



# UP's MSME Industrial Estate Management Policy 2025

## Why in News?

The Uttar Pradesh government has given its approval for the [Micro, Small, and Medium Enterprises \(MSME\) Industrial Estate Management Policy \(2025\)](#), designed to promote industrial growth by **simplifying land allocation and improving** facilities for businesses.

- The new policy is set to replace 19 outdated government orders issued since 1978.

## Key Features of the Policy

- **Land Allocation:** Land, sheds, and plots in industrial estates will be allocated via lease/rent through auction or e-auction modes.
  - Successful bidders will pay 10% of the reserved price as earnest money, with the remaining balance payable in lump sum or installments over one to three years. Immediate payments will be eligible for a 2% discount.
- **Reservation for SC/ST Entrepreneurs:** 10% of all plots and sheds will be reserved for SC/ST entrepreneurs.
  - If no eligible applicant comes forward, the plots may be reallocated to other categories to ensure continuous development.
- **Price Structure:** The policy introduces fixed reserved prices for industrial plots in various regions for FY 2025-26, including Madhyanchal, Pashchimanchal, Bundelkhand and Purvanchal.
  - The rates will increase by 5% annually, starting from 1st April each year.
- **Preferential Rates for Anchor Units:** Special rates may be offered to anchor units expected to drive significant MSME growth in the estates.
- **Infrastructure Facilities:** Industrial estates will be equipped with essential amenities, including common facility centers, power substations, fire stations, women's hostels, dormitories, crèches, eco-friendly parks, training institutes, and health services.
- **Standard Operating Procedures (SOPs):** The **Commissioner and Director of Industries** will oversee the implementation of SOPs for land allocation, property transfer, revitalization, subletting, and surrender.

Classification	Micro	Small	Medium
Manufacturing and Services Enterprises	<b>Investment:</b> Not more than Rs. 2.5 crore	<b>Investment:</b> Not more than Rs. 25 crore	<b>Investment:</b> Not more than Rs. 125 crore
	<b>Annual Turnover:</b> not more than Rs. 10 crore	<b>Annual Turnover:</b> Not more than Rs. 100 crore	<b>Annual Turnover:</b> Not more than Rs. 500 crore