

Eligibility:

1. Eligibility for selection

- a. The project shall be a greenfield project as defined under these guidelines.
- b. The Net Worth of the Applicant (including that of Group Companies), as on the date of application, shall not be less than 30% of the total proposed investment. The Applicant not meeting the said Net Worth criteria shall not be eligible.
- c. The proposed Domestic Value Addition (OVA) by the applicant shall be at least 90% in case of fermentation based product and at least 70% in case of chemical synthesis based product.
- d. The applicant should not have been declared as bankrupt or wilful defaulter or defaulter or reported as fraud by any bank or financial institution or non-banking financial company.

2. Eligibility for incentive

- a. A selected applicant must meet both the eligibility criteria of threshold investment and minimum annual production capacity as given in Appendix B of the guidelines.
- b. A selected applicant will have to separately meet the eligibility criteria of minimum annual production capacity and threshold investment for each of the eligible products, for which approval has been granted under the Scheme.
- c. In case, the committed annual production capacity and corresponding investment committed is more than minimum annual production capacity and threshold investment as given in Appendix B, the selected applicant shall have to complete the installation of committed annual production capacity and make committed investment, as stated in the approval letter, in order to be eligible to claim incentive.
- d. The applicant shall have to achieve minimum stipulated OVA as per Clause 4.1.3 (90% for fermentation based product and 70% for chemically synthesis based products) for a claim period in order to remain eligible for receiving incentive for that claim period, subject to relaxation given in Clause 4.2.5.

- e. If the OVA achieved for any particular claim period is between 80% to 90% in case of fermentation-based product and between 60% to 70% in case of chemical synthesis based product, the applicant will get 50% of the eligible incentive. This relaxation would be available for a period of 12 months only (one claim period of 12 months or any two claim periods of 6 months) during the tenure of the Scheme.
- f. If the incentive availed by an applicant for any financial year, for any reason, is less than the maximum available incentive for that applicant in that financial year, the applicant shall not be entitled to claim the differential amount in subsequent financial years.
- g. Eligibility under the Scheme shall not affect eligibility under any other scheme and vice versa.