



UTTAR PRADESH SEMI-CONDUCTOR POLICY 2024

This policy of the state government aims at providing incentives to investors, making UP a hub of semiconductor ecosystem and aiding the country's push towards chip manufacturing.

Eligibility Criteria

Projects qualified under any of the following schemes of India Semiconductor Mission of the Government of India are eligible:

- Setting up of Semiconductor Fabs in India.
- Setting up of Display Fabs in India.
- Setting up of Compound Semiconductors / Silicon Photonics Sensors Fab and Semiconductor ATMP/ OSAT facilities in India.

Key Incentives

Capital Incentives

- 50% of the capex assistance given by Government of India.
- The capex assistance, will be disbursed in accordance with the benefits provided by the Government of India on Pari-Passu mode.

Interest Subsidy

- Interest subsidy @ 5% p.a. to units with investment up to INR 200 cr.
- Maximum limit: INR 1 cr p.a. per unit for 7 years (maximum INR 7 cr. per unit).

Land Rebate (for Compound Semiconductors / Silicon Photonics Sensors Fab and Semiconductor ATMP/ OSAT facilities in India)

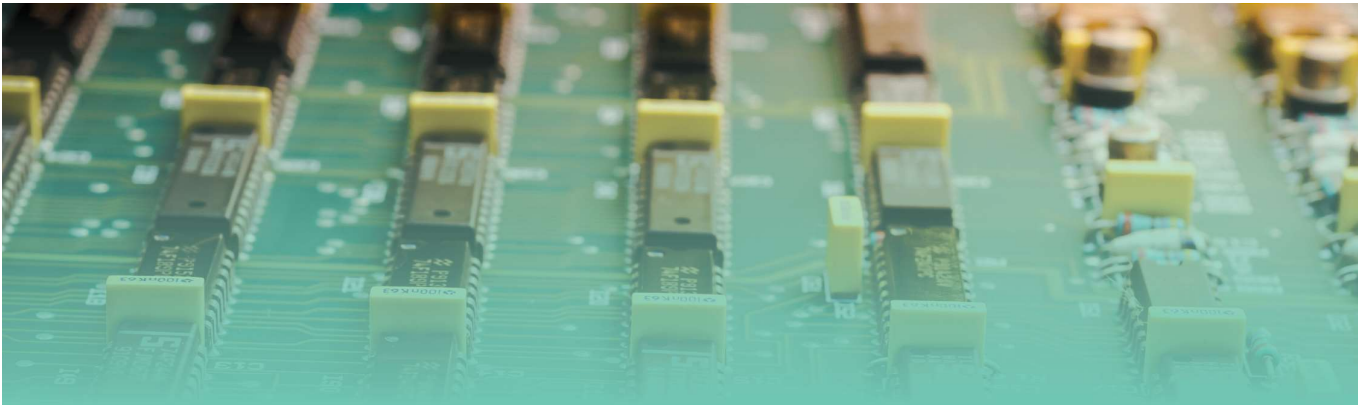
- 75% subsidy on the first 200 acres of land for land purchased from state agencies.
- 30% subsidy on additional purchase of land for the unit / ancillary units.

Stamp Duty Exemption

- 100% exemption on purchase/lease of land.

Electricity Duty

- 100% exemption on electricity duty for a period of 10 years.
- Dual power grid network shall be provided to the FAB units.
- The cost of one grid (lower of the two) shall be reimbursed by the state government while the cost of the other grid shall be borne by the investor.



Transmission and wheeling charges

- Exemption of 50% on wheeling charges/transmission charges on Intrastate purchase of power shall be provided for the period of 25 years.

Skilling and Training Support

- Faculty training / technical workshops awareness programs / expert lectures up to INR 60 Lakhs per year for 5 years; total of INR 3.0 cr.
- Internship support for up to 500 students per year for 5 Years; INR 20K support per student, under CM Internship Scheme.
- One time support to hire world class talent will be provided for a period of 12 months subject to a limit of INR 1 cr. per unit.

Standalone R&D Centre

- The Government will reimburse 25% of the cost of setting-up such standalone R&D Centre subject to a maximum of INR 10 cr. subject to conditions.
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Center of Excellence (CoE)

- Policy aims to establish CoE in collaboration with reputed academic institutions and/ or industry associations/ industry or any other Govt./ Private entity. Up to 50% of the total CoE project cost (subject to a maximum of INR 10 cr.) will be borne by Government of UP.
- Company can either avail subsidy of setting up R&D Centre or CoE.

Reimbursement of Patent Registration Fees

- Patent Registration fees shall be reimbursed at the rate of 75% up to maximum INR 10 lakh for domestic patents and maximum INR 20 lakh for international patents.

Industrial Housing

- 10% of the cost of development of workers housing (within a radius of 10 km of the premises of the unit) or INR 10 cr, whichever is lower, will be provided in 7 equal annual instalments.

