THIS IS A DRAFT SCHEME

WBIS 2026 for Micro, Small and Medium Enterprises (MSMEs)

WBIS 2026 for MSMEs applicable for Micro, Small and Medium Enterprises (MSMEs) in manufacturing sector is effective on and from the **1st October 2026** in the whole state of West Bengal valid for a period of 5 years ending on **30th September, 2031**.

MSMEs means MSMEs as defined in MSME Act 2006 and as amended from time to time.

Eligible Enterprise & Investment

The units may be in the private sector, cooperative sector and joint sector undertaking as also companies/undertakings owned and managed by the State Government and the Industrial SHGs.

MSME units which have started production on or after **1st October 2026** and made investment in Plant & Machinery (Fixed Capital Investment) on or after 1st day of October 2025 is covered under the scheme.

MSME units which have started production between 01.04.2025 and 30.09.2026 shall not be covered under this scheme i.e. WBIS 2026 for MSMEs.

Entire State of West Bengal is classified into three zones for ascertainment of type and quantum of subsidy available in different areas.

A statement showing classification of the zones

Zones	Areas
Zone – A	Kolkata Municipal Corporation Area, North 24 Parganas (Excluding Sundarban Areas), South 24 Parganas (Excluding Sundarban Areas), Howrah, Hooghly, All Municipal Corporations
Zone – B	Purba Bardhaman (Excluding Municipal Corporation), Paschim Bardhaman (Excluding Municipal Corporation), Purba Medinipur, Paschim Medinipur, Nadia, Malda, Murshidabad Jalpaiguri, Birbhum, Bankura, Rest Municipal areas which are not mentioned elsewhere.
Zone – C	Darjeeling (Excluding Siliguri Municipal Corporation), Kalimpong, Purulia, Rural Areas of Sundarban of South and North 24 Parganas, Jhargram, Coochbehar, Alipurduar, Uttar Dinajpur, Dakshin Dinajpur

Types of Subsidy Available

1) State Capital Investment Subsidy

Type of Enterprise	Zone	Percentage / Max. Limit
Micro Enterprise	Zone A	10% of the FCI (Up to Rs. 75.00 Lakhs)

Micro Enterprise	Zone B	20% of the FCI (Up to Rs. 75.00 Lakhs)
Micro Enterprise	Zone-C	30% of the FCI (Up to Rs. 75.00 Lakhs)
Small Enterprise	Zone- A	10% of the FCI (Up to Rs. 3.00 Cr.)
Small Enterprise	Zone- B	15% of the FCI (Up to Rs. 3.00 Cr.)
Small Enterprise	Zone- C	20% of the FCI (Up to Rs. 3.00 Cr.)

Key Points:

- Fixed Capital Investment (FCI) means investment made in plant & machinery in an approved project of the eligible unit/enterprise on or after 1st October,2025.
- 10% additional subsidy on capital investment subsidy for all Micro and Small enterprises wholly owned (100%) by Women and SC/ST entrepreneurs.

2) Interest Subsidy on Term Loan

- **Micro & Small Enterprise:**

  Zone – A: 25% of Interest liability for 5 years.
  Zone – B & C: 35% of Interest liability for 5 years.

The admissible Interest subsidy will not exceed Rs. 50 Lakh for Micro & Rs. 1.50 Cr. for Small Enterprise located in Zone A, Zone B & Zone C area.

Note - Interest Subsidy shall be applicable on annual interest liability on the Term Loan excluding the interest accrued for the value of Plant & Machinery.

3) Waiver / Refund of Electricity Duty

- **Micro Small & Medium Enterprise:**
  - ✓ 50% for Zone – A for 5 years.
  - ✓ 75% for Zone B & C for 5 years.
  - ✓ 100 % waiver for 5 years – in case of unit is wholly owned by Women & SC/ST entrepreneurs irrespective of the zone.
  - ✓ The maximum admissible amount for Waiver of Electricity Duty will be Rs.10 Lakh/year irrespective of location.

4) Power Subsidy

- **Micro, Small and Medium Enterprise:**
  - ✓ Subsidy of Re. 1.00 / Kwh for unit comes under Zone: A.
  - ✓ Subsidy of Rs. 1.50/ Kwh for unit located in Zone B & C
  - ✓ Maximum benefit is Rs. 10.00 Lakh for Micro enterprise, Rs 20.00 lakh for small enterprises, Rs. 30.00 lakh for medium enterprises per year which is payable annually.

5) Subsidy for Energy Efficiency

- **Micro and Small Enterprise:**

- ✓ 50% reimbursement of the cost of energy audit undertaken by a certified agency to be available after implementation of the recommendations.
- ✓ 25% reimbursement of the cost of installations for energy conservation as per energy audit subject to a ceiling of Rs. 2.00 lakh.

6) Subsidy on Stamp Duty & Registration Fee

- **Micro, Small & Medium Enterprise:**

  Zone – A: 50%
  Zone - B: 75%
  Zone – C: 100%

7) Waiver of Fees for Land Conversion and Mutation

- **Micro, Small & Medium Enterprise:**

100% waiver of fees for conversion and mutation of the land in all zone.

8) Subsidy for Water Conservation / Environment Compliance

- **Micro or Small Enterprise:**
  - ✓ Reimbursement of 50% of expenditure incurred by an eligible unit towards cost of captive Effluent Water Treatment Plant for wastewater recycling and/ or other pollution control devices.
  - ✓ Maximum subsidy of Rs. 5 lakh for Micro and Small & 10 lakh for Medium Enterprise.

9) Subsidy for Standard Quality Compliance

- **Micro, Small & Medium Enterprise:**
  - ✓ 50% reimbursement of cost for obtaining ISI/ BIS certification / ISO-9000/ ISO-14000/ISO – 14001 / ISO-18000/ISO – 22000/HACCP certification from approved Institutions / Research Laboratories.
  - ✓ Maximum subsidy of Rs.5 Lakh for Micro and Small Enterprises and Rs. 10 lakh for Medium Enterprises.

10) Work Force Welfare Assistance

Micro & Small Enterprises are eligible for reimbursement of expenditure incurred towards employers' contribution on account of ESI and EPF.

- ✓ 100% in 1st year
- ✓ 75% for remaining 4 years

Condition- recruitment of at least 50% employees who are registered with Employment Bank of the State and enlisted in the direct payroll of the eligible enterprise.

11) Subsidy for Patent Registration

- **Micro, Small & Medium Enterprise:**
  - ✓ Reimbursement of 50% of the expenditure incurred by it for obtaining Patent Registration for its products subject to a maximum of Rs. 5.00 lakh.

12) Subsidy for Renewable Energy (Solar Power)

- **Micro, Small & Medium Enterprise:**
  - ✓ Reimbursement of 10% of expenditure incurred for setting up of Solar Power Plant for consumption of power of its own, subject to maximum limit of Rs. 5 Lakh

13) Subsidy for adopting Green Initiative

- **Micro, Small & Medium Enterprise:**
  - ✓ Reimbursement of 25% of expenditure incurred for setting up rooftop harvesting, circular use of water to minimize water waste, green building with a maximum limit of Rs. 15 lakhs.

Incentive in case of Expansion Project of Existing Enterprises

Meaning of Expansion Project: "Expansion of existing enterprise" means expansion for the same item(s) of production within its existing approved capacity or for expansion for enlarged approved capacity or for manufacture of a new item with an approved capacity:

Applicable Conditions:

- ✓ Fixed capital investment to be made on expansion project shall be at least 25% of the net value of fixed capital investment as on 30.09.2026. However, in respect of enterprises which are set up on or after 01.10.2026, such date will be the date immediately prior to the date on which the enterprise goes for expansion.
- ✓ At least 15% additional Employment has to be generated due to the expansion.

All micro and small enterprises are eligible for:

(a) Capital subsidy

(b) Reimbursement of Stamp Duty & Registration Fees

(c) Power Subsidy & Waiver of Electricity Duty if the unit takes a separate metering arrangement for the expansion portion of the unit.

(d) Incentive for water conservation and environment compliance provided such measures are taken for the new expanded unit

Our Observation on the Draft WBIS- 2026 for MSMEs relating to Transition Period

There was no incentive scheme for more than a year in West Bengal for MSME Sector. Now the new government has shared the draft incentive scheme for MSMEs, The summary of the same is attached herewith. This is a welcome move taken by the new government for industrial development and shows commitment towards industrial development. However this scheme does not include provision for transition period, observation on the same is as under -

The previous incentive scheme i.e. **Banglashree for MSMEs** was valid till 31.03.2025. It means the units those who commenced commercial production till 31.03.2025 were eligible to apply under that scheme.

Now the proposed WBIS 2026 for MSMEs is applicable for units who will commence commercial production w.e.f 01.10.2026. It means the units who have commenced commercial production from 01.04.2025 to 30.09.2026 will not get benefits under any schemes.

So, we respectfully request the Government to include a Transitional Provision in the proposed MSME Incentive Scheme to extend benefits to genuine MSMEs that invested during the period from 01.04.2025 to 30.09.2026, ensuring continuity, fairness, and sustained industrial development in West Bengal.