

GOVERNMENT OF INDIA
MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

LOK SABHA
UNSTARRED QUESTION NO. 5577
TO BE ANSWERED ON: 02.04.2018

TAD FUND

5577. SHRI S. P. MUDDAHANUME GOWDA:
SHRI RAJESHBHAI CHUDASAMA:

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) whether the Government has constituted some technology acquisition and development fund to provide clean, green and cost-effective energy technology, if so, the details thereof;
- (b) whether small industries will be able to buy equipment, machine and technology aimed at reducing energy consumption and conservation of water through this fund and if so the details thereof; and
- (c) the details of the funds proposed to be provided to small industries for the said purpose?

ANSWER

MINISTER OF STATE (INDEPENDENT CHARGE)
MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI GIRIRAJ SINGH)

(a)to(c): Government of India has notified the Scheme for Technology Acquisition and Development Fund (TADF) to provide funding support to MSMEs for the acquisition and development of clean and green technology. The Scheme is applicable to all existing and new Micro, Small and Medium Enterprises (MSMEs) including those in the National Investment and Manufacturing Zones (NIMZs) in respect of their investments made after notification of the Scheme.

The financial support under TADF Scheme consists of the following:

S. No.	Components under TADF Scheme	Funding Support
1.	Direct Technology Acquisition	Reimbursement of 50% of technology transfer fee or Rs.20.00 lakhs, whichever is lower.
2.	Indirect Technology Acquisition i.e. through Patent Pool	Subsidy of 50% of the mutually agreed value or Rs.20.00 lakhs, whichever is lower.
3.	Subsidy for Manufacturing Equipment / Technology	Subsidy upto 10% of capital expenditure (on procuring plant & machinery) and 5% interest reimbursement of the nominal interest charged by the lending agency, subject to a maximum of Rs.50.00 lakhs.
4.	Incentive scheme for Green Manufacturing	Energy, Environmental and Water Audits for industrial / institutional units - <ul style="list-style-type: none">• The MSME is eligible for a grant of 25% of audit fee subject to a maximum of Rs.1.00 lakh and subject to actual improvements made and certified by the approved auditor.
		Waste water treatment - <ul style="list-style-type: none">• MSMEs practicing Zero Water Discharge (ZWD) will be eligible for 10% one-time capital subsidy, subject to maximum of Rs.2.00 lakhs, on the relevant equipment / systems subject to actual usage for one year.
		Green buildings- <ul style="list-style-type: none">• The unit / facility is eligible for Rs.2.00 lakhs of incentive for constructing Green Building.