

Government of Haryana
Industries and Commerce Department

NOTIFICATION

No. 20/01/2022-4IB1

The 3rd November, 2022

In pursuance to the provision under Clause 10 of the Haryana Electric Vehicle Policy-2022 notified in Gazette *vide* No. 20/01/2022-4IB-I dated 08.07.2022, the Governor of Haryana is pleased to notify the “R&D Incentives under EV segment” with the provisions given hereunder:

1. Objectives of the Scheme

The state wishes to promote Research and development in the field of e-mobility in co-ordination with Educational / National / International Organizations.

2. Quantum of Assistance

- i. Educational or Research Institutes setting up R&D centers shall receive subsidy @50% of project cost
 - a. first 5 selected units developing new electric charging technology shall be eligible to receive one time subsidy upto INR 1 crore
 - b. first 5 selected units developing new electric vehicle technology shall be eligible to receive one time subsidy upto INR 5 crore
- ii. First 10 selected Research Institutes / research centers conducting dedicated research on non-fossil-fuel based mobility solution shall be able to receive subsidy @50% of project cost upto INR 5 crore for developing new technology as per selection of best proposals by the state government in the policy period.
- iii. One-time subsidy of INR 25 lakh will be extended to first 20 college / ITI/ Polytechnic that apply for setting up of infrastructure related to R&D under EV segment.

3. Definitions

- i. **Electric Vehicle:** Electric Vehicle (EV) refers to automobiles powered by a battery and an electric motor, including battery electric vehicles (BEV) and Fuel Cell Electric Vehicle (FCEV).
- ii. **Non-fossil-fuel based mobility solution:** Any solution devised to run the vehicle on Hydrogen or other non-fossil fuel based element and charging thereof that results in low or zero environmental degradation.
- iii. **Acknowledgement Date:** The date on which an Application is acknowledged by Department of Industries & Commerce, Haryana, to the Applicant after carrying out the initial screening of the Application. Acknowledgment of an Application shall not be construed as approval under the Scheme.
- iv. **Approval Date:** The date on which the approval in respect of an Application under the Scheme is issued by the Department of Industries & Commerce, Haryana, to the Applicant.
- v. **Eligible Expenditure:** Eligible Expenditure shall include:

Government of Haryana
Industries and Commerce Department

- a. Manpower Cost: Expenditure incurred on monthly emoluments of only scientific / technical manpower subject to a ceiling of 50% of total incentive amount approved for an Applicant.
- b. Capital Investment: Expenditure incurred on procuring specialized capital equipment for R&D activities including Computers, machinery, specialized softwares etc., building (subject to maximum of 25% of Project cost)
- c. Field Trials: Expenditure incurred on field trial and testing, test & verification of design at field / in an operational environment
- d. Production Costs: Expenditure incurred on prototyping the designs

4. Eligibility

- i. Private or Government owned educational institutes where higher education / university education is provided to students involved in R&D specific to EV / EV technology / Charging technology.
- ii. Any special educational institute established for imparting education in Automobile or EV relevant segment and involved in R&D specific to EV / EV technology / Charging technology.
- iii. Research Institute / Research Center already working on R&D in auto sector or e-mobility sector.
- iv. All Polytechnic colleges under Department of Technical Education (DTET) of Haryana and all ITI under the Skill Development & Industrial Training Department with courses on Electric Vehicle engineering / relevant courses for supporting in implementation of EV Charging technology shall be eligible for the incentives under the clause 2(iii) of this scheme.
- v. Eligible expenditure shall be the expenditure made on or after the date of acknowledgement of an Application and within the tenure of this Scheme.
- vi. Expenditure prior to the date of acknowledgment of Application, shall not be considered for determining eligible expenditure under the Scheme
- vii. The Educational or Research Institutes or Research center shall have a domestic status i.e. more than 50% of the capital in it shall beneficially be owned by resident Indian citizens and/ or Indian companies, which are ultimately owned and controlled by resident Indian citizens for the incentives under the clause 2(i) and 2(ii) of this scheme.
- viii. The approved applicants that claim incentives under the scheme shall retain their domestic status for a period of three years after claiming incentives under the scheme

Note: Units availing incentive under this scheme will not be eligible to avail similar incentive under similar head as given in any other Haryana Government policy. However, such units will be eligible for other incentives not specified in the Haryana Electric Vehicle policy 2022.

Government of Haryana
Industries and Commerce Department

5. Commencement and Applicability:

The scheme shall commence with effect from 10.07.2022 and shall remain in operation till a period of 05 years or till the time Government decides to discontinue this scheme, whichever is earlier.

6. Procedure to apply for financial assistance under the scheme:

- i. The applicant shall Submit its proposal to the Department of Industries & Commerce
- ii. The Department of Industries & Commerce shall examine & screen the application, as received, after issuing of acknowledgement to the applicant.
- iii. The Department of Industries & Commerce shall prepare a summary of all received proposals received to avail incentive under clause 2(i) and 2(ii) in a quarter (April – June, July – September, October – December, January – March) to be submitted to the State level R&D proposal approval committee (SLC).
- iv. Summary along with the proposals will be submitted to the state level committee in its quarterly meeting (to avail incentive under clause 2(i) and 2(ii))
- v. Review all proposals will be done on the quarterly meeting
- vi. Applicants will be invited to pitch their ideas and project proposal for the R&D center in the quarterly meeting.
- vii. The committee will check details like eligibility, innovation component, availability of technology in India, availability of technology in world, team who is implementing project, past record of the company (if available) to track success to select the proposals
- viii. After examination & screening, the Chairman of the committee shall issue a letter to the applicant, communicating approval along with milestones under the Scheme with a copy to Department of Industry & Commerce, Haryana
- ix. The aforesaid approval letter shall not be construed as a guarantee for disbursement of financial incentives as the same will be dependent upon verification of eligibility after submission of disbursal claim
- x. For the proposals received under the claim of incentive as per clause 2(iii), the proposals will be evaluated on **first received** basis. All ITI/Polytechnic that submit their application for incentive shall be vet by the Department of Industries & commerce, Haryana, and forwarded for approval to the Administrative Secretary of the Department of Industries & Commerce, Haryana.
- xi. All approved applicants shall be required to furnish self-certified Quarterly Review Reports (QRRs) (Annexure 7) to the Department of Industries & Commerce, Haryana, till five years from time of issue of incentive.
- xii. The deficiencies or clarifications, if any, would be communicated to the applicant online within a period of 15 days from the date of receipt of the proposal. The applicant would be given a time period of 15 working days to rectify the deficiencies so pointed out.

Government of Haryana
Industries and Commerce Department

- xiii. In case the deficiencies are not removed within prescribed period, the claim may be carried forward for next quarter's evaluation. In case of the last Financial year of the policy period i.e. FY 2026-27, such claims shall be rejected.
- xiv. The committee may select to incentivize maximum 3 best proposals in one financial year for the incentives mentioned in each clause 2(i) and clause 2(ii).

7. Committee for selection of proposals

A State Level Committee (SLC) will be constituted with the following members to evaluate proposals that come for research & development:

Designation	Position
Administrative Secretary, Industries & Commerce	Chairman
Administrative Secretary, Finance Department	Member
Administrative Secretary, Science and Technology Department	Member
State Transport Commissioner, Department of Transport	Member
Director, Skill Development Department	Member
Director (Technical), Haryana Electricity Regulatory Commission	Member
Director General, Department of Industries & Commerce	Member Secretary

The committee shall meet in the 1st month of the quarter (April / July/ October / January) to discuss the proposals received under this scheme. If no proposals are received in the quarter then in such case the meeting shall be scheduled for the first month of next quarter.

If a single proposal is received in the quarter, it shall be evaluated by the committee. In such cases, the proposal may or may not be incentivized.

8. Competent Authority for sanction:

The Chairman of State level committee shall be competent authority for sanction of the subsidy under clause 2(i) and 2(ii).

The Director General, Department of Industries & Commerce shall be competent authority for sanction of the subsidy under clause 2(iii)

9. Time limit:

- i. The Application Window shall be from 10-07-2022 till March 2027
- ii. The State Level Committee shall meet in the first month of every quarter, the decision of the Committee shall be communicated by month of next quarter as that of the meeting.

10. Interpretation/ Clarification

The Administrative Secretary Industries and Commerce, Haryana shall be competent to make interpretation/clarification of provisions of this scheme.

Government of Haryana
Industries and Commerce Department

11. Appeal

An appeal against an order passed by the Competent Authority shall lie with the Chief Secretary, Government of Haryana which can be filed within a period of 30 days from the date of communication of orders appealed against. The orders passed by the competent authority in appeal shall be final. Appeal can be submitted in a written format at the office of the Chief Secretary, Government of Haryana with subject as "Appeal for Research and Development Scheme under Haryana Electric Vehicle Policy-2022."

12. Power to condone delay in submission of application & appeal

- i. The Director/ Director General, Industries and Commerce, Haryana shall be competent to condone the delay up to a period of 03 months after the prescribed time limit.
- ii. The Administrative Secretary, Industries & Commerce, Haryana shall be competent to condone the delay up to a period of 06 months after the prescribed time limit. Provided that the competent authority is satisfied with the reasons of late submission of the application on the basis of the substantial evidence/documents/ arguments presented by the applicant.

13. Penal Action

In case, it is found at any stage that the applicant has claimed the assistance on the basis of wrong facts, the applicant, besides refund of assistance with compound rate of interest @ 12% per annum and facing legal action, will be debarred from grant of any incentives/assistance from the State Government. If the applicant fails to refund the subsidy amount with interest, then the amount shall be recovered as arrear of land revenue. The applicant shall be debarred from public procurement as a result of mismatch in facts and figures.

14. Service Delivery Timeline

Sr. No.	Tasks	Time limit (working days)
1	Letter of Approval	90 days
2	Letter of Sanction	07 days
3	Disbursement	15 days

Anand Mohan Sharan
Additional Chief Secretary to Government of Haryana,
Industries and Commerce Department

Government of Haryana
Industries and Commerce Department

Annexure – I

Application format for claiming R&D incentive

Sr. No.	Particulars	Details	
1	Name of the applicant (Authorized person of the unit)		
2	Name & address of the unit with telephone no. & email ID		
3	Registered Office address		
4	Constitution of the Unit [Proprietary, Partnership, Company, Others]		
5	Date of commencement of operations / Research at R&D center		
6	Details of R & D activities being carrying out by the unit		
7	Total source of funding / means of finance (as approved by Bank/FI): <ul style="list-style-type: none"> • Promoter's contribution • Term Loan • Other sources • Total 	INR (lakh)	Percentage
8	Details of Fixed Capital Investment (INR lakhs) Land Building (subject to maximum of 25% of Project cost) Plant & Machinery/ Equipment Others TOTAL		
9	Annual Expenditure (In INR lakhs) a. Manpower Cost: ceiling of 50% of total incentive b. Capital Investment: c. Field Trials: d. Production Costs:		
10	Amount of assistance obtained from Government of India, if any		
11	Amount of assistance claimed : @50% (Applicable for clause 2(i) and 2 (ii) INR 25 Lakh for clause 2(iii)		

Copies of documents to be attached with the application:

Government of Haryana
Industries and Commerce Department

- i. Copy of Udyam Registration Certificate (URC) and Haryana Udhyaam Memorandum (HUM).
- ii. Certificate of Incorporation/ Partnership deed
- iii. Board resolution/ Power of attorney
- iv. Change of Land Use (CLU)/ NOC from competent authority, whichever applicable
- v. Declaration (As in Annexure II) on non-judicial stamp paper of INR50
- vi. CA Certificate regarding investment in plant & machinery for new unit/expansion/ diversification (Annexure-III)
- vii. Audited balance sheet of the unit of last year (if Applicable)
- viii. Detailed project report
- ix. Report on explanation of new research technology

Signature of the applicant
(with seal)

Government of Haryana
Industries and Commerce Department

Annexure-II

Declaration

(on non-judicial stamp paper of INR 50 duly notarized)

I, do hereby solemnly state that I am proprietor/ partner/director/ of M/s_____located at_____which is engaged in the Research and Development of_____and I have been authorized to file the claim of assistance towards setting up of R&D center with the Department of Industries and Commerce, Haryana.

The unit will be liable to refund excess subsidy/assistance, if any released due to omission or pointed out by the Audit team of Principal Accountant General, Haryana.

I do hereby further affirm that the particulars given in the application are correct. In case any of the statement/ information furnished in the application/ documents later found to be wrong or incorrect or misleading or violation of the eligibility criteria/conditions, I do hereby undertake to refund the entire amount of assistance of INR _____(Rupees_____) granted to me along with compound rate of interest @12% per annum, besides facing legal action in case facts contained in this application are proved to be wrong at the time of verification/ checking or otherwise at any stage.

Date:

Signature of the
Proprietor/Partner/ Managing
Director/Director
(with seal)

Government of Haryana
Industries and Commerce Department

Annexure-III

Certificate from Chartered Accountant regarding Eligible Expenditure in Manpower, capital, field trial and prototyping (on a CA letter head)

To whom it may concern

The records and books of account of M/s.....with their regd. office at..... and R&D facility located at in respect of investment in plant & machinery of the unit has been verified. It is certified that the expenditure in project as on date..... stands as INR..... (Rupees)

The breakup is as below

S No	Expense Head	INR lakh
1	Manpower Cost (Max 50% of total incentive amount approved for an Applicant)	
2	Capital Investment i. Land ii. Machinery and Equipment iii. Building (maximum of 25% of Project cost)	
3	Field Trials	
4	Production Cost (prototyping)	
	TOTAL	

Name

Signature and Seal of the
Chartered Accountant

UDIN:.....

CA membership number :.....

Dated: