

MCCI comments on Tamil Nadu Industrial Policy 2021

The new Tamil Nadu Industrial Policy looks at enhancing the inclusiveness, transparency and flexibility through the newly formulated schemes of subsidies and incentives meant to attract investors into the state. The Madras Chamber has been in frequent dialogue with the government and is happy to note that a number of our suggestions have been adopted in the new industrial policy.

The new policy looks at incentivizing job creation by offering incentives to new units based on either capital investment or employment. They have also offered the subsidy either by way of capital subsidy or SGST reimbursement based on the preference of the investor.

There is an online planning permission and building permission for firms on Government Industrial parks. There are incentives for setting up industrial parks, logistics parks, skill development centers and for firms greening their manufacturing setups. The policy also provides an incentive for R&D setups.

The state has widened the eligibility by including a sub-Large category covering investments from Rs.50 Crore to Rs 300 Crore. There are also greater incentives for lesser developed districts in the state.

The new industrial policy should help give a boost to the post-pandemic economy of the state and attract fresh investments into the state, generating employment and creating value.

Chennai
16th February, 2021

Srivats Ram
President