 and commenced the commercial production before 05/10/2022 and apply before 05/10/2022 then enterprise will not be eligible under this scheme.
- 6.4 In addition to the GR, if the Enterprise has commenced commercial production before 05/10/2022 and signed Rent agreement after 05/10/2022 and apply after 05/10/2022 will be eligible under this scheme.
- 6.5 In addition to the GR, if the Enterprise has commenced commercial production after 05/10/2022 and apply before 05/10/2022, the enterprise has an option to opt as per para 7 of the GR dated 05/10/2022.