

**GOVERNMENT OF ANDHRA PRADESH**  
**ABSTRACT**

Industries & Commerce Department – Food Processing Policy of Andhra Pradesh State – Fresh Policy – Orders – Issued

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INDUSTRIES & COMMERCE (FP) DEPARTMENT

GO Ms.No.179.

Dated: 22-06-2005.

Read the following:

1. GO Ms.No.333, Industries & Commerce (C&EP) Department, dated 14-11-2003.
2. GO Ms.No.55, Industries & Commerce (C&EP) Department, dated 05-03-2004.
3. From the Commissioner of Industries, Andhra Pradesh, Hyderabad Single File No.30/3/2005/0565, dated 20-06-2005.

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**ORDER:**

In the GO first read above, orders were issued on Food Processing Policy of Andhra Pradesh State and extending various incentives and concessions to the Food Processing Industries in the State. In the GO second read above operational guidelines were also issued for implementation of the Food Processing Policy in the State.

2. The Commissioner of Industries, Andhra Pradesh, in the single file third read above has reported that some of the Food Processing Industries in the State have approached the High Court of Andhra Pradesh. Keeping in view of the all consequences in view, the Commissioner of Industries, has requested the Government to consider the earlier Policy and issue necessary fresh orders on the Food Processing Policy of the Andhra Pradesh.

3. Government, after careful examination of the matter in detail, have decided to evolve a fresh Food Processing Policy of Andhra Pradesh State by superseding the orders issued in the GO first read above and the operational guidelines issued in the GO second read above.

4. Accordingly, in supersession of the orders issued in GO first read above and consequent operational guidelines issued in GO second read above, approved the fresh State Policy on "Food Processing Industries" as detailed below:

**1. Coverage:**

The Policy will cover the following activities and areas:

**HORTICULTURE:**

Fruit & Vegetable processing

Fruit based ready to serve beverages.

Tissue culture Laboratories/Green houses/Green house nurseries/Mushroom Laboratories/Seed production units based on modern scientific methods to meet industry standards

Wine making

**AGRICULTURE:**

Food grain milling/processing

Using modern technology and equipment (except Rice Mills)

Alcohol for blending with fuels.

## **ANIMAL HUSBANDRY**

Dairy products  
Processing of poultry, eggs, meat and meat products

## **FISHERIES**

Fish processing including shrimps

## **AGRO FOOD PROCESSING INDUSTRIES:**

Bread, Oilseed meals (edible), breakfast foods, biscuits, confectionery, including cocoa processing and chocolate, oil expellers and refining, malt extract, protein isolates, high protein foods, weaning foods, extruded/other ready to eat food products and all other processed foods (excluding non packed food items served in Hotels and Restaurants of all categories)

## **ALLIED INDUSTRIES:**

Cold Storage unit  
Refrigerated Transport vehicles containers; (excluding second hand Refurbished vehicles/containers)  
Units manufacturing food grade packaging materials for food processing Industry  
Units engaged in packaging, canning and bottling of process foods.  
Units manufacturing additives/preservatives/colors/fragrances for the processed food industry  
Biotechnology industries

## **2. INCENTIVES AND CONCESSIONS:**

Reimbursement of cost of power for all eligible units shall be allowed @Re.1.00 per unit as against Re.0.75 per unit as provided for the other eligible industries under IIPP.

5. The Fresh Food Processing Policy will come into effect from 01-04-2005. The reimbursement of cost of power shall be extended for a period of five years from the date 01-04-2005. The Food Processing unit those, which have gone into commercial production after 14-11-2003, shall be eligible for reimbursement of cost of power.
6. The Commissioner of Industries shall be the Nodal Agency to implement the fresh Policy.
7. The State Level Committee of the industries Department shall decide and finalize all cases relating to the incentives/benefits to the Food Processing Industries in the State.
8. The Commissioner of industries, Hyderabad shall evolve a separate coding (Bar Coding) procedure for Food Processing Industries in the State.
9. Operational guidelines for the implementation of the fresh Food Processing Policy shall be issued separately.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

D. LAXMI PARTHASARADHI  
PRINCIPAL SECRETARY TO GOVERNMENT &  
COMMISSIONER FOR INDUSTRIAL PROMOTION

To  
The Commissioner of Industries, Hyderabad.  
All Principal Secretaries/Secretaries to Government.  
All Heads of Departments.  
All Collectors  
All Departments in Secretariat.  
The Accountant General, Andhra Pradesh, Hyderabad.

The Vice Chairman & Managing Director, Andhra Pradesh State Industrial Infrastructure Corporation Limited, Hyderabad.

The Vice Chairman & Managing Director, Andhra Pradesh State Financial Corporation Limited, Hyderabad.

The Vice Chairman & Managing Director, Andhra Pradesh State Industrial Development Corporation Limited, Hyderabad.

Copy to:

The Secretary to Government of India, Ministry of Food Processing Industries, Panchsheel Bhavan, August Kranti Marg, New Delhi-110 049.

Principal Secretary Chief Minister.

P.S. to Minister for (Major Industries / Agriculture / Horticulture / Energy / SSI / Fisheries / Animal Husbandry)

P.S. to Chief Secretary.

P.S. to Principal Secretary to Government & CIP, Industries & Commerce Deptt.

P.S. to Secretary to Government, Industries & Commerce Department.

✓ The Government Pleader for Industries & Commerce, High Court of A.P. Hyderabad. For information.  
Sc./sf.

//FORWARDED BY ORDER//



SECTION OFFICER.