

**Government of India**  
**Ministry of Commerce & Industry**  
**(Department of Industrial Policy and Promotion)**  
**NOTIFICATION**

New Delhi, the 22nd October, 2002

F.No.1(11)/2002-NER. In pursuance of Ministry of Commerce and Industry, Department of Industrial Policy & Promotion O.M. No.1(13)/2000-NER dated 14th June, 2002, the Government of India is pleased to make the following **Scheme of Comprehensive Insurance for Industrial Units** for the state of Jammu & Kashmir with a view to accelerating industrial development in the state.

1. **Short Title** :- This scheme may be called Central Comprehensive Insurance Scheme, 2002.
2. **Commencement and Duration** :- It will be effective from the day of its publication and remain in force upto and inclusive of 14.06.2012.
3. (i) **Applicability**:- The Scheme is applicable to new Industrial Units and existing\* units on their substantial expansion on or after 14th June, 2002.  
(ii) **Eligibility** :- The subsidy will be available during the duration of the scheme to an eligible industrial unit for a period of ten years from date of commencement of commercial production.
4. **Definition of Industrial Unit**:- Any industry which is included in Fire Policy 'C' as per All India Fire Tariffs.
5. **Fixation of Sum Insured** :- The Policy shall be issued on market valuation by the Insurance Company.
6. **'Substantial Expansion'** means increase by not less than 25% in the value of fixed capital investment in plant and machinery of an industrial unit for the purpose of expansion of capacity/ modernization and diversification.
7. **Mode of Operation** :- The insured party shall pay the initial premium which shall be reimbursed by the nodal insurance company out of the revolving fund maintained by that company. Funds for this revolving fund shall be contributed by Ministry of Commerce and Industry, Department of Industrial Policy & Promotion. The Insurance policy envisaged under the Scheme will be as indicated in Annexure-A.

(S.Jagadeesan)  
Joint Secretary