सत्यमेव जयते

इस्पात मंत्रालय
MINISTRY OF
**STEEL**

# Guidelines for Production Linked Incentive (PLI) Scheme (PLI 1.2) for Specialty Steel

## Contents

1. **Background**

1.1. The Cabinet has approved the Production Linked Incentive (PLI) Scheme for Specialty Steel (hereinafter referred as PLI scheme) in India to be implemented over FY 2023-24 to FY 2029-30. The scheme has been notified vide Gazette notification no.F.No.S-21018/1/2020-TRADE-TAX-PART(1) dated 29$^{th}$ July, 2021.

1.2. For an effective operation and smooth implementation of third round of PLI cheme (PLI 1.2), guidelines are being laid down.

1.3. Target Segments: The scheme shall be applicable for the product subcategories in Annexure-I. The steel products under the target segments which fall under the quality control order (QCO), shall have to necessarily comply with Indian Standards. Other steel products covered under the targeted segments should comply with acceptable relevant National/ International standards (IS/ BS/ ASTM/ ISO/ DIN, JIS, etc.) and standards issued by concerned Government of India authorities or end user's certificate in case of product sub category(ies) where any national/ International standards are not available.

2. **Definitions**

2.1. **Applicant**: Applicant is a company registered in India under the Companies Act 2013, proposing to manufacture goods covered in Annexure-I and applying to seek participation under the scheme. A company whose accounts are declared as Non-performing assets (NPA) as per RBI guidelines or wilful defaulter or reported as fraud by any bank, financial institution or non-banking financial company etc. would be considered as ineligible. Further, there should not be any insolvency proceedings admitted against the company in the National Company Law Tribunal (NCLT).

2.2. **Application Window**: A period of 30 days shall be allowed for the filing of an application from date of launch of PLI 1.2.

2.3. **Authorized Signatory**: refers to a designated person of the company having power of attorney delegated vide letter of authorization by the Board of Directors or Managing Director or Equivalent.

2.4 **Base Year:** Financial Year 2024-25 shall be the Base Year.

2.5. **Capacity augmentation**: Enhancement made by applicant during scheme tenure by augmenting existing facility(ies) in production capacity and/or product quality under the applied product sub-category.

2.6. **Capacity addition**: Enhancement made by applicant during scheme tenure by installation of new unit(s).

2.7. **Commissioning Year/Month**: refers to the commencement of production from the unit in a particular year/month. Commissioning year and year of commencement of production have been used interchangeably. In case of new *capacity addition*, the date of commencement of production shall refer to the date on which the applicant raises the first GST invoice for the sale of eligible product(s) manufactured under the scheme. In case of *capacity augmentation*, the first year of commitment of production as per application.

2.8. **Domestic Company(ies)**: Domestic Company(ies) shall be defined as per Section 2(26) of the Income Tax Act. A company formed and registered as per the Companies Act 2013, provided that the registered or the Principal business office is in Indian territory. FDI Policy 2020 mentions that a company is considered as 'Owned' by resident Indian citizens if more than 50% of the capital in it is beneficially owned by resident Indian citizens and/or Indian companies, which are ultimately "owned" and "controlled" by resident Indian citizens.

2.9. **End User certificate**: It must be certified by authorized signatory that grades under applied product sub-categories are used by the end user as required. For example, strategic sectors cover Defense, Space, Aerospace, Atomic energy and Power sectors.

2.10. **Force Majeure**: Extraordinary events or circumstances beyond human control such as an event described as an act of God (like a natural calamity) or events such as a war, strike, public health emergency, riots, crimes (but not including negligence or wrong doing, predictable/seasonal rain and any other events specifically excluded).

2.11. **Foreign company**: As per the provisions of the Companies Act 2013, a foreign company is defined as any company or body corporate incorporated outside India which

(a) has a place of business in India whether by itself or through an agent, physically or through electronic mode; and

(b) conducts any business activity in India in any other manner.

2.12. **Incremental Production**: Production derived from sales over a given period minus the production derived from sales in the previous year over the corresponding period.

2.13. **Limiting investment**: Limiting investment shall be 80% of the committed investment. The concept shall be applicable only to qualify at the time of incentive calculation. However, at the time of application, committed investment must equal or exceed minimum investment. Limiting investment must be fulfilled at the time of submission of claims for incentive.

2.14. **Net Worth**: paid-up capital plus free reserves including share premium but excluding Revaluation Reserves, plus credit balance in Profit & Loss Account, less debit balance in Profit & Loss Account and Accumulated losses.

2.15. **Permissible Investment**: Investment made after the date of the notification of the guidelines of PLI Scheme 1.2 in equipment/technology, etc. as per Annexure – III.

2.16. **Project Management Agency (PMA)**: Project Management Agency (PMA) appointed by Ministry of Steel for implementing the PLI scheme.

2.17. **Related Party(ies)**: The term Related Party shall be as defined in accounting standard-18: Related Party Disclosures or Indian Accounting Standard (IND-AS-24) Related Party Disclosure, as may be applicable, notified by Ministry of Corporate Affairs or any other appropriate authority from time to time.

2.18. **Selected Company**: refers to eligible company/companies, after approval of Competent Authority.

2.19. **Third Party**: refers to a business entity other than applicant company.

2.20. **Unit**: It refers to the set of minimum plant facilities required to manufacture finished products for a given product sub-category under this scheme.

2.21. **Unit Capacity**: refers to rated capacity of the plant to produce eligible product(s) of a given product sub-category.

**In case of New Capacity addition:** It is the newly installed capacity.

**In case of Capacity augmentation:** It is the capacity after augmentation. Unit capacity after augmentation shall be equal to or more than minimum capacity as mentioned in Annexure I.

2.22. **Unit Investment**: refers to investment commensurate with unit capacity.

2.23. **Value addition**: Value Addition shall be the net selling price (invoiced price excluding net taxes and duties) minus the landed cost of all inputs at the manufacturing plant in India (including all non-creditable taxes & duties) as a proportion of the net selling price, in percent.

2.24. **Weighted Average Sales Price**: Weighted average sales price is the price used in calculating the incentive over a particular financial year. The sales price shall be ex- works basis, i.e. net of any applicable taxes, freight & insurances and discounts etc. The manufacturer needs to submit all the sales & price data related to a particular sub- category product in the financial year for which incentive is being claimed. This data shall be subject to verification through verifiable invoices.

3. **Tenure**: Incentive under PLI Scheme shall be provided for a maximum period of five (05) years, commencing from FY 2025-26 (incentive to be released from FY 2026-27).

4. **Qualification and Eligibility**

4.1. Companies registered in India under the Companies Act 2013, desirous of manufacturing identified specialty steel grades, shall be eligible to apply for incentive under the scheme. The company shall ensure end-to-end manufacturing of applied product sub-category domestically, where the input material is melted and poured within the country using iron ore/scrap/sponge iron/pellets, etc.

4.2. It would be permissible to undertake a maximum 20% of the total value addition through third parties, the incentive in such cases can however only be claimed by the company that has manufactured the end product subcategory eligible under the PLI scheme.

4.3. The net worth of the company (including that of the group companies) shall not be less than 30% of the total committed investment. The audited net worth of the company as reported in the immediate preceding financial year of the date of application submission shall be considered. In case of new company/group companies incorporated after 31/03/2025 i.e. in FY26, net worth for such company(ies) shall not be less than 30% of the total committed investment prior to the date of filing of application. In case applicant applies in multiple product sub-categories under target segments, then net worth criteria shall be checked with respect to total committed investment across all applied product sub-categories.

4.4. Annexure–I lists the minimum qualifying threshold values of annual incremental production rate, unit capacity and investment against each product sub-category for purpose of eligibility.

4.5. Annexure-III provides the list of permissible investments which shall be considered eligible for calculation of investment.

4.6. An eligible company availing benefit under the PLI scheme of Ministry of Steel may avail benefit under other schemes such as the Remission of Duties and Taxes on Exported products (RoDTEP) or those of the State Governments.

4.7. An eligible company availing benefit under the PLI scheme of Ministry of Steel is not barred from availing benefits under PLI schemes of other Ministries / Departments for products other than those identified under the PLI Scheme for Specialty Steel. However, the eligible investments/sales considered for benefits under this scheme shall not be considered for fiscal benefits under PLI schemes of other Ministries/Departments.

4.8. A project of a company in receipt of incentive/expected to receive incentive under the previous rounds of the PLI Scheme for Specialty Steel shall not be eligible for participation in the current round.

5. **Application**

5.1. Application form (sample of same as enclosed in Annexure-II), shall be submitted to the PMA through an online portal within 30 days from date of launch of PLI 1.2 . A correction window of fifteen days (15 days) after closure of the application submission window and scrutiny of applications by PMA shall be available for completeness of supporting documents only, uploaded along with the application form.

5.2. Selected companies under the PLI scheme shall sign a MoU with the Ministry of Steel with validity till the final year of PLI disbursal adhering to the commitments given at the time of selection.

5.3. Performance security of 0.5% of the committed investment in the form of Bank Guarantee (as per format in Annexure-X) shall be submitted along with MoU. The selected applicant shall submit different performance security against each applied product sub-category, valid throughout the scheme period.

5.4. Each selected company shall submit an undertaking consenting audit of its manufacturing facility(ies) or offices for verification of information/data submitted along with the application.

6. **Project management agency (PMA)**

6.1. The Scheme will be implemented through a Project Management Agency (PMA) which will be responsible for providing secretarial, managerial and implementation support and carrying out other responsibilities as assigned by Ministry of Steel from time to time.

6.2. Roles and responsibilities of the PMA shall be as under:

6.2.1. Creation and maintenance of an online system/ portal for receipt of applications

6.2.2. Receipt of application, generation of unique application ID no. as acknowledgement, examination and processing of applications and issuing acknowledgement.

6.2.3. Making appropriate recommendations to the Competent Authority for approval of applications under the PLI Scheme after verifying eligibility and carrying out the ranking of applicants as per the selection criteria.

6.2.4. Examination of claims for disbursement of incentive and making appropriate recommendations to the Competent Authority.

6.2.5. Verification of the reconciliation of disbursement claims with prescribed documents.

6.2.6. Submission of quarterly progress reports on the progress and performance of the PLI Scheme to the competent authority.

6.2.7. PMA may request for additional information, details and documents from the applicants, if necessary. PMA may carry out physical inspection of an applicant's manufacturing units and offices through site visits, if required. It will be incumbent upon the applicant to extend all support in facilitating the above.

## 7. Administrative review

### 7.1. Empowered Group of Secretaries (EGoS)

7.1.1. An Empowered Group of Secretaries (EGoS) shall be constituted to monitor the PLI scheme. The EGoS shall be headed by the Cabinet Secretary.

7.1.2. The EGoS shall meet to ensure uniformity of all PLI schemes, undertake periodic review of the outgo under PLI Scheme and take appropriate action to ensure that the expenditure is within the prescribed outlay.

7.1.3. The EGoS shall ensure that the total amount of incentive payable does not exceed the financial outlay as indicated in Para 11 of the PLI Scheme document irrespective of the number of Applicants under different Target Segments.

7.1.4. If considered necessary, any changes in the broad categories, subcategories, eligibility criteria, PLI rate, etc. or any further modification(s) in the Scheme may be carried out, as ay be decided by Ministry of Steel with the approval of EGoS.

7.1.5. In case of a Force Majeure event, the EGoS may amend, modify, or withdraw any clauses under PLI Scheme.

### 7.2. Competent authority

7.2.1. The Competent Authority shall be the Minister of Steel or as delegated by him.

7.2.2. Competent Authority will consider the list of applicants as per the category/sub-category under targeted segments for approval of the selected companies under the PLI Scheme.

7.2.3. Competent Authority will consider claims for incentive.

## 8. Calculation of Incentive

Incentive per eligible company will be applicable on incremental production of applied product sub-category as given below :

Incentive = (A) x (B or C whichever is lowest) x (PLI rate as applicable)/100

A= Eligible incremental production derived from sales.

B = Weighted Average sales price of the applicant in current year

C = Weighted Average sales price in base year (Refer Annexure – IV)

The eligible incremental production for Incentive in a year for different scenarios of actual production is given below:

| Production year | Eligible Incremental Production for Incentive |
|---|---|
| In the 1st year of production | New Capacity addition: Actual Production<br>Capacity augmentation: (Actual Production) – (highest of the production in 3 preceding years w.r.t 1st year of production) |
| Subsequent years | New Capacity addition: (Actual Production in the current year) – (Previous best Production within Scheme tenure)<br>Capacity augmentation: (Actual Production in the current year) – (Previous best Production within Scheme tenure or highest of the production in 3 preceding years w.r.t 1st year of production whichever is higher) |

The maximum production quantity for claiming incentive during the entire scheme tenure shall be limited to committed capacity.

8.1. PLI rate is as below:

| PLI Slab | 2025-26 | 2026-27 | 2027-28 | 2028-29 | 2029-30 |
|---|---|---|---|---|---|
| PLI–A | 4 | 5 | 5 | 4 | 3 |
| PLI–B | 8 | 9 | 10 | 9 | 7 |
| PLI–C | 12 | 15 | 15 | 13 | 11 |

## 9. Disbursement of Incentive

9.1. The scheme is fund limited. The annual incentive payable shall be capped at Rs.200 crores per eligible company (including that of group companies) across all product categories for this round (PLI 1.2).

9.2. The investment made by the selected company must be more than the limiting investment for a product sub-category. Payments scheduled, after commencement of production, as per contract shall be considered as deemed investment (such as on account of commissioning, Performance Guarantee test, Final Acceptance Certificate etc.).

9.3. Selected companies shall submit claims complete in all respects as per Annexure – V of the Guidelines, to the PMA.

9.4. An applicant shall submit annual incentive claim within 7 months from the end of the financial year to which the claim pertains. For example, annual incentive claim for say, FY25-26 has to be submitted within 31st October, 2026.

9.5. The PMA will examine the disbursement claims as submitted by the selected companies. The PMA shall verify eligibility and assess incentive payable to an applicant based on the method laid down in the scheme document and guidelines and recommend the same to the competent authority.

9.6 Companies may submit pro-rata incentive claims on a quarterly or semi-annual basis for provisional disbursement, based on production achieved during the first three quarters of a given financial year. The provisional incentive claims shall be submitted within the same financial year in which the corresponding production has been achieved. In such cases, the applicant company shall be required to furnish a performancesecurity to the Ministry of Steel for an amount equivalent to the annual incentive, as computed on the basis of the MoU commitment, which would have been payable in the subsequent financial year.

9.7 The applicant must undertake to submit the audited financial documents on or before 31st October of the following financial year failing which the performance securityreferred in para 9.7 above, shall be invoked.

9.8 Where the incentive claim has been disbursed on quarterly or semi annual basis, the applicant must submit annual incentive claim which will be reconciled and adjusted with the already disbursed incentive claim. If the applicant company does not meet the annual committed production, incentive disbursed will be refunded by the applicant as per clause 9.10.

9.9. If the PMA or Ministry of Steel, at any stage, finds or comes to know and become satisfied that eligibility under the Scheme and/or disbursement of incentives have been obtained by manipulation or misrepresentation or by furnishing false information, the applicant shall refund incentives along with interest calculated at twice the rate of 3 years SBI MCLR prevailing on the date of disbursement, compounded annually.

10. **Certifications:**

10.1. The application and claim process, will rely on, inter alia, certificates to be submitted by the Applicant from Statutory Auditors, Chartered Engineers, etc. The cost of such certificates will be borne by the Applicant/ Selected company.

10.2. Apart from the above, any costs / expenses in respect of any professional expertise or obtaining documents /certificates /information for the purpose of application and claim process, including but not limited to, costs of any Chartered Engineer, Chartered Accountant, Cost Accountant, Company Secretary, Lawyer, or any other professional, and cost of inspections /site visit etc., shall be borne by the Applicant/Selected company. In case any such costs are incurred by the PMA, then the same shall be reimbursed by the applicant/ selected company to the PMA along with the applicable taxes.

10.3. The selected company shall furnish the following certificate from the Statutory Auditor in respect of:

10.3.1. Investment made in accordance with Scheme Guidelines.

10.3.2. Committed Investment, as applicable, has been achieved before commencement of production

10.3.3. Capitalization of Investment in the books of accounts of the selected company is in line with the relevant accounting standards issued by ICAI.

10.4. The selected company shall submit the following certificates from Statutory Auditor/Chartered Engineer:

10.4.1. Confirming that the plant, machinery & equipment have been installed against the Committed Investment, the price is reasonable as per the market value and the same are being used for manufacturing of eligible product(s) (in the applied product subcategory), after carrying out the physical inspection of the manufacturing facilities.

10.4.2. Confirming utilization of the Plant, Machinery and Equipment for manufacturing of eligible product(s), production and sales quantity under target segment for each financial year for which the selected company is claiming incentive under the Scheme.

11. **Residual**

11.1. Documents viz application, undertaking etc. submitted by the applicant have to be signed/self-certified through the authorized signatory having power of attorney.

11.2. An applicant shall intimate any change in the shareholding pattern during the tenure of the Scheme, after updating with the Registrar of Companies (RoC).

11.3. Any change in the shareholding pattern of an applicant leading to a successor-in-interest during the tenure of the Scheme, shall be intimated by PMA to the Competent Authority.

11.4. In case of a successor-in-interest or having the effect of change in nature of the company, all investment undertaken by the Applicant to whom approval was accorded under the Scheme, would be considered for eligibility, subject to approval and compliance with any other condition stipulated by the Competent Authority, as may be deemed appropriate. The baseline applicable for the Successor-in-interest will be the same as determined for the Applicant to whom approval was accorded under the Scheme.

11.5. The successor-in-interest shall express willingness to the competent authority to comply and adhere to all the terms & conditions of the MoU signed by the previous applicant.

11.6. The application of successor-in-interest shall be examined by the competent authority and approval may be accorded. After the approval, the successor-in-interest shall sign a fresh MoU with Ministry of Steel agreeing to all terms & conditions as accepted by the previous applicant.

11.7. Each applicant shall submit a general undertaking in the prescribed format, Annexure- VIII.

11.8. The decision of the competent authority regarding selection of companies, claim & disbursement of incentive, amount of incentive etc. shall be final & binding.

## 12. Audit

12.1. Wherever required, Ministry of Steel shall be empowered to conduct a financial, functional, and technical audit of the selected company/companies signing MoU for claiming incentive under the scheme.

12.2. The statutory audit shall be conducted by CAG.

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**Abbreviations**

| | | |
|---|---|---|
| AHSS | : | Advanced High Strength Steel |
| API | : | American Petroleum Institute |
| ASTM | : | American Society for testing & materials |
| BS | : | British Standard |
| Bank Rate | : | Interest rate RBI charges to its domestic banks |
| CAGR | : | Compounded Annual Growth Rate |
| CE | : | Chartered Engineer |
| CGST | : | Central Goods & Services Tax |
| CRGO | : | Cold rolled grain oriented steel |
| CRNO | : | Cold rolled Non-grain oriented |
| steel DIN | : | German Standard |
| EGoS | : | Empowered Group of Secretaries |
| FDI | : | Foreign Direct Investment |
| FY | : | Financial Year |
| IS | : | Indian Standards |
| ISO | : | International Standard Organization |
| JIS | : | Japanese standard |
| JPC | : | Joint Plant Committee under Ministry of Steel |
| MCLR | : | Marginal cost of Funds based Lending Rate |
| MoS | : | Ministry of Steel |

| | |
|---|---|
| MoU | : Memorandum of understanding |
| NCLT | : National Company Law Tribunal |
| NPA | : Non-Performing Assets |
| NPV | : Net Present Value |
| PLI | : Production Linked Incentive |
| PMA | : Project Management Agency |
| QCO | : Quality Control Order |
| QRR | : Quarterly Review Report |
| QT | : Quenched & Tempered |
| RoC | : Registrar of Companies |
| RoDTEP | : Remission of Duties and taxes on exported products |
| t/T | : Metric tonne |
| YS | : Yield Strength |

**Annexure - I**

**Products under PLI 1.2, indicative PLI rate, minimum capacity and investment**

| **Category** | **Subcategory** | **Incentive slab** | **Minimum capacity ('000t)** | **Minimum Investment (Rs. Cr)** |
|---|---|---|---|---|
| (1) | (2) | (3) | (4) | (5) |
| Steel Grades for Strategic Sector | 1) Super Alloys | PLI - C | 0.5 | 50 |
| | 2) Alloy steel including Stainless Steel Rolled – Coil / Sheet/ Plate | PLI - C | 8 | 70 |
| | 3) Alloy steel including Stainless Steel Rolled - Long Products | PLI - C | 2 | 50 |
| | 4) Alloy steel including Stainless Steel Forged products | PLI - C | 2 | 70 |
| | 5) Titanium Alloys | PLI - C | 0.5 | 50 |
| Commercial Grades - Category 1 | 6) CRGO (HiB & Conventional) | PLI - C | 50 | 3000 |
| | 7) Amorphous Steel | PLI - C | 30 | 300 |
| | 8) Cast / Forged Alloy Steel Mill Rolls | PLI - B | 2 | 100 |
| | 9) Cladded Steel | PLI - B | 6 | 50 |
| Commercial Grades – Category 2 | 10) Thin Precision Gauge SS Sheet (0.18 - 0.4 mm thickness) | PLI - B | 50 | 50 |
| | 11) Hose Wire | PLI - B | 10 | 50 |
| | 12) Stainless Steel Wire | PLI - B | 15 | 50 |
| | 13) ECCS Tape | PLI - B | 5 | 50 |
| Coated & Wire Products | 14) Rubber Coated Steel | PLI - A | 50 | 50 |
| | 15) Al-Si Coated steel sheet | PLI - A | 50 | 50 |
| | 16) Prime Hybrid Resin Coated Electrogalvanized Steel Strips in Coils | PLI - A | 50 | 50 |
| | 17) Tyre Cord (Brass Coated) | PLI - B | 30 | 600 |
| | 18) Electrolytic Zinc-Nickel Alloy Coated Steel | PLI - A | 50 | 50 |
| | 19) Vinyl Coated Steel Coil and Sheet | PLI - A | 50 | 50 |
| | 20) Zinc - Aluminium Coated Wire | PLI - A | 15 | 50 |
| | 21) C' Class Zinc Coated Wire | PLI - A | 15 | 50 |
| | 22) Nickel Coated Steel | PLI - A | 100 | 100 |

**Annexure–II**

**Application Form (Indicative)-** Production Linked Incentive Scheme (PLI 1.2) for Specialty Steel Products

## 1.1 Company Overview

Full Name of the Company :

Company intends to apply as

☐ Individual ☐ Group company

Mode of Capacity enhancement

☐ Capacity addition ☐ Capacity Augmentation

Please Tick whichever applicable:

| | |
|---|---|
| Registered Office Address with complete contact details | Address: City- State-<br>Pin Code-<br>Office telephone no(STD)<br>Office fax no(STD)<br>Mob No.<br>Email- |
| Corporate Office Address with complete contact details | Address: City- State-<br>Pin Code-<br>Office telephone no(STD) Office fax no(STD)<br>Mob No.-<br>Email- |
| Website | |
| CIN No | |
| PAN No | |

In case of group companies, details of companies including address with whom applicant has tied- up business for incentive:

| | Company Name | CIN No | Address |
|---|---|---|---|
| Company 1 | | | |
| Company 2 | | | |
| Company 3 | | | |

**1.2 Product against which PLI is applied:**

| Category | Sub-category | Tick on applied product |
|---|---|---|
| Steel Grades for Strategic Sector | 1) Super Alloys | |
| | 2) Alloy steel including Stainless Steel Rolled – Coil / Sheet/ Plate | |
| | 3) Alloy steel including Stainless Steel Rolled - Long Products | |
| | 4) Alloy steel including Stainless Steel Forged products | |
| | 5) Titanium Alloys | |
| Commercial Grades - Category | 6) CRGO (HiB & Conventional) | |
| | 7) Amorphous Steel | |
| | 8) Cast / Forged Alloy Steel Mill Rolls | |
| | 9) Cladded Steel | |
| Commercial Grades – Category | 10) Thin Precision Gauge SS Sheet (0.18 - 0.4 mm thickness) | |
| | 11) Hose Wire | |
| | 12) Stainless Steel Wire | |
| | 13) ECCS Tape | |
| Coated Products | 14) Rubber Coated Steel | |
| | 15) Al-Si Coated steel sheet | |
| | 16) Prime Hybrid Resin Coated Electrogalvanized Steel Strips in Coils | |
| | 17) Tyre Cord (Brass Coated) | |
| | 18) Electrolytic Zinc-Nickel Alloy Coated Steel ~~(Durzinklite)~~ | |
| | 19) Vinyl Coated Steel Coil and Sheet | |
| | 20) Zinc - Aluminium Coated Wire | |
| | 21) C' Class Zinc Coated Wire | |
| | 22) Nickel Coated Steel | |

(to be available in drop down menu in the web based application form)

## 2.1 Authorised Signatory

| Name | Designation | PAN | Email | Mobile | Address |
|---|---|---|---|---|---|
| | | | | | |

Upload Authorization Letter to be uploaded in Document Uploads section

## 2.2 Statutory Auditor Details

| Name of the Firm | FRN Number | Financial Year Employed |
|---|---|---|
| | | |

## 2.3 Current Manufacturing Facilities in India

| Location with address | GSTN no | Saleable Steel products | Annual capacity (in Metric Tonne/yr) | Major plant facilities |
|---|---|---|---|---|
| | | | | |
| | | | | |
| | | | | |
| | | | | |

**Note :**

**1.** Upload GST Registration Certificates

## 3.0 Details of eligibility condition

1. I agree to produce applied product under PLI Scheme through Individual/Group companies that is engaged in end-to-end manufacturing of steel products where the input materials melted/made and cast within the country using iron ore/iron ore pellets/sponge iron/steel scrap

2. Value addition through third party : Y/N
   If yes, % of value addition (Max. 20%)

3. Net-worth of the company at the end of preceding financial year w.r.t year of filling application

4. Basic details of proposed plant units for the applied product sub category :

| Unit No. | Unit Location | Unit Capacity ( in Thousand Metric Tonne per Year) | Year of Commissioning |
|---|---|---|---|
| | | | |
| | | | |
| | | | |

5. Committed annual production (unit wise) :

(in thousand Metric tonne)

| Production Year | Committed Production (Qty) of steel product under Target Segment |
|---|---|
| 2025-2026 | |
| 2026-2027 | |
| 2027-2028 | |
| 2028-2029 | |
| 2029-2030 | |

6. Committed investment details- unit wise (for the proposed plant units for the applied product sub category)

**Unit No :**

**<u>Summary of investment for the project:</u>**

In Rs Cr.

| **Sl. No** | **Item description** | **Investment made before date of notification of the PLI 1.2** | **Investment proposed to be made from the date of notification of the PLI 1.2** | **Total investment** | **Remarks** |
|---|---|---|---|---|---|
| **I** | **II** | **III** | **IV** | **V = III + IV** | **VI** |
| **A** | **Main Technological facilities** | | | | |
| 1. | Facility 1 | Xxx | Xxx | xxx | |
| 2. | Facility 2 | Xxx | Xxx | xxx | |
| 3. | …. | ….. | ….. | …. | |
| | | | | | |
| | **Sub-total of Main facilities** | | | | |

| | | | | | |
|---|---|---|---|---|---|
| **B** | **Auxiliary/Supporting facilities** | | | | |
| 1. | Power Distribution, Shop electrics & illumination | | | | |
| 2. | Gas and fuel facilities | | | | |
| 3. | Water supply facilities | | | | |
| 4. | Material Handling facilities | | | | |
| 5. | Compressed air station | | | | |
| 6. | Pollution control facilities | | | | |
| 7. | Lab facilities | | | | |
| 8. | Repair Shop | | | | |
| 9. | Infrastructure facilities ( Railway lines, Road etc.) | | | | |
| 10. | Other Misl. Facilities (if any) | | | | |
| | | | | | |
| | **Sub-total of Auxiliary/ Supporting facilities** | | | | |
| | | | | | |
| **C** | **Building & Civil works** | | | | |
| 1 | Building works | | | | |
| 2 | Civil works | | | | |
| | **Sub-total of Building & Civil works** | | | | |
| **D** | Design Engineering consultancy & Project management. | | | | |
| **E** | Research & Development and Transfer of Technology | | | | |
| **F** | **Total investment excl. Land, preliminary & preoperative expenses and Interest during construction** | | | | |
| G | Land cost (if any) | | | | |
| H | Preliminary & preoperative expenses | xxx | Xxx | xxx | |
| I | Interest during construction | xxx | Xxx | xxx | |
| **J** | **Total investment incl. preliminary & preoperative expenses and Interest during construction** | **xxx** | **Xxx** | **xxx** | |

**Note :**

- The above details is required to be furnished unit-wise
- In case of an on-going project, investment made before date of Notification of **Guidelines for PLI Scheme 1.2 shall** be furnished. However, investments made after the date of notification of the **Guidelines for PLI**

**Scheme 1.2** shall only be considered under permissible investment.

- For permissible investment, refer Annexure-III of the **Guidelines for PLI Scheme 1.2**.

**7. Phasing of investment**

**Year wise phasing of investment**

(Proposed after date of notification of the **guidelines for PLI Scheme 1.2**)

**In Rs Cr**

| Year | FY25-26 | FY26-27 | FY27-28 | FY28-29 | FY28-29 | Total |
|---|---|---|---|---|---|---|
| Unit No. : | | | | | | |
| Value of Investment | | | | | | |
| Unit No. : | | | | | | |
| Value of Investment | | | | | | |
| Grand Total : | | | | | | |

## 4.1 Details of proposed plant to be set up under targeted segment

1. Unit No. :
2. Unit Location
3. Location details.

| |
|---|
| Village<br>Block<br>Dist.<br>State<br>Pin |

4. Whether land is acquired.: Yes / No

   If Yes, Land details :
5. Whether statutory clearances are taken.: Yes / No

   If yes, details of statutory clearance (Like EC clearance, Water linkage, Power linkage, Factory clearance etc.)
6. What are major units of the proposed plant?

   ( Please mention in max. 1000 words)

| |
|---|
| |

7. Implementation period with start date of the project :
8. Expected month along with year of commissioning of plant :
9. Whether any feasibility report of the project is prepared? : Yes / No

   If yes, please submit the feasibility report.
10. Whether Financial closure for the proposed project has occurred : Yes / No

    If yes, Details of source of fund : in Rs Cr

| | |
|---|---|
| Equity | |
| Debt | |
| **Total** | |

11. Proposed Plan for Employment Generation from the Project.

| Year-wise Employment generation | FY2024-25 | FY2025-26 | FY2026-27 | FY2027-28 | FY2028-29 | FY2029-30 |
|---|---|---|---|---|---|---|
| On-roll labour/ employees | | | | | | |
| Contractual | | | | | | |
| Apprentice | | | | | | |
| Total year-wise Employment | | | | | | |

Note : Year-wise incremental employment generation data to be given from the start of the project

## 4.2 Historical Data for Net Sales of all saleable products (incl. Target segments of products as applicable)

| Category | Sub-category | Export Sales | | Domestic Sales | | Total Sales | |
|---|---|---|---|---|---|---|---|
| | | Qty (t) | Value (Rs Cr.) | Qty (t) | Value (Rs Cr.) | Qty (t) | Value (Rs Cr.) |
| Steel Grades for Strategic Sector | Super Alloys | | | | | | |
| | Alloy steel including Stainless Steel Rolled – Coil / Sheet/ Plate | | | | | | |
| | Alloy steel including Stainless Steel Rolled - Long | | | | | | |
| | Alloy steel including Stainless Steel Forged products | | | | | | |
| | Titanium Alloys | | | | | | |
| Commercial Grades - Category 1 | CRGO (HiB & Conventional) | | | | | | |
| | Amorphous Steel | | | | | | |
| | Cast / Forged Alloy Steel Mill Rolls | | | | | | |
| | Cladded Steel | | | | | | |
| Commercial Grades – Category 2 | Thin Precision Gauge SS Sheet (0.18 - 0.4 mm thickness) | | | | | | |
| | Hose Wire | | | | | | |
| | Stainless Steel Wire | | | | | | |
| | ECCS Tape | | | | | | |
| Coated Products | Rubber Coated Steel | | | | | | |
| | Al-Si Coated steel sheet | | | | | | |
| | Prime Hybrid Resin Coated Electrogalvanized Steel Strips in Coils | | | | | | |
| | Tyre Cord (Brass Coated) | | | | | | |
| | Electrolytic Zinc-Nickel Alloy Coated Steel ~~(Durzinklite)~~ | | | | | | |
| | Vinyl Coated Steel Coil and Sheet | | | | | | |
| | Zinc - Aluminium Coated Wire | | | | | | |
| | C' Class Zinc Coated Wire | | | | | | |
| | Nickel Coated Steel | | | | | | |

Note :

- The above historical data has to be furnished separately for the FY 22-23, FY 23-24, FY24-25
- Net Sales means Gross Sales net of credit notes (raised for any purpose), discounts (including but not limited to cash, volume, turnover, target or for any other purpose), taxes, freight & insurances as applicable.

## 5.1 Bank Details of applicant:

| | |
|---|---|
| Account holder Name | |
| Account No. | |
| Type of Account | |
| Name of the Bank | |
| Branch Code | |
| Branch IFSC Code | |
| Branch MICR Code | |
| Branch Name | |
| Branch Address | |
| Telephone/Fax nos. of Bank | |
| Email address: | |

## 5.2 Application Fee Payment Details

| Payment Date | Payment Reference No. | Bank Name | Amount(Rs.) |
|---|---|---|---|
| | | | |

Payment shall be made through PMA's payment gateway system.

## 6 Declaration

The data, documents, declaration and any other information submitted in this application form is based on the latest information available with the company and, true and correct to the best of my knowledge & belief and nothing has been concealed there from. I have read and understood the provisions of the Production Linked Incentive Scheme (PLI) for manufacture of Specialty Steel Products as notified vide notification no. CG-DL-E-29072021-228562 dated July 29, 2021 and relevant guidelines & documents and its subsequent amendments thereto and have submitted all information, data, documents and declaration in accordance with the same.

Further, this is to confirm that any production and facilities created through committed investment under PLI scheme 1.0 & 1.1 for which MoU has been signed shall not be part of the current application and resulting production shall not be claimed for incentive under PLI Scheme 1.2. I shall abide by the decision of Ministry of Steel with respect to acceptance of the application, eligibility under the Scheme, and any other related matter and the same will be final and binding on me. I/applicant shall be solely responsible in case application is rejected due to incomplete information and I am aware that no claim in this regard shall be entertained.

Auth. Signatory
Full Name:

Place: Designation:
Date:

**Appendix-A List of Documents to be uploaded along with application form:**

1. Certificate of Incorporation (Issued by ROC)
2. Memorandum & Articles of Association (Submitted to ROC)
3. PAN Card
4. Letter of Authorization by Board of Directors or Managing Director or Equivalent
5. GST Registration No.
6. Annual Report of Applicant company: FY 2022-23, FY 2023-24 & FY 2024-25
7. Feasibility report of the project (if available)
8. Application Fee Payment Proof
9. Integrity Undertaking (Format A) of Annexure-VIII
10. Net worth certificate by Statutory auditor
11. Baseline production certificate by Statutory auditor (Annexure-X)
12. Certificate by Statutory auditor stating that accounts of the company are not declared as Non-performing assets (NPA) as per RBI guidelines or wilful defaulter or reported as fraud by any bank, financial institution or non-banking financial company etc. Further, it is further declared that there is no insolvency proceedings admitted against the company in the National Company Law Tribunal (NCLT)
13. Any other relevant documents

**INSTRUCTIONS FOR FILLING UP THE APPLICATION FORM (ANNEXURE-II)**

**General Instructions:**

1. Application form shall be filled only in English language.
2. All monetary figures should be provided only in INR.
3. All the information has to be provided and no input should be left blank.
4. Documents should be uploaded in pdf format as per the appendix of the Annexure-II
5. Please check your eligibility as given in the scheme document and PLI Scheme guidelines before filling up the application form.
6. After successful submission of the application form (Annexure-II) along with all uploaded documents, applicant should take print of all the documents, duly signed (Authorised signatory) and send the full set to PMA within 15 days of the online application submission.

**Point wise instruction:**

1.1 Select product sub-category (ies) for which application has to be made. Only one product sub-category per application is permitted. For applying in more than one sub-category, submit separate application form for each selected product sub-category.

1.2 Confirm yes/ No and tick the declaration if any MoU has been signed under PLI scheme 1.0. (If selected Yes, Please List of exiting MoUs with Application ID and product sub-category)

Company Overview

2.1 Provide full legal name of the company applying under PLI Scheme (Only this company can claim the PLI incentive).

Tick the suitable box applicable – Applying as individual/ group company/ JVs

2.2 Provide details of the Authorised signatory

2.3 Provide details of the Statutory Auditors

2.4 Provide details of the current manufacturing facilities

- GST Registration Certificates to be uploaded in Document Uploads section
- Applicant is requested to furnish the details of product category/sub category-wise annual capacity & sales qty. If the applicant is already producing the target Segment of product sub categories as indicated in scheme document/guideline, then those sub-category-wise required information is requested to furnish.

2.5 Mode of capacity enhancement: Please select capacity addition, if new facilities are created through committed investment. Please select capacity augmentation, if investment is made in existing facilities. If capacity augmentation is selected, then provide the details.

3.0 Provide details to meet the eligibility condition as per the PLI scheme& guidelines:

1 Check the box to ensure that end-to-end steel manufacturing is within India.

2 Select yes/No as applicable : in case of there is any value addition expected from third party in order to produce the selected product sub-category

3 Provide %  value addition, as applicable

4 Provide Net-worth of the company on the preceding year of the applying this application

5 Provide No. of proposed plant units for the Applied Product Sub Category, along with its location, capacity (in Metric tonne)  & year of commissioning.

6 Committed incremental production details : Applicant shall submit the committed the unit-wise value of incremental production for the Target Segment of products as a part of eligibility requirement in the format as given in the application.

7 Investment details: Summary of unit-wise estimated investment for the project has to be furnished in the format as given in application form.

- In case of an on-going project, investments made before and after the date of Gazette notification of the PLI scheme shall be separately indicated in the format as given in application form
- Investments made after the date of Gazette notification regarding the scheme shall only be considered under permissible investment.
- In case of investment catering to target segment of products and other products, then such investment shall be suitably apportioned to derive the value of permissible investment. Basis of such apportioned shall be furnished by the applicants.

8 Provide unit-wise phasing of the investment in the given format.

4.1 Details of proposed plant to be set up under targeted segment.: Under expected date of commissioning of plant, month & year of commissioning of the plant to be indicated.

4.2 Provide historical Data for Net Sales of all saleable products (incl. Target segments of products as applicable): Net Sales means Gross Sales net of credit notes (raised for any purpose), discounts (including but not limited to cash, volume, turnover, target or for any other purpose), taxes, freight & insurances as applicable.

5.1 Provide bank details of applicant

5.2 Provide details of application fee payment

6 Read the declaration carefully and sign the print version of the application.

**Annexure – III**

**List of Permissible Investments**

## 1. General Terms and Conditions

i. Investments made after the date of notification PLI scheme 1.2 guidelines shall only be considered.

ii. Investments made towards the setting up plant facilities required to produce target segment of product(s) shall only be considered under permissible investment.

iii. Expenditure on consumables and raw material used for manufacturing shall not be considered as Investment

iv. The date of payment made would be considered as the date of investment under the scheme. All Investments must be completed before commencement of production except the investment on account of payment scheduled after commissioning as per contract agreements such as payment on establishment of performance guarantee (PG) parameter, issue of PG certificate, and issue of final acceptance certificate (FAC).

v. Plant and equipment brought from abroad and installed in India to create new capacity/ augmentation, shall be permitted under permissible investment.

vi. The head of investment, based on which eligibility is being determined, must be capitalized in the books of accounts of the applicants.

## 2. Plant, Machinery, and Equipment

i. The cost of Plant & Machinery shall include cost of equipment & technological structure pertaining to the facilities as required to produce target segment of product(s). It shall also include the cost of auxiliary and supporting facilities like Power distribution, Shop electric & illumination, utilities, Pollution control facilities, Firefighting facilities, Material handling facilities, laboratory facilities, roll & repair shop, etc. pertaining to the main equipment/facilities as required to produce target segments of products. It shall also include expenditure on packaging, freight / transport, insurance, design &engineering, erection & commissioning & spares etc. of the plant, machinery, equipment, and auxiliary & supporting facilities. All non-creditable taxes and duties would be included in such expenditure.

ii. Plant, machinery, and equipment shall be procured through legally valid documents after payment of applicable taxes and duties.

iii. Plant, machinery, and equipment must be purchased / leased in the name of the applicant. In cases where these are being leased, the lease should be in the nature of a financial lease within the meaning of Accounting Standard 19 - Leases or Indian Accounting Standard (Ind-AS) - 116 Leases, as may be applicable to the applicant, as notified by Ministry of Corporate Affairs or any other appropriate authority from time to time.

**3. Research and Development (R&D)**

i. Expenditure incurred on Research and Development (R&D) shall include expenditure on IPR, patents, Royalty and copyrights for R&D etc. required to produce target segment of product(s). If royalty is being paid as one-time payment for patented products and is capitalized in books of account then the same shall be considered under investment whereas royalty paid as recurring nature, shall be considered as revenue expenditure (not as capital investment). All non-creditable taxes and duties would be included in such expenditure.

ii. The applicant shall provide a statutory auditor certificate and purchase agreements in respect of cost of technology, IPRs, patents, royalty and copyrights.

**4. Transfer of Technology (ToT)**

i. Expenditure incurred on Transfer of Technology documents shall include cost of technology and initial technology purchase required to produce target segments of products. All non-creditable taxes and duties would be included in such expenditure.

ii. The applicant shall provide a statutory certificate in respect of expenditure related to Transfer of Technology Agreements.

**5. Building & Civil works:**

i. The expenditure incurred towards construction of buildings and civil works (including works buildings, welfare buildings etc.) required to produce target segments of products shall be considered under permissible investment categories.

ii. All non-creditable taxes and duties would be included in such expenditure

**6. Land & infrastructure :**

i. The expenditure incurred towards Land & construction of infrastructure (road and railway network line, external water supply, external power supply etc.) required to produce target segments of products shall be considered under permissible investment categories.

~~ii.~~ In case of brownfield project, Investment towards augmentation of existing infrastructure, utilities, and auxiliary facilities, to cater to the needs of new facilities created/ augmented for production of a particular product sub-category under target segments, shall be considered

iii. All non-creditable taxes and duties would be included in such expenditure

**7. Preliminary & Pre-operative expenses and Interest during construction (IDC) :**

i. The expenditure incurred towards Preliminary & Pre-operative expenses and Interest during construction required to produce target segments of products shall be considered under permissible investment categories.

ii. Preliminary & Pre-operative expenses includes cost of studies (like preparation of prefeasibility report on any type of report prepared for the project) and investigation (viz. Soil Testing, Testing of Materials, Site Survey, Geological Surveys etc.), establishment charges, start-up expenses etc.

**8. Broad and Indicative list of technological facilities for permissible investment:**

For the purpose of identification of admissible investment under the PLI Scheme, technological facilities have been classified into four stages for production of desired steel product viz. Ironmaking, steelmaking, shaping & finishing and downstream processing as given in Table-I below. Similar classification can also be done for super alloys and Titanium alloys as given in Table-I below. The broad and indicative list of technological facilities specific to each product sub-category is given below in table-II. In addition to these specific permissible investment under each sub-categories, general investment shall also be permissible such as mentioned above – investment in auxiliary and supporting facilities (quality control & quality assurance, pollution control, fire fighting, etc.), Research & Development, transfer of technology, Building & Civil works, Land & Infrastructure (only related to manufacturing of applied sub-category products), and preliminary expenses including IDC.

**Table - I**

| Material | Stage-I | Stage-II | Stage-III | Stage-IV |
|---|---|---|---|---|
| Steel | Ironmaking | Steelmaking | Shaping & Finishing | Downstream processing |
| Super alloys/ Titanium alloys | Raw material processing | Melting | Shaping& finishing | Downstream processing |

**Table – II**

**Indicative list of major technological facilities considered under permissible investment specific to each product sub-category**

| Category | Sub-category | Permissible investment in major technological facilities** |
|---|---|---|
| (1) | (2) | (3) |
| Strategic grades | 1) Super Alloys | Facilities for raw material processing to finishing product manufacturing (stage-I to IV) |
| | 2) Alloy steel including Stainless Steel rolled - coil/ sheet/ plate | Facilities for steelmaking, casting, rolling, heat treatment and downstream processing of flat products (stage-II to IV) |
| | 3) Alloy steel including Stainless Steel rolled - long products | Facilities for steelmaking, casting, rolling, seamless processing, heat treatment and downstream processing of long products (stage-II to IV) |
| | 4) Alloy steel including Stainless Steel forged products | Facilities for steelmaking, casting, forging, heat treatment and downstream processing of forged products (stage-II to IV) |
| | 5) Titanium Alloy | Facilities for raw material processing to finishing product manufacturing (stage-I to IV) |
| Commercial grades Category – I | 6) CRGO (HiB & Conventional) | Facilities for steelmaking, hot rolling, cold rolling, heat treatment and downstream processing (stage-II to IV) |
| | 7) Amorphous Steel | Facilities from ironmaking to finished amorphous steel manufacturing (stage-I to IV) |
| | 8) Cast/ Forged Alloy Steel Mill Rolls | Facilities for manufacturing mill rolls from melting to finished product (stage-I to IV) |
| | 9) Cladded Steel | Facilities for cladding including heat treatment from input finished long/flat steel products (stage-III to IV) |
| Commercial Grades Category – II | 10) Thin Precision Gauge SS Sheet (0.18 - 0.4 mm thickness) | Facilities from rolling to downstream processing (stage-III to IV) |
| | 11) Hose Wire | Facilities for wire drawing and downstream processing (stage-III to IV) |
| | 12) Stainless Steel Wire | Facilities for wire drawing and downstream processing (stage-III to IV) |
| | 13) ECCS Tape | Facilities from rolling and chrome plating to |

| Category | Sub-category | Permissible investment in major technological facilities** |
|---|---|---|
| | | finished PVC coating (stage-III to IV) |
| Coated Products | 14) Rubber Coated Steel | Facilities from rolling to finished coating (stage-III to IV) |
| | 15) Al-Si Coated Steel Sheet | Facilities from rolling to finished coating (stage-III to IV) |
| | 16) Prime Hybrid Resin Coated Electrogalvanized Steel Strips in Coils | Facilities from rolling to finished coating (stage-III to IV) |
| | 17) Tyre Cord (Brass Coated) | Facilities from wire drawing to finished coating (stage-III to IV) |
| | 18) Electrolytic Zinc-Nickel Alloy Coated Steel | Facilities from rolling to finished coating (stage-III to IV) |
| | 19) Vinyl Coated Steel Coil and Sheet | Facilities from rolling to finished coating (stage-III to IV) |
| | 20) Zinc - Aluminium Coated Wire | Facilities from drawing to finished coating (stage-III to IV) |
| | 21) 'C' Class Zinc Coated Wire | Facilities from drawing to finished coating (stage-III to IV) |
| | 22) Nickel Coated Steel | Facilities from rolling to finished coating (stage-III to IV) |

** These are indicative list of major facilities only and actual investment for production of finished/semi-finished product of a given product sub-category and any investment may or may not include facilities from mentioned stages of production.

**<u>Annexure–IV</u>**

<u>Reference weighted-average price for Base year 2024-25</u>

| Category | Sub-category | Average Baseline price, Rs/ t |
|---|---|---|
| **Strategic grades** | 1) Super Alloys | 28,73,000 |
| | 2) Alloy steel including Stainless Steel rolled - coil/ sheet/ plate | 1,39,000 |
| | 3) Alloy steel including Stainless Steel rolled - long products | 1,79,000 |
| | 4) Alloy steel including Stainless Steel forged products | 1,88,000 |
| | 5) Titanium Alloy | 26,23,000 |
| **Commercial grades Category – I** | 6) CRGO (HiB & Conventional) | 1,51,000 |
| | 7) Amorphous Steel | 2,83,000 |
| | 8) Cast/ Forged Alloy Steel Mill Rolls | 6,00,000 |
| | 9) Cladded Steel | 2,25,000 |
| **Commercial Grades Category – II** | 10) Thin Precision Gauge SS Sheet (0.18 - 0.4 mm thickness) | 1,23,000 |
| | 11) Hose Wire | 7,87,000 |
| | 12) Stainless Steel Wire | 3,33,000 |
| | 13) ECCS Tape | 74,000 |
| **Coated Products** | 14) Rubber Coated Steel | 3,31,000 |
| | 15) Al-Si Coated Steel Sheet | 86,000 |
| | 16) Prime Hybrid Resin Coated Electrogalvanized Steel Strips in Coils | 85,000 |
| | 17) Tyre Cord (Brass Coated) | 2,29,000 |
| | 18) Electrolytic Zinc-Nickel Alloy Coated Steel | 1,06,000 |
| | 19) Vinyl Coated Steel Coil and Sheet | 85,000 |
| | 20) Zinc - Aluminium Coated Wire | 3,21,000 |
| | 21) ‘C' Class Zinc Coated Wire | 2,75,000 |
| | 22) Nickel Coated Steel | 1,55,000 |

**<u>Annexure – V</u>**

**Disbursement claim form**
**(indicative)**

**(On the letter head of the Company)**

**Ref no.** **Date:**

To,
The Nodal Officer,
Ministry of Steel,
Government of India.
New Delhi

**Sub.: Submission of incentive claim under the provisions of the PLI Scheme for Specialty Steel**

The applicant is one of the selected companies and signatory of MoU with Ministry of Steel under PLI scheme for Specialty steel with the details given hereunder.

Name of the Applicant : M/s______________________
Location with Address : ___________________________
Application Id : ________________
Selection letter No. : _____________ dtd ________
Approved sub-category: _________________________

We submit herewith the claim for disbursement of incentive under the provisions of the PLI Scheme for Specialty Steel.

The applicant declares that the claim is in compliance with the provisions stipulated in the scheme guidelines in general and clause 11 of the guidelines in particular.

The details related to incentive claim are given below:

a) Incentive Claim Period : FY ____________________
b) Committed investment : Rs. ________________
c) Actual investment : Rs. _________________
d) Committed production : _________________tons
e) Sales value of Approved Product sub-category (in FY ________) : Rs. ____________
f) Production Qty derived from Sales value (in FY ________) : _____________tonnes

As per provisions in scheme guidelines, eligibility and compliance are given hereunder:

| **PART** | **Certificates regarding** | **Certificates** | **Issuing Authority of Certificates** |
|---|---|---|---|
| Part-A | Investment | Investment Certificate (Format-7) | Statutory Auditor |

| PART | Certificates regarding | Certificates | Issuing Authority of Certificates |
|---|---|---|---|
| | | Permissible Investment Certificate (Format-8) | Chartered Engineer |
| Part-B | Production | Eligible Product Sales Certificate (Format-9) | Statutory Auditor |
| | | Baseline Production Certificate (Format-10) | Statutory Auditor |
| Part-C | Quality | Declaration of Steel Grade | Chartered Engineer |
| Part-D | Others | Declaration on not claiming fiscal benefit on any other PLI Scheme | Authorized Signatory |
| | | Indemnity Bond | On Non-Judicial stamp of Rs. 100 |
| | | Board Resolution | |
| | | Integrity Compliance | Authorized Signatory |

*The data, documents, declaration and any other information submitted in this claim form is based on the latest information available with the company and, true and correct to the best of my knowledge & belief based on the records available and nothing has been concealed there from. I have read and understood the provisions of the Production Linked Incentive Scheme (PLI) for Specialty Steel as notified vide notification no. CG-DL-E-29072021-228562 dated July 29 2021 and relevant guidelines & subsequent amendments, FAQs thereto and all information, data, documents & declaration have been submitted in accordance with the same. I abide by the decision of Ministry of Steel with respect to acceptance of the claim form, incentive claim eligibility under the Scheme, any other related matter and the same will be final and binding upon me. I/ M/s _______________ shall be solely responsible in case claim is rejected due to false, incorrect or incomplete information and I am aware that no claim in this regard shall be entertained.*

Auth. Signatory
Full Name:
Place: Designation:

**CC:**
The Nodal Officer,
Project Management Agency (PMA),
MECON Ltd.
Ranchi-834002

# Part A

**<u>Format-7: Investment Certificate</u>**

**(On the letter head of the S.A)**

**To Whom it may Concern**

This certificate provides the details of investment made by the applicant M/s ______________, a Company / Group companies (as applicable) registered in India under the Companies Act 2013, CIN no _______________having its registered office at___________________, India.

Application id : ___________________
Approved Product sub-category : ___________________
Installed Unit Location with Address : ___________________
Committed Investment : ___________________

The Purchase Order (PO) wise breakup of permissible investment (viz payment made before commencement of production and deemed investment) for installing the Unit (Manufacturing facility) manufacturing approved product sub-category (under Production linked incentive scheme of for Specialty Steel), has been given below:

**Rs Lakh.**

| **Sl No** | **Item description for which investment is made** | **P.O no** | **P.O description** | **PO date** | **P.O value** | **Investment (Payment) made prior to date of notification of the PLI 1.2** | **Capitalized Value for the investment made Prior to date of notification of the PLI 1.2** | **Investment made (Payment made) from date of notification of the PLI 1.2 to till MM/DD/YY** | **Deemed Investment $ (as applicable)** | **Total investment** | **Capitalized Value for the investment made from date of notification of the PLI 1.2** |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **I** | **II** | **III** | **IV** | **V** | **VI** | **VII** | **VIII** | **IX** | **X** | **XI= IX+X** | **XII** |
| **A** | **Main Technological facilities** | | | | | | | | | | |
| 1. | Facility 1 | Xxx | Xxx | | Xxx | | | | | | |
| | | Xxx | Xxx | | Xxx | | | | | | |

| Sl No | Item description for which investment is made | P.O no | P.O description | PO date | P.O value | Investment (Payment) made prior to date of notification of the PLI 1.2 | Capitalized Value for the investment made Prior to date of notification of the PLI 1.2 | Investment made (Payment made) from date of notification of the PLI 1.2 to till MM/DD/YY | Deemed Investment $ (as applicable) | Total investment | Capitalized Value for the investment made from date of notification of the PLI 1.2 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **I** | **II** | **III** | **IV** | **V** | **VI** | **VII** | **VIII** | **IX** | **X** | **XI= IX+X** | **XII** |
| 2. | Facility 2 | Xxx | Xxx | | Xxx | | | | | | |
| | | Xxx | Xxx | | Xxx | | | | | | |
| 3. | …. | ….. | ….. | | …. | | | | | | |
| | | | | | | | | | | | |
| | **Sub-total of Main facilities** | | | | | | | | | | |
| **B** | **Auxiliary/Common facilities** | | | | | | | | | | |
| 1. | Power Distribution, Shop electrics & illumination | | | | | | | | | | |
| 2. | Gas and fuel facilities | | | | | | | | | | |
| 3. | Water supply facilities | | | | | | | | | | |
| 4. | Material Handling facilities | | | | | | | | | | |
| 5. | Compressed air station | | | | | | | | | | |
| 6. | Pollution control facilities | | | | | | | | | | |
| 7. | Lab facilities | | | | | | | | | | |

| Sl No | Item description for which investment is made | P.O no | P.O description | PO date | P.O value | Investment (Payment) made prior to date of notification of the PLI 1.2 | Capitalized Value for the investment made Prior to date of notification of the PLI 1.2 | Investment made (Payment made) from date of notification of the PLI 1.2 to till MM/DD/YY | Deemed Investment $ (as applicable) | Total investment | Capitalized Value for the investment made from date of notification of the PLI 1.2 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **I** | **II** | **III** | **IV** | **V** | **VI** | **VII** | **VIII** | **IX** | **X** | **XI= IX+X** | **XII** |
| 8. | Repair Shop | | | | | | | | | | |
| 9. | Infrastructure facilities (Railway lines, Road etc.) | | | | | | | | | | |
| 10. | Other Misl. Facilities (if any) | | | | | | | | | | |
| | **Sub-total of Auxiliary /Common facilities** | | | | | | | | | | |
| | | | | | | | | | | | |
| **C** | **Building & Civil works** | | | | | | | | | | |
| 1 | Building works | | | | | | | | | | |
| 2 | Civil works | | | | | | | | | | |
| | | | | | | | | | | | |
| | **Sub-total of Building & Civil works** | | | | | | | | | | |
| **D** | Design Engineering consultancy & Project management. | | | | | | | | | | |

| Sl No | Item description for which investment is made | P.O no | P.O description | PO date | P.O value | Investment (Payment) made prior to date of notification of the PLI 1.2 | Capitalized Value for the investment made Prior to date of notification of the PLI 1.2 | Investment made (Payment made) from date of notification of the PLI 1.2 to till MM/DD/YY | Deemed Investment $ (as applicable) | Total investment | Capitalized Value for the investment made from date of notification of the PLI 1.2 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **I** | **II** | **III** | **IV** | **V** | **VI** | **VII** | **VIII** | **IX** | **X** | **XI= IX+X** | **XII** |
| **E** | Research & Development and Transfer of Technology | | | | | | | | | | |
| **F** | **Total investment excl. Land, preliminary & preoperative expenses and Interest during construction** | | | | | | | | | | |
| G | Land cost (if any) | | | | | | | | | | |
| H | Preliminary & preoperative expenses | NA | NA | | NA | | | | | | |
| I | Interest during construction | NA | NA | | NA | | | | | | |
| **J** | **Total investment incl. preliminary & preoperative expenses and Interest during construction** | | | | | | | | | | |

~~**Note:**~~

**Further, this is to certify that**

1. The above investment has been made in accordance with PLI scheme for Specialty steel, Scheme Guidelines and its subsequent amendments.
2. The Investment has been capitalized in the books of accounts of the Applicant in line with the relevant accounting standards issued by ICAI.
3. The investment has been made after date of Notification of the PLI 1.2.
4. All Related Party Transactions have been at an arm's length price as defined under Income Tax Act and as per provisions of Accounting Standard-18/Ind-AS 24 as prescribed by Institute of Chartered Accountants of India, as amended from time to time.
5. Limiting investment, as applicable, has been achieved before claiming incentive.
6. This certificate has been prepared after verification / checking the required documents and books of the accounts of the Applicant and other relevant documents (including those pertaining to its group companies as applicable) and provides correct information to the best of our knowledge and based on the records available. I/We hereby also note that this certificate would be an input for decision making for disbursement of financial incentives by Ministry of Steel (MoS) under Production Linked Incentive Scheme for Specialty Steel. I/We hereby agree and confirm to provide any clarifications to MoS / PMA regarding the information provided in the certificate herein.

**UDIN-**

**For:** Statutory Auditor Firm

Date:
Place: (Signature & Seal)

(Name of Partner/ Proprietor)
(Membership No. __________)

FRN-

***Note: S.A -Statutory auditors. Signature & Seal to be placed on all pages of Certificate.***

# Part A

## <u>Format-8: Permissible Investment Certificate</u>

**(On the letter head of the C.E)**

**To Whom it may Concern**

This certificate provides that the Unit (Manufacturing facility), as per detail given below, has been installed for manufacturing approved sub-category (under the Production Linked Incentive Scheme for Specialty Steel), by M/s _______________a Company / Group companies (as applicable) registered in India under the Companies Act 2013, CIN no __________ having its registered office at __________________ , India.

The below information has been furnished based on relevant particulars furnished by the Company and after independent inspection and physical verification of the investments at the below mentioned units of the company, by the undersigned:

Application id : ____________________
Approved Product sub-category : ____________________
Installed Unit Location with Address : ____________________
Committed Investment : ____________________

Major head-wise cost breakup of the installed Unit is given below:

| Sl. No | Description | Cost (Rs lakh) | Remarks |
|---|---|---|---|
| 1. | Main Technological facilities | | |
| 2. | Auxiliary/Common facilities | | |
| 3. | Building & Civil works | | |
| 4. | Design Engineering consultancy & Project management | | |
| 5. | Research & Development and Transfer of Technology | | |
| 6. | Land | | |
| | Total | | |

**Further, this is to certify that**

1. The Unit (Manufacturing facility) has been installed against the Committed Unit Capacity and Investment as per signed MoU, the project cost (Rs _________) is reasonable as per the market value and the installed Unit is being used for manufacturing of approved product sub-category(s) under the PLI scheme for specialty steel.
2. Rated capacity of the installed Unit (Manufacturing facility) is __________ tons/annum. (For augmentation, capacity of the installed Unit (Manufacturing facility) after augmentation).

3. All the Plant, Machinery, Equipment & Auxiliary/Common facilities provided in the above list are as per permissible investment as given in annexure-IV of scheme guidelines.
4. The investment has been made after date of Notification of the PLI 1.2.

This certificate provides correct information to the best of my/our knowledge. I / We hereby also note that this certificate would be an input for decision making for disbursement of financial incentives by Ministry of Steel (MoS) under Production Linked Incentive Scheme for Specialty Steel. I/ We hereby agree and confirm to provide any clarifications to MoS / PMA regarding the information provided in the certificate herein. I/We am registered and authorized to use the style and title of Chartered Engineer and competent to provide the above details.

**UDIN-**

**For:** CE Firm

Date:
Place:

(Signature & Seal)
(Name of Partner/ Proprietor)
(Membership No. ___________)
FRN-

***Note: C.E- Chartered Engineers. Signature & Seal to be placed on all pages of Certificate.***

# Part - B

## Foramt-9: Eligible Product Sales Certificate

**(On the letter head of the S.A.)**

**To Whom it may Concern**

This is hereby certified that the production derived from sales, as per detail given below, of the approved product sub-category by the applicant M/s ____________, a Company registered in India under the Companies Act 2013, CIN no ___________ having its registered office at _______________ , India.

Application id : ____________________
Approved Product sub-category : ____________________
Installed Unit Location with Address : ____________________
Committed Production (FY ___________) : ____________________

The breakup of the production derived from sales of the approved product sub-category during FY ___________ is given below:

| Sl. No | Invoice No. | HSN Code | FY …… | |
|---|---|---|---|---|
| | | | Qty(t) | Value (net of taxes) (Rs Cr.) |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | **Sub-total** | | **Xxx** | **Xxx** |
| | Less | | | |
| | Credit note (if any) | | | |
| | Discount (if any) | | | |
| | **Net value** | | **Xxx** | **Xxx** |

**Note:**

**Further, this is to certify that**

1. The above sales quantity has been produced from the Unit installed under PLI scheme for specialty steel corresponding to the applied product sub-category.
2. The above sales quantity and values are in accordance with relevant provision of PLI scheme for Specialty steel, Scheme Guidelines & its subsequent amendment, FAQs etc.
3. All Related Party Transactions have been at an arm's length price as defined under Income Tax Act and as per provisions of Accounting Standard-18/ Ind-AS 24 as prescribed by Institute of Chartered Accountants of India, as amended from time to time.

This certificate has been prepared after verification / checking the required documents and books of the accounts of the Applicant and other relevant documents and provides correct information to the best of my/our knowledge and based on the records available. I / We hereby also note that this certificate would be an input for decision making for disbursement of financial incentives by Ministry of Steel (MoS) under Production Linked Incentive Scheme for Specialty Steel. I/ We hereby agree and confirm to provide any clarifications to MoS / PMA regarding the information provided in the certificate herein.

**UDIN-**

**For:** Statutory Auditor Firm

Date:
Place:

(Signature & Seal)
(Name of Partner/ Proprietor)
(Membership No. ___________)
FRN-

***Note: S.A – Statutory auditors. Signature & Seal to be placed on all pages of Certificate.***

# Part - B

**Foramt-10: Base line production certificate**

**(On the letter head of the S.A)**

**(Only applicable for 1st year of Incentive Claim)**

**To Whom it may Concern**

This is hereby certified that the production derived from sales, as per detail given below, of the approved product sub-category by the applicant M/s _________________, a Company registered in India under the Companies Act 2013, CIN no ________ having its registered office at ____________, India.

Application id : ___________________
Approved Product sub-category : ___________________
Installed Unit Location with Address : ___________________

The production derived from sales of last 3 preceding years (FY _________, FY _________& FY ________) of the **applied product sub-category** are as follows:

| Sl. No. | Financial year | Quantity (000't) | Net sales Value ( Rs Lakh) |
|---|---|---|---|
| 1. | | | |
| 2. | | | |
| 3. | | | |

**Note:**

**Further, this is to certify that**

1. The above sales quantity and values are in accordance with relevant provision of PLI scheme for Specialty steel, Scheme Guidelines & its subsequent amendment, FAQs etc.
2. All Related Party Transactions have been at an arm's length price as defined under Income Tax Act and as per provisions of Accounting Standard-18/ Ind-AS 24 as prescribed by Institute of Chartered Accountants of India, as amended from time to time.

This certificate has been prepared after verification / checking the required documents and books of the accounts of the Applicant and other relevant documents and provides correct information to the best of my/our knowledge and based on the records available. I / We hereby also note that this certificate would be an input for decision making for disbursement of financial incentives by Ministry of Steel (MoS) under Production Linked Incentive Scheme for Specialty Steel. I/ We hereby agree and confirm to provide any clarifications to MoS / PMA regarding the information provided in the certificate herein.

**UDIN-**

**For:** Statutory Auditor Firm

Date:
Place:

(Signature & Seal)
(Name of Partner/ Proprietor)
(Membership No. ___________)
FRN-

***Note: S.A – Statutory auditors. Signature & Seal to be placed on all pages of Certificate.***

# Part – C

## Declaration of steel grades of <*mention the name of product-sub category*> products for claiming incentive under Production Linked Incentive Scheme for the FY <*Incentive claim year*> against the production of FY<*Production year*>

(on the letter head of Chartered Engineer)

**To whom so ever it may concern**

This is to certify that M/s____________________________, CIN No__________________________, with registered office located at _________________________ has made production of <*pl mention claimed quantity*> metric tonnes of <*mention the name of product-sub category*>. The production quantity has been derived from the sales invoices for FY <*Production year*>and the said production, which has been claimed for incentive under PLI Scheme for Specialty Steel, complies to international/ domestic standards for various grades of <*name of the sub-category*>products. Various grades and related standards are listed below. It is further certified that the said production is falling under product sub-category of <*mention the name of product-sub category*> of the PLI Scheme and complies to quality requirements as per the provisions of the scheme guidelines.

| Sl. No. | Steel grades of <*name of the sub-category*> products mentioned in sales invoices of FY <*Production year*> | Indian standard if falling under Quality control orders else International standard |
|---|---|---|
| 1 | | |
| 2 | | |
| 3 | | |

## Part - D

**Declaration on not claiming fiscal benefit on any other PLI scheme**

**(On the Letterhead of the Company)**

### To Whom it may Concern

It is hereby declared that the eligible investments / sales considered for benefits under PLI Scheme of Specialty Steel by M/s ________________ under product sub-category _________________, Application Id- ________________ shall not be proposed/considered for fiscal benefits under PLI schemes of other Ministries / Departments in FY ________________.

**For:** Company name

(Authorized Signatory)

Date:
Place:

# Part - D

## FORMAT FOR INDEMNITY BOND

*(To be executed on Non-judicial stamp of Rs. 100/- duly notarised)*

1. This DEED OF INDEMNITY is executed on ______________ at _____________ by ____________(company name) with CIN No ________ , PAN No _________ having its registered office at _________ hereinafter referred to as 'Indemnifying Party' (which expression shall, unless repugnant to the context or meaning thereof, include its successors, administrators, representative and permitted assignees), in favour of Ministry of Steel (MoS), Udyog Bhavan, New Delhi–110011, hereinafter referred to as the 'Indemnified Party' (which expression shall unless repugnant to the context or meaning thereof, include its successors and assignees).

2. WHEREAS the Indemnifying Party has applied for availing incentive against the production quantity derived from sales value _______________, for the period from ________ *to* _________ under or in terms of the Production Linked Incentive (PLI) Scheme for Specialty Steel (hereinafter referred as PLI scheme) notified vide Gazette notification no.F.No.S-21018/1/2020-TRADE-TAX-PART(1) dated 29th July, 2021, Guidelines for operation of PLI Scheme dated 20th October,2021, as amended from time to time.

3. And Whereas the Indemnifying Party has read and understood all clauses of Production Linked Incentive (PLI) Scheme for Specialty Steel notified vide Gazette notification no.F.No.S-21018/1/2020-TRADE-TAX-PART(1) dated 29th July, 2021, Guidelines for operation of PLI Scheme dated 20th October, 2021, as amended from time to time has after careful consideration made the Application for availing the incentives under the Scheme and the Indemnifying Party will not in the future claim ignorance of any of the clauses/compliances of the Scheme and any amendments thereto.

4. And Whereas the said Application of Indemnifying Party was appraised and has been approved on the basis of averments, representations, warranties, undertakings, confirmations; etc. made by the Indemnifying Party along with the Application and documents submitted therewith and any other documents submitted subsequently.

5. And Whereas the Indemnified Party has, based on the averments, representations, warranties, undertakings etc. made by the Indemnifying Party in the Application, approved the said Application vide Letter no _____________ dated ____________(dd.mm.yyyy) indicating the approval under the scheme.

6. And Whereas, the Indemnifying Party has submitted disbursement application dated _________ (dd month, yyyy) for an amount of Rs. __________ (Rupees ___________________________ only), against the production quantity given above on the terms and conditions set out in the Production Linked Incentive (PLI) Scheme for Specialty Steel for it's approval by Indemnified Party (Ministry of Steel).

7. NOW, THEREFORE, in consideration for the proposed release/ disbursement of incentives, the Indemnifying Party hereby irrevocably agrees to indemnify and keep fully indemnified the Indemnified Party (which includes each officer/ employee/ outsourced professionals/ consultants/PMA who have worked upon or are working in relation to the Application with the Indemnified Party (beneficiaries under this Indemnity) against all costs, expenses, losses, claims (including any third party claims), including all costs related to

attorney fees, all losses related to loss of reputation, loss of business, loss of income, profits, revenue etc. arising out of or suffered by the Indemnified Party (and each of the beneficiaries under this Indemnity) due to any acts or omissions of the Indemnifying Party or due to any averments, representations, warranties, undertakings etc. made by the Indemnifying Party in the Application (or thereafter for availing the incentives under the Scheme) being false, incorrect, inaccurate or being breached by the Indemnifying Party.

8. The Indemnifying Party further agrees to refund to the Indemnified Party upon demand, the entire PLI LSE incentives disbursed to the Indemnifying Party along with interest calculated at 3 years SBI MCLR prevailing on the date of disbursement, compounded annually, in the event any averments, representations, warranties, undertakings etc. made by the Indemnifying Party in the Application are found false, incorrect, inaccurate or are found breached by the Indemnifying Party, without any protest or demur.

**Mr./Ms.________________(*Name and Designation*)**
**and/or Mr./Ms. ______________________(*Name and Designation*),**
**its** authorised official pursuant to the Resolutions of its Board of Directors passed in that behalf on _____________________.
(*DIN no. in case of Director)*

Place: ________________
Date:

Witness: 1 ___________________________
Signature with Name, Designation & Address

2 ___________________________
Signature with Name, Designation & Address

# Part – D

## Board Resolution

**Extract of the Resolution No. _______________ passed by the Board of Directors of ___________ (company name) held on DD/MM/YYYY at the Registered office of the company or at_________________(address) held at _____________(time).**

**Acceptance of the Terms & Conditions as laid down in Production Linked Incentive (PLI) Scheme for Specialty Steel**

This is with reference to proposed incentive claim of Rs. ____________ to be filed by _____________ on the incremental production (derived from sales) of__________ tonnes for the period from_______ to _______ under PLI Scheme for Specialty Steel. The Board of Directors have pursued the incentive claim to be filed by _____________ (name of the company) and compliances made by___________ under PLI Scheme and resolve as follows:

"**RESOLVED THAT** the consent of Board of Directors is accorded for accepting and agreeing to abide by the terms and conditions as laid down in **Production Linked Incentive (PLI) Scheme for Speciality Steel, Guidelines and Supplementary Guidelines,** while securing the incentive amount on behalf of the company and in the best interest of the company.

**RESOLVED THAT** Board of Directors have taken note of the incentive claim to be filed by the ____________ (name of the company) and documents, certificates and management undertakings made with the incentive claims. It is confirmed that______________ will comply with the Scheme Guidelines and approval letter dated ____________while filing the incentive claim under PLI Scheme.

**RESOLVED FURTHER THAT** Mr _____________ and _____________, be and are hereby jointly or severally authorized to execute the indemnity bond/agreement in the format prescribed under PLI Scheme for refund of any excess incentive (if any), as per Scheme Guidelines.

For _______________(*company name)*

Company Secretary
Designation
Date: Place:

# Part - D

**Subject: Proforma for Integrity compliance to be furnished by PLI Applicants before Release of Incentives**

(To be signed by full time Director /CEO /MD of the company /firm duly depicting the name, designation and submitted on official stationery of the applicant along- with the authorization to do so)

1. Whereas the applicant namely (*name of company with address incl. CIN, GSTIN, etc.)* has submitted an application under Production Linked Incentive Scheme (PLI)for Speciality steel products to Ministry of Steel (MoS), Government of India seeking incentives for the application pertaining to manufacturing ________________ (Eligible Product) at ______________ (location(s)).

2. And whereas, the applicant has submitted an undertaking for observance and commitment for Integrity vide Undertaking dated _________________ given under the signatures /authority of applicants __________________ (name and designation) to Ministry of Steel in respect of aforesaid application.

3. And whereas, the applicant including its officers / representatives gives commitment and undertake that he/ she will take all measures necessary to prevent corruption and that he/ she will not directly or through any other person or firm, offer, promise or give to any of the Ministry of Steel's officer(s) or consultant or agency representative (appraisal or/ and verification agency appointed by Ministry of Steel to handle the application) involved in the process of dealing with application or to any third person any material or other benefit which he/she is not legally entitled to in order to obtain in exchange of any advantage of any kind whatsoever before or during or after the process of the application for grant of approval or disbursement of incentives under PLI.

**4.** And whereas, the application submitted by the applicant has been given the approval by Ministry of Steel vide its communication no. dated 16th December, 2022

**5.** And whereas, the applicant is submitting a claim for disbursement of incentive dated __________________ to the PMA for claiming incentives against the production quantity (derived from sales) _____________ tonnes for the period from 1st April, _______ to 31st March, ____________.

**6.** Now, therefore, we hereby confirm the compliance thereof with the Integrity Undertaking submitted to Ministry of Steel duly certifying that there is no breach to the same and requests that eligible incentives under PLI be released to applicant and the amount of incentives be credited in the bank account of applicant.

**7.** The contents of the above Undertaking have been gone through and after duly understanding the same, is being executed/ given on _________ day of________________ (month/year).

*Signature*

*(Name & designation with address)*
Director/CEO/MD/Authorised signatory having power of attorney

**Annexure – VI**

**Quarterly review report**
**(Indicative: shall be submitted through online portal only )**

1. Name of Applicant:
2. Target segment of Product Category/ sub-category:
3. Year & Qtr :

A. Project implementation stage :

   i. Investment description

| Sl. No | Item description | Total committed investment (**Investment proposed to be made after date of Notification of PLI scheme 1.2 guidelines)** | Investment made for the Qtr (Rs. In Cr) | Cumulative investment till the current Qtr (Rs. In Cr.) | Progress in % |
|---|---|---|---|---|---|
| a | b | C | d | e | f = (e/c)% |
| **A** | **Main Technological facilities** | | | | |
| 1. | Facility 1 | Xxx | Xxx | xxx | |
| 2. | Facility 2 | Xxx | Xxx | xxx | |
| 3. | …. | ….. | ….. | …. | |
| | | | | | |
| | **Sub-total of Main facilities** | | | | |
| **B** | **Auxiliary/Supporting facilities** | | | | |
| 1. | Power Distribution, Shop electrics & illumination | | | | |
| 2. | Gas and fuel facilities | | | | |
| 3. | Water supply facilities | | | | |
| 4. | Material Handling facilities | | | | |
| 5. | Compressed air station | | | | |
| 6. | Pollution control facilities | | | | |

| Sl. No | Item description | Total committed investment (**Investment proposed to be made after date of Notification of PLI scheme 1.2 guidelines**) | Investment made for the Qtr (Rs. In Cr) | Cumulative investment till the current Qtr (Rs. In Cr.) | Progress in % |
|---|---|---|---|---|---|
| a | b | C | d | e | f = (e/c)% |
| 7. | Lab facilities | | | | |
| 8. | Repair Shop | | | | |
| 9. | Infrastructure facilities ( Railway lines, Road etc.) | | | | |
| 10. | Other Misl. Facilities (if any) | | | | |
| | | | | | |
| | **Sub-total of Auxiliary/ Supporting facilities** | | | | |
| | | | | | |
| **C** | **Building & Civil works** | | | | |
| 1 | Civil works | | | | |
| 2 | Buildings works | | | | |
| | **Sub-total of Building & Civil works** | | | | |
| **D** | Design Engineering consultancy & Project management. | | | | |
| **E** | Research & Development and Transfer of Technology | | | | |
| **F** | **Total investment excl. Land, preliminary & preoperative expenses and Interest during construction** | | | | |
| G | Land cost (if any) | | | | |
| H | Preliminary & preoperative expenses | xxx | Xxx | xxx | |
| I | Interest during construction | xxx | Xxx | xxx | |
| **J** | **Total investment incl. preliminary & preoperative expenses and Interest during construction** | **xxx** | **Xxx** | **xxx** | |

***Note** : The total committed investment in the above table should match with the committed investment furnished by the applicant in the application form*

ii. Physical progress of following facilities is required to be furnished.

(in nos./ tonnages etc. as applicable)

| Sl. No | Item description | For the Qtr | Cumulative till the current Qtr | Remarks |
|---|---|---|---|---|
| | | | | |
| **A** | **Main Technological facilities** | | | |
| 1. | Facility 1 | Xxx | Xxx | |
| 2. | Facility 2 | Xxx | Xxx | |
| 3. | …. | ….. | …. | |
| | | | | |
| | | | | |
| **B** | **Auxiliary/Supporting facilities** | | | |
| 1. | Power Distribution, Shop electrics & illumination | | | |
| 2. | Gas and fuel facilities | | | |
| 3. | Water supply facilities | | | |
| 4. | Material Handling facilities | | | |
| 5. | Compressed air station | | | |
| 6. | Pollution control facilities | | | |
| 7. | Lab facilities | | | |
| 8. | Repair Shop | | | |
| 9. | Infrastructure facilities ( Railway lines, Road etc.) | | | |
| 10. | Other Misl. Facilities (if any) | | | |
| | | | | |
| | | | | |
| | | | | |
| **C** | **Building & Civil works** | | | |
| 1 | Civil works | | | |
| 2 | Buildings works | | | |
| | | | | |

iii. Brief delay analysis w.r.t schedule plan

B. Production stage

i. Sales details for the Target segment of Product Category/ sub-category

| Sl No | Grade of Steel | For the Qtr. | | Cumulative till the current Qtr | |
|---|---|---|---|---|---|
| | | **Qty (t)** | **Value (Rs Cr.)** | **Qty (t)** | **Value (Rs Cr.)** |
| | | | | | |
| | | | | | |
| | | | | | |

**Annexure–VII**

## Proformafor Integrity compliance in PLI - InitialUndertaking(s)

(To be signed by fulltime Director I CEO I MD of the company I firm duly depicting the name designation and submitted on official stationery of the applicant along-with the authorization to do so)

1. Whereas, the applicant namely (name of company with address incl. CIN, GSTIN, etc.) has submitted an application under Production Linked Incentive Scheme (PLI) for speciality steel products to Ministry of Steel (MoS), Government of India seeking incentives for the application pertaining to manufacturing ……..(Eligible Product) ......at……………. (location(s)).
2. Now, therefore, the applicant including its officers I representatives commits and undertakes that heI she will take all measures necessary to prevent corruption. HeI She commits to observe the following principles during hisI her associationI engagement with Ministry of Steel or its agencies or its consultants engaged with the process of appraisal and verification of application for the approval of application and disbursement of incentives under PLI.

2.1 The PLI applicant will not directly or through any other person or firm, offer, promise or give to any of the Ministry of Steel's officer(s) or consultant or agency representative (appraisal orI and verification agency appointed by Ministry of Steel to handle the application) involved in the process of dealing with application or to any third person any material or other benefit which heI she is not legally entitled to in order to obtain in exchange of any advantage of any kind whatsoever.before or during or after the process of the application for grant of approval or disbursement of incentives under PLI.

2.2 The PLI applicant will not commit any offence under the relevant IPC / PC Act; Further, the applicant will not use improperly, for purposes of competition or personal gain, or pass on to others, any information or document provided by the Ministry of Steel.

2.3 The PLI applicant shall disclose the name and address of the duly authorized Agents /Representatives who will be dealing with Ministry of Steel or its agencies and the remuneration of these agents or representatives shall not include any hidden amount or component to get the work done in undue manner or causing inducement of whatsoever nature whether in cash or kind to influence the normal process or practice of work.

2.4 The PLI applicant will disclose any and all payments he/she has made, is committed to or intends to make to agents, brokers or any other intermediaries, other than regular employees or officials of the applicant, in connection with the grant of approval or / and disbursement of incentives.

Annexure–VII

2.5 The applicant will not offer any illicit gratification to obtain unfair advantage.

2.6 The applicant will not collude with other parties to impair transparency and fairness.

2.7 The applicant will not give any advantage to anyone in exchange for unprofessional behaviour.

3. The applicant declares that no pervious transgressions occurred in the last 3 years with any other Company in any country conforming to the anti-corruption approach or with any other Public Sector Enterprises / Central or State Government or its any instrumentality in India.

4. The applicant agrees that if it is found that the applicant has made any incorrect statement on this subject, the application will be closed or rejected and Ministry of Steel reserve the right to initiate legal action of whatsoever nature. In case if Ministry of Steel has disbursed the incentives under PLI, the amount disbursed to applicant be recoverable along with interest calculated at twice the rate of 3 years SBI MCLR prevailing on the date of disbursement, compounded annually besides blacklisting of the applicant and initiation of legal action of whatsoever nature at the discretion of Ministry of Steel.

The contents of the above undertaking have been gone through and after fully understanding the same is being executed / given on......... day of............. (month/year)

Signature

(Name & designation with address)
Director/CEO/MD/Authorised signatory having power of attorney

Annexure–VIII

FORMAT OF UNDERTAKING

(Undertaking from the Applicant on company's letterhead)

1. We …………………………………. hereby, acknowledge that participation in Production Linked Incentive Scheme (PLI) for speciality steel notified by Ministry of Steel vide Notification no . F.No. S-21018/1/2020-TRADE-TAX-PART(1) dated 29th July, 2021,will be accorded to us based on, and after relying up on, the information provided by us to avail the benefits under the scheme.

2. We hereby confirm that the information provided by us for availing the said benefits is true, correct, and complete in all respects and that no material fact / information that may have an adverse impact on the information provided by us for availing the said incentives has been concealed. We acknowledge and confirm that the foregoing averment is on an on-going basis and further undertake to immediately apprise the Ministry of Steel about any change in the status of the information provided by us to avail the said incentives.

3. We hereby give our consent to the competent authority or any agency delegated by Ministry of Steel for audit/ visit of the manufacturing facility/ factory/ works related to the production of the applied product sub-category.

4. We hereby undertake that the production of applied product sub-category shall comply to end-to-end manufacturing i.e. any input steel used in the production of applied product sub-category shall be melted and poured within India.

5. We further undertake that in the event of (i) any of the information provided by us to avail the said incentives being found false, incorrect or incomplete, or (ii) in the event of the undertakings and confirmations stated at para 2 above being found false, incorrect, incomplete or breached; we will (a) refund the entire amount of incentives availed by us along with interest calculated at twice the rate of 3 years SBI MCLR prevailing on the date of disbursement, compounded annually, for the period between excess payment and date of refund.

6. We acknowledge that the remedies provided in para 5 above are not the exclusive remedies available with the Ministry of Steel and are without prejudice to any legal remedies available with Ministry of Steel for events mentioned in Para 5 (i) and (ii) above.

Place :

Date :

Authorised signatory with seal of the company, name & designation

**Annexure–IX**

**Base line production certificate**
**(Indicative)**
**(On the letter head of the S.A)**

**To Whom it may Concern**

This is hereby certified that the production derived from sales, as per detail given below, of the approved product sub-category by the applicant M/s _________________, a Company registered in India under the Companies Act 2013, CIN no ________ having its registered office at ____________, India.

Application id : ____________________
Approved Product sub-category : ____________________
Installed Unit Location with Address : ____________________

The production derived from sales of last 3 preceding years (FY _________, FY _________& FY ________) of the **applied product sub-category** are as follows:

| Sl. No. | Financial year | Quantity (000't) | Net sales Value ( Rs Lakh) |
|---|---|---|---|
| 1. | | | |
| 2. | | | |
| 3. | | | |

**Note:**
**Further, this is to certify that**

1. The above sales quantity and values are in accordance with relevant provision of PLI scheme for Specialty steel, Scheme Guidelines & its subsequent amendment, FAQs etc.
2. All Related Party Transactions have been at an arm's length price as defined under Income Tax Act and as per provisions of Accounting Standard-18/ Ind-AS 24 as prescribed by Institute of Chartered Accountants of India, as amended from time to time.

This certificate has been prepared after verification / checking the required documents and books of the accounts of the Applicant and other relevant documents and provides correct information to the best of my/our knowledge and based on the records available. I / We hereby also note that this certificate would be an input for decision making for disbursement of financial incentives by Ministry of Steel (MoS) under Production Linked Incentive Scheme for Specialty Steel. I/ We hereby agree and confirm to provide any clarifications to MoS / PMA regarding the information provided in the certificate herein.

**UDIN-**

**For:** Statutory Auditor Firm

Date:
Place:

(Signature & Seal)
(Name of Partner/ Proprietor)
(Membership No. __________)
FRN-

**Annexure -X**

BankGuarantee–PLIschemeforSpecialtySteel
(From any scheduled commercial bank)

This Deed of Guarantee executed on this day ----------- of -------------------- , 20-- at----------------- by------------------ (from any scheduled commercial bank), having its Head Office / Registered Office at --------------------- and inter-alia a Branch Office at ------------------ (hereinafter referred to as the Bank or 'the Guarantor', which expression shall unless it be repugnant to the subject or context hereof be deemed to include its successors and assigns).

In favour of Ministry of Steel, Government of India, Udyog Bhawan, New Delhi -110001 (hereinafter referred as "MoS")

WHEREAS

A. […………………], a company registered under Companies Act, 2013 and having its Registered Office at […………………..] (hereinafter referred to as 'PLI Applicant" which expression unless repugnant to the subject or context includes its successors. Legal representatives and permitted assigns) and has been awarded approval under the PLI scheme for Specialty Steel vide Letter Reference No. --------------------------------- dated -----------------------------.
B. In terms of the undertaking submitted along with Application (Application No. ………………..) for PLI Scheme 1.2 and Clause 5.3 of the Guidelines for PLI Scheme 1.2 for Specialty Steel Reference No. ………………dated ……………., the PLI Applicant has to provide a Bank Guarantee for an amount equivalent to INR ------------ which is calculated in line with the undertaking.
C. At the request of the PLI Applicant, the Guarantor has agreed to provide this guarantee, being these presents, guaranteeing the due and punctual performance / discharge by the PLI Applicant of its obligations.

NOW THEREFORE THIS DEED WITNESSETH AS FOLLOWS

A. The Guarantor hereby irrevocably guarantees the due and compliance of terms by the PLI Applicant of all its obligation under the said undertaking and approval letter, as amended from time to time.

B. The Guarantor shall, without demur, pay to MoS sums not exceeding in aggregate --------------- (INR ---------------------) within five (5) bank working days (as per the Reserve Bank of India) of receipt of a written demand thereof from MoS stating that the PLI Applicant has failed to meet its obligations under the said undertaking. The Guarantor shall have not to go into the veracity of any breach or failure on the part of the PLI Applicant or validity of the demand so made by MoS and shall pay the amount specified in the demand notwithstanding any direction to the contrary given or any dispute whatsoever raised by the PLI Applicant or any other person. The Guarantor's obligations hereunder shall subsist until all such demands are duly met and discharged in accordance with the provisions hereof;

C. The Guarantor agrees that its liability under this guarantee shall in no manner be affected by any such variation, alteration, modification, waiver dispensation and that no further consent of the Guarantor is required for giving effect to any such variation, altercation, modification, waiver dispensation with or release of security;

D. This Guarantee shall be irrevocable and shall remain in full force and effect till 31st March 2031

E. Until and unless discharged / released earlier by MoS in accordance with the provisions of the said undertaking, the Guarantor's liability in aggregate shall be limited to a sum of INR -- --------------------------------- (INR --------------------------------);

F. This Guarantee shall not be affected by any change in the constitution or winding up of the Applicant / Guarantor or and absorption, merger or amalgamation of the PLI Applicant / Guarantor with any other person;

G. The Guarantor has power to issue this Guarantee and discharge the obligations contemplated herein, and the undersigned is duly authorized to execute this Guarantee pursuant to the power granted under.

H. Any notice by way of demand or otherwise hereunder may be sent by special courier, telex, fax, email or registered post to our local address as aforesaid and if sent by post it shall be deemed to have been given when the same has been posted.

I. We ------------------ (indicate the name of Bank), further undertake to pay to the (Bearer) any money so demanded notwithstanding any dispute or dispute raised by the PLI Applicant in any suit or proceeding pending before any court or Tribunal relating to liability under this present being absolute and unequivocal.

J. We further agree and undertake to pay you without demur the amount demanded by you in writing notwithstanding any difference or dispute or controversy that may exist or arise between you and the PLI Applicant or any other person.

All future correspondence with reference to this Guarantee shall be made to ---------------------------------------- (Bank Name and Address).

The jurisdiction in relation to this Guarantee shall be the Courts at New Delhi and Indian Law shall be applicable.

IN WITNESS WHEREOF THE GUARANTOR HAS SET ITS HANDS HEREUNTO ON THE: DAY, MONTH AND YEAR FIRST HEREINABOVE WRITTEN

SIGNED AND DELIVERED by ------------------------------------------------------------------------------------ Bank by the hand of ----------------------------------------------------- its --------------------------------------- and authorized official.