

Incentives under the Millennium IT Policy

Incentives Offered to IT companies	Provision
Entry Tax Exemption to IT Companies	<u>Para 9.8 of the Millennium IT Policy:</u> Information Technology Industries will be exempt from payment of entry tax on computer hardware, computer peripherals and other capital goods including captive power generation sets, during the implementation stage but not exceeding five years from the date of commencement of implementation
Entry Tax Exemption to IT Parks:	<u>Para 9.25 of the Millennium IT Policy:</u> Exemption from payment of entry tax on machines, equipment, capital goods and construction material of not less than Rs.25 lakhs (Rs.10 lakh for construction materials) in each invoice procured for implementation of infrastructure in establishment of IT Parks projects, for a period of three years or till the date of completion of the project, whichever is earlier.
Power Tariff Concession for Software Development Companies	<u>Para 9.13 of the Millennium IT policy</u> “Software companies will be treated as Industrial (and not commercial) and electricity tariff applicable to the industrial consumers will be levied on them

<p><u>Incentives under the Millennium Biotechnology Policy</u></p>	
<p>Entry Tax Exemption to Biotechnology Companies</p>	<p><u>Para 5.3 of the Millennium Biotechnology Policy:</u> Biotechnology Technology Industries will be exempt from payment of entry tax on inputs as well as capital goods including captive power generation sets, during the implementation stage which can be extended upto five years or till the date of completion of the project whichever is earlier.</p>
<p>Entry Tax Exemption to Biotechnology Parks</p>	<p><u>Para 6.0 of the Millennium biotechnology Policy:</u> Exemption from payment of entry tax on machines, equipment, capital goods and construction materials, of not less than Rs.25 lakhs (Rs.10 lakh for construction materials) in each invoice procured for implementation of infrastructure in establishment of IBiotechnology Parks projects, for a period of three years or till the date of completion of the project, whichever is earlier.</p>
<p>Incentives Proposed under BUDGET 2008-09</p>	<p>New IT and BT establishments, which come up in Zone-1 and Zone-2 talukas, would be given exemption from stamp duty, reduction of registration charges and waiver of conversion fee as per the guidelines prescribed in the New Industrial Policy 2006-2011.</p>

