

Bihar, with its abundant advantages, is an attractive investment hub in the **Textile** sector. A youthful workforce, cost-effective operations, untapped markets, perennial rivers, and convenient export access to neighboring countries all contribute to its profitability.

Incentives Under Bihar Textile & Leather Policy

SL. No.	Incentives / Category	Incentive	Capping (In INR)
1	Capital Investment Subsidy	Date of Commercial Production by June 30, 2025 – 30% of plant and machinery	INR 30 Crores
		Post this Date – 20% of plant and machinery	INR 20 Crores
OR			
	Interest Subvention	10% (12% for Micro and Small Units)	50% of FCI and up to 20 Crores whichever is less
2	Power Tariff Subsidy	Subsidy of Rs.2 per unit	INR (2.5-80) Lakhs / Year (depending on type of the unit)
3	Employment Generation Subsidy	300% of ESI and EPF paid against the employee.	Up to INR 5000/ employee/ month <i>No limit on total incentive</i>
4	Freight reimbursement Incentive	30% reimbursement of freight. (only for exports)	INR 50 Lakhs/ Year
5	Patent Registration	50% of the expenditure incurred	INR 10 Lakhs per patent
6	SGST Related Incentives	100% of the net SGST Paid	100% combined cap (130% for Micro and Small Units)
7	Skill Development Subsidy	Bihar Skill Development Mission rate/ Up to INR 20,000	INR 20,000
8	Stamp Duty / Registration fees	100% exemption	100% of Value
9	Land Conversion fees	100% exemption	100% of Value
	Incentive Disbursement period	7 Years	
Export Promotion Policy			
1	Export Subsidy	1% Free-on-Board Value for 7 Years	INR 20 Lakhs / Year
2	Performance Based Subsidy	1% Additional Free-on-Board Value for 7 Years	INR 10 Lakhs / Year
• No Capping on Total Incentives			

Bihar Government also offers **Industrial land** on lease across various Industrial Areas in the state as well as State-of-the-art **“Plug & Play”** facility with a monthly rental as low as **INR 4 per Sq. Ft./Month.**

Details available at : biada1.bihar.gov.in



Key Textile Centres

- Muzaffarpur (Bela)
- Gaya (Guraru)
- Hajipur (Hajipur and Goraul)
- East Champaran (Motihari)
- Patna (Bihta and Sikandarpur)
- West Champaran (Chanpattia & Bettiah)
- Bhagalpur

For more details please visit : <https://swc2.bihar.gov.in/investor>