

Government of Bihar
Department of Industries
Resolution

Subject: Bihar Startup Policy 2016 for promoting Startups in the state of Bihar.

1. Preamble

- 1.1 Bihar is progressing fast on the track of development, with unrelenting efforts being made towards strengthening infrastructure and promoting industrial growth. Government of Bihar is committed to improve competitiveness of the state's economy and achieving inclusive growth. This can be realized by promoting innovation and creating an ecosystem that nurture Startups from concept to commissioning.
- 1.2 Bihar has the advantage of a demographic dividend given the high proportion of youth in its population; there are limited employment opportunities for them to make productive economic contribution. Youth grow in a job-oriented society where entrepreneurship is not seen as a career option. Moreover, the current educational system is designed in a manner that places limited emphasis on entrepreneurship.
- 1.3 One of the most exciting features is the ability of these Startups to rapidly build scale and become global players. The chances of success are greatly increased when these businesses are supported with an appropriate eco system. Bihar has an opportunity to develop its own world class eco system, the talent; resources and ambition are most certainly present in the State. Startups are expected to play a vital role in the emergence of the Bihar economy. The development of this segment is most critical to meet the national imperatives of financial inclusion and generation of employment across urban, semi-urban and rural areas across the State. The new wave of Startups will act as a catalyst to bring about this socio-economic transformation.
- 1.4 In order to unlock the innovation potential of Bihar, a need of conducive and friendly Startup policy has been realized. With this policy framework along with private participation, the Government aims to enhance the depth and breadth of Startup ecosystem in Bihar. Hence accelerating GSDP growth, contribute to the creation of thousands of jobs, counteract the process of brain drain and rejuvenating the next wave of economic growth in the State.
- 1.5 Government of Bihar envisages formulating a Startup policy which creates an independent and transparent eco system in the State wherein the role of the state shall be instrumental to funding, promotion and policy support. The State shall setup a Trust under with an Initial Corpus of INR 500 Cr., which shall act as nodal agency for implementation of this policy. Trust shall appoint one or more fund manager(s) for this policy.

2. Vision

2.1 The vision for the Bihar Startup Policy:

“To enable Bihar emerge as the most preferred destination for Startups and entrepreneurs by leveraging the potential of local youth through a conducive Startup ecosystem for inclusive growth in the State”

2.2 Bihar Startup policy has been designed on following four pillars (YUVA)

YES to Startups (Awareness, Networking and Mentoring Campaign)

Unleash Regulatory Enablers for Supporting Startups

Vibrancy in Education System to encourage and facilitate Startups

Access to financing & incubation support

3. Policy Period

The Bihar Startup Policy 2016 will come into force from the date of notification and shall be valid for 5(five) years.

4. Objectives

- 4.1 Introduce, promote and encourage entrepreneurship education and career amongst the youth through various programs like “Udyami Bihar, Samridh Bihar Campaign”, Entrepreneurship Awards, Innovation Challenges and Business Plan Competitions etc.
- 4.2 Facilitate development of Entrepreneurship Development Centers in Divisional Towns and Nagar Nigam(s); and Entrepreneurship Facilitation Centers to increase awareness and promote entrepreneurship amongst the youth.
- 4.3 Create a sector-agnostic policy, enabling innovation in any and all possible sectors of development focusing upon: initiatives that leverage natural resources and human capital of the State, innovative and disruptive ideas with huge growth potential and initiatives in the areas which create multiplier impact.
- 4.4 Encourage Entrepreneurship through education by introducing learning modules in the university/ schools, MOOC (Massive Open Online Courses), Internships amongst others.
- 4.5 Facilitate development of new and support expansion of existing Incubators/common infrastructure spaces.
- 4.6 Provide a one stop comprehensive portal for Startups to access financial support (SEBI registered- Alternate investment funds, Empanelled Angel Investor, etc.), regulatory support, Network of mentors and Empanelled Project Management Consultants.
- 4.7 Enable hassle-free and time bound statutory clearances for Startups.

- 4.8 Create a platform for accessing multiple avenues that provide financial support and encourage investors through incentives to invest in Bihar based Startups.
- 4.9 Create an inclusive policy which embarks groups like SC/ ST, woman enterprise and differently-abled.
- 4.10 Provide appropriate institutional support to enable the nurturing of Startups.

5. Definitions

- 5.1 **Angel Investor:** Angel Investor is (also known as business angel/informal investor) an individual or group of investors who invest in Startups at an early commercialization stage in return of convertible debt/equity.
- 5.2 **Alternate Investment Funds:** Alternative investment funds (AIFs) are defined in Regulation 2(1) (b) of Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012. It refers to any privately pooled investment fund, (whether from Indian or foreign sources), in the form of a trust or a company or a body corporate or a Limited Liability Partnership (LLP) which are not presently covered by any Regulation of SEBI governing fund management (like, Regulations governing Mutual Fund or Collective Investment Scheme) nor coming under the direct regulation of any other sectoral regulators in India-IRDA, PFRDA, RBI.
- 5.3 **Commercialization Stage:** Commercialization Stage refers to an integral stage in lifecycle of Startup wherein Startups scale up their business and commercialize product/ services.
- 5.4 **Expert Committee:** Fund Manager shall have an expert committee; this shall be an independent professional body having eminent experts from industry responsible for assistance in implementation of this policy.
- 5.5 **Differently-abled:** as defined in "Person with disability (equal opportunities, protection of rights and full participation) Act, 1995 and any other statute enacted for the welfare of person with disability.
- 5.6 **Entity:** Entity refers to Private Limited Company (under The Companies Act, 2013) or a Registered Partnership Firm (under The Indian Partnership Act, 1932) or Limited Liability Partnership (under The Limited Liability Partnership Act, 2008).
- 5.7 **Family Business:** a family business is one in which the majority of the stake is held by the person who has established or acquired the company (or by his or her parents, spouse, child or child's direct heir) and at least one representative of the family is involved in the management (either directly or indirectly) administration of the business.
- 5.8 **Fund Manager:** Trust shall appoint one or more fund managers for managing the fund and also activities mentioned under this policy.
- 5.9 **Government:** means Government of Bihar in this Policy unless otherwise specified.
- 5.10 **Idea Stage:** Idea Stage refers to an integral stage in lifecycle of Startups wherein feasibility analysis of the idea is performed to evaluate the success/failure of the concept.

- 5.11 **Incubator:** Incubator means physical spaces which helps entrepreneurs to convert their ideas in becoming successful and profitable ventures by supporting them in business planning, mentoring, recruiting their top team, commercializing their technologies, developing their products, getting early seed funding, help in forging partnerships at the national and global level, advice on intellectual property, training and development and many other things. This could be a private agency or a government institution.
- 5.12 **Mentoring:** Mentoring is generally a pool of industry experts/ academicians that help Startups by providing unbiased guidance, strategic support and thinking and help them build their network.
- 5.13 **Registered:** Registered refers to an entity registered with Registrar of Companies (RoC) Bihar.
- 5.14 **Seed Grant:** Seed Grant is a grant provided to Startups to develop a prototype product and generate sufficient investor interest for subsequent rounds of funding.
- 5.15 **Scheduled Caste (SC)/Scheduled Tribes (ST) Enterprise:** Enterprise fully owned by SC/ST. Partial shareholding of SC/ST in an enterprise shall not be treated as SC/ST enterprise.
- 5.16 **State supported Incubators:** means incubator(s) supported by Government of Bihar and/or Government of India.
- 5.17 **TBI:** a Technology Business Incubator (TBI) as recognized by Department of Science and Technology, Government of India.
- 5.18 **Trust:** Trust means a nodal agency constituted by Department of Industries, Government of Bihar under The India Trusts Act, 1882 for the purpose of implementation of this Policy.
- 5.19 **Validation Stage:** Validation Stage refers to an integral stage in lifecycle of Startups wherein the product/service is produced and delivered in a limited capacity which can be scaled up upon the success and requirement.
- 5.20 **Venture Capital:** Venture Capital is the fund invested in Startup at commercialization stage upon critical appraisal of the project undertaken by venture capital companies. The capital is generally invested in return of equity shareholding.
- 5.21 **Woman enterprise:** an enterprise headed by woman where 100% stake is owned by woman. Partial shareholding of Woman in an enterprise shall not be treated as Woman enterprise.

6. What is Startup in Bihar?

- 6.1 Startup means an entity, incorporated or registered in Bihar not prior to five years with an annual turnover not exceeding INR 25 Cr. in any preceding financial year, working towards innovation, development, deployment or commercialization of new products, processes or services driven by technology or intellectual property.

- a. Provided also that an entity shall cease to avail further benefits under this policy if its turnover for the previous financial years has exceeded INR 25 Cr. and/ or it has completed 5 years from the date of incorporation/ registration unless the context otherwise stated;
- b. Provided that such entity is not formed by splitting up, or reconstruction, of a business already in existence and should not have been formed by the demerger or reconstitution of a business already in existence;
- c. Provided that such entity is not a holding company and it is not a subsidiary of any firm already in existence or except the subsidiary of any Startup;
- d. Provided further applicable taxes from the operations of the company are payable in Bihar.

6.2 Certification of Startups

All applications of potential Startups received by the Trust shall be forwarded to fund manager. Fund Manager shall appraise each application through an expert committee. Fund Manager shall provide certification based on the criteria(s) listed in clause 6.1 above.

6.3 Exit Conditions

- a. If the company is found guilty on any charges of fraud or if the company is found to have made any false declarations to claim any benefits from or derived under this policy. Legal action shall be initiated to recover all financial assistance provided to such an entity.
- b. Once an entity ceases to be recognized as a Startup; the Government or entity through which the Government makes its investment will be eligible to exit its investment in the Startup and guidelines for exit will be framed by trust for channelizing investments into the Startup. When the Government or its representative entity exits its investment; the right to nominate a representative director on the board of the Startup will also be extinguished.

7. Yes to Startup

7.1 Promoting Awareness “Udyami Bihar, Samridh Bihar Campaign” and Facilitating Networking Platform for Startups

Bihar has the advantage of a demographic dividend given the high number of youth in its population and there are limited employment opportunities for them to make productive economic contribution. Youth in India grow in a job-oriented society where entrepreneurship is not seen as a career option. Moreover, educational system is designed in a manner that places limited emphasis on entrepreneurship. Government is committed to encourage entrepreneurship as an education and career both, for the youth across all economic and social segments of the population. It is essential to foster a culture that positively values entrepreneurs as a crucial factor to achieve inclusive economic growth. In order to reform the cultural perception of society towards entrepreneurship and inculcate entrepreneurial culture amongst youth, Government shall:

- a. Launch Startup outreach and awareness campaign “**Udyami Bihar, Samridh Bihar** ” at State level in collaboration with Startup stakeholders
 - b. Recognize and promote achievements of successful local Startups by organizing ‘Entrepreneurship Awards’.
 - c. Organize state level challenges/ business plan competitions
 - d. Support business networks (Industry Associations/Organizations promoting Startups) to organize Startup awareness activities such as Startup fairs
- 7.1.1 A proper networking amongst various stakeholders’ viz. investors, academia, industry and other stakeholders is critical for an effective Startup ecosystem. The Startup community needs a platform to inter communicate at a national and international level to exchange and collaborate amongst each other.
- 7.1.2 Government for creating an effective Startup ecosystem shall organize ‘Bihar Startup Fest’, a platform to amalgamate the Startup ecosystem and provide visibility to State Startups.

7.2 Assistance for Idea Development

Conducive Startup ecosystem enables youth to convert their ideas into meaningful propositions. A proper guidance system is essential for youth to express and enhance their ideas. In order to spread awareness and provide guidance to potential entrepreneurs, State shall provide financial assistance to facilitate:

- a. Setting up Entrepreneurship Development Cells in Divisional towns and Nagar Nigam(s) in collaboration with Education Institutes, Bihar based industrial associations/organizations promoting Startups.
- b. Setting up Entrepreneurship Facilitation Centers at Educational & Professional Institutes.

7.2.1 These Cells/Centers shall:

- a. Organize various promotional events to disseminate awareness about entrepreneurship and promote Startup culture in the state under “Udyami Bihar, Samridh Bihar Campaign”.
- b. Provide assistance to students/potential entrepreneurs for presenting and enhancing their idea to various stakeholders of Startup ecosystem viz. Government, education institutes, incubators, industry experts, legal, tax and business consultants.
- c. Support Startups for preliminary mentoring and business plan support, company registration, market research support, business structuring advisory and management consultancy.

8. Unleash Regulatory Enablers for supporting Startups

8.1 Setting up comprehensive one stop portal for Startup- Ecosystem in Bihar

Statutory clearances from relevant regulatory authorities are pre-requisite for a Startup to commence operations. Limited awareness of the processes increases the turnaround time for

registration, hence delays the commencement of operations for the Startups. A single window clearance system supported by interactive training manuals and checklist would enable Startups to register themselves in an easy and timely manner.

Startup ecosystem needs a single platform for interaction and collaboration with each other. In order to establish a single platform for interaction and information sharing of various stakeholders, a **Startup Bihar portal shall be launched**. This portal shall provide instant accessibility to Startups for:

- a. Accessing interactive tutorials for registration process and checklist for the various clearances required with specified timelines.
- b. Registering with relevant authority and filling various State Level compliances at State level through standardized forms.
- c. The portal shall also be integrated with other Government of India sponsored Startup Portals for connecting with various stakeholders of the ecosystem.
- d. Interacting and collaborating with various stakeholders viz. Registered network of mentors and professional experts, incubators, academia, empanelled Project Management Consultants and angel investors, SEBI-registered AIFs (Alternate Investment funds) and other stakeholders.
- e. Empanelled mentors of networks to Startups having potential for growth and scalability.
- f. Accessing various State Government Schemes and Incentives available for Startups.

The portal shall also be made available in form of a mobile app and supported by a Toll free helpline to facilitate application/ assistance. Clearances for registration/ application shall be ensured in a time bound manner.

8.2 Optimizing Regulatory Framework- Enabling regulatory environment for Startup Ecosystem

Starting up a business involve getting various stages of departmental approval and clearances. Most of the Startups are unaware of the complex policies and regulatory framework, which may hinder their regular operations. Therefore, it is imperative for Government to minimize the regulatory compliances, punitive actions and provide support /awareness to these propellers of next stage economic growth.

In line with above, Government shall enhance the ease of doing business by minimizing inspections and encouraging self-certifications:

- a. Startups shall be exempted from licensing/registration for operations under various State Acts for a period of 5 years. However, Statutory Licenses (such as Drug License, FSSAI, Building Plan, Fire Fighting) shall be required to be obtained by the Startup if its nature of business/activity may lead to potential threat to life and safety, in such cases Government shall bear the cost of license(s).

- b. Startup shall be exempted from inspections by Government Regulatory Agencies for a period of five years unless there is threat to life and safety. In case a unit has to be inspected for certain reasons the permission of the District Magistrate shall be obtained.
- c. Self Declaration shall be submitted by Startups annually as per the format prescribed by State Government.
- d. State Government Departments/ PSUs shall be advised to give preference to Startups in procurement process for products/services
- e. State Government shall allot 10% of spaces in forthcoming industrial parks, SME Clusters and Hub for Startups/Incubators/ Common Shared Infrastructure on preference.

9. Vibrancy in Education System

Education institutes provide an apt environment for introducing and educating entrepreneurship for promoting the culture of innovation. Government recognizes the importance of reforms in education for creating entrepreneurial spirit amongst students.

In order to promote Startup culture and innovation in youth of Bihar, Government shall facilitate/recommend following interventions:

- a. Embed Entrepreneurship modules in high schools, university, skill training, and vocational training institutes' curriculums/programs. Education institutes will be suggested to introduce Massive Open Online Courses (MOOCs) as electives and make internships/apprenticeship mandatory.
- b. Education / Professional Institutes shall be supported to formulate Entrepreneurship Facilitation Centre to guide and assist students to pursue entrepreneurship.
- c. Organize Business/Innovation Idea Competitions amongst students. Shortlisted ideas shall be provided support for prototyping and will be showcased in Startup Fest organized by the State.
- d. Organize social innovation challenge through Entrepreneurship Development Cells to provide challenge grant to 20 social innovators to support their ideas.

10. Access to Funding and Incubation Support

10.1 Facilitating Incubation Centers for Startups

Incubation centers are crucial for nurturing promising Startups. They provide access to mentoring network, market network, shared physical infrastructure etc. Creation of Physical Infrastructure generally requires large capital investments. Considering this, following incentives/financial assistance shall be provided to Startups:

- a. Financial assistance for setting up of new incubators and expanding State supported Incubators.

- b. Reimburse 50% of the cost of incubating a Startup maximum up to Rs 2 Lakhs per incubatee to Government recognized private / state supported incubators.
- c. Fiscal incentive to Incubators @2% of the investment received by its incubatee from SEBI registered AIFs (Alternate Investment Funds) into Bihar based Startups.
- d. Fiscal Grant to State Supported Incubators @3% of the investment received by its incubatees from SEBI registered AIFs (Alternate Investment Funds) or Grant received from Government of India for promoting technology based (IPR) Startups and @5% for Startups in social sectors providing solutions to public service access problems in Bihar in areas like health, education and nutrition etc.
- e. The Government shall provide financial assistance to match the funding raised by Incubator(s) from Government of India and Multilateral donor agencies on 1:1 basis on same terms and conditions.

10.2 List of State Supported Host Institutes

Pilot Institutes (Phase-I)	
a) Indian Institute of Technology (IIT), Patna	b) National Institute of Technology (NIT), Patna
Host Institutes (Phase-II)	
c) Rajendra Agricultural University, Pusa	d) ICAR Research Complex for Eastern Region, Patna
e) National Institute of Fashion Technology (NIFT), Patna	f) Birla Institute of Technology, Patna
g) Central Institute of Plastics Engineering and Technology (CIPET), Bihar	h) Upendra Maharathi Institute, Patna
i) Chandragupta Institute of Management, Patna	j) Tool Room and Training Center, Patna
k) Bihar Agricultural University, Sabour	l) Apparel Training and Design Centre, Patna

The pilot institutes shall extend all possible handholding support to establish incubators in other State Supported Host Institutes in a phased manner. The State Government shall from time to time declare new institutions as State Sponsored institutions under this policy.

10.3 Common Infrastructure for Startups

Government shall facilitate creation of common infrastructure for Startups. The shared infrastructure shall include:

- a. Co-working spaces.
- b. Provide shared facilities like R&D labs, cubicles, conference rooms etc.

- c. Shared software and hardware like high-end printer, computers etc.
- d. Common testing labs and tool rooms.
- e. Shared services like legal, accounting, technology, patents, investment banking.
- f. Individual accommodation and hostel rooms
- g. Community events and promotional support for incubation and Startups
- h. Common facilities Centers (warehouse, Storage, Quality Assurance labs)

Common infrastructure spaces shall be established either by Government or through PPP mode. This support shall be available on Free of Cost (FOC) basis to Startups for a period of 3 years.

10.4 Apart from the incubation centres, a “**Bihar Innovation Hub**” shall be developed preferably on PPP basis (viability to be assessed by trust) which shall provide all services of an incubator including shared work spaces, professional business advisory/consultancy; access to funding and also provide support at commercialization stage including networking and merger & acquisition, valuation advisory amongst others. This innovation hub shall be further expanded into virtual incubator to widespread its reach.

10.5 Funding Support to Startups

Funding support shall be provided to Startups in various stages of its business cycle.

Validation Stage:

10.5.1 Seed Funding Support

A Seed Grant upto Rs 10 Lakhs per Startup; with payment schedule linked with milestones/phases and performance parameters defined by Incubation Center and the trust shall be provided to Startups for validation of idea, prototype development, assistance towards travelling costs and carrying out field/ market research/ skill training/ marketing and initial activities to setup a Startup etc. The actual funding shall be based on the assessment made jointly by the incubation centre and the committee. The committee shall meet frequently for such matter(s) and gap between the two consecutive meetings shall not be more than 90 days.

Commercialization Stage

10.5.2 Early Stage Funding Support

- a. Free of cost Valuation for Startups.
- b. Facilitate access to Angel Investors.
- c. A success fee @2% of investment shall be provided to Startups for mobilizing investments from state registered angel investors towards early stage funding.

10.5.3 Scale-up Funding Support

- a. Government through its Trust may participate in SEBI registered AIFs (Alternate Investment Funds), upto 25% as Limited Partner. The Venture Capital Fund so created shall

invest primarily in Startups located in Bihar, based on its own criteria in consultation with expert committee.

- b. Government shall facilitate listing and public issue of Startups in collaboration with National Level Stock Exchanges such as BSE/ NSE.

Incentives/ provisions under Bihar Industrial Incentive Policy in force will be available to Startups. However the incentive for the same component cannot be claimed from more than one scheme.

Efforts will be made to leverage relevant benefits available under various schemes of Government of India.

10.6 Zero Cost for filing patents - Domestic and Foreign

Intellectual Property (IP) is an invaluable business tool for Startups, or entrepreneurs, providing initial start to one's business. IP gives an exclusive right to the creator over the use of his/her's creation for a certain period of time. With increasing new avenues in businesses, "the Intellectual Capital" has become one of the key wealth drivers in present era. In today's competitive and dynamic environment, IP can be unique selling proposition (USP) of the product or service allowing high entry barrier for Startups to grow faster than competitors. Investors weigh IPs heavily and create good value for venture.

In order to encourage the registration of IPRs (Intellectual Property Right) by Startups and provide facilitation support for protection and commercialization of IPRs, Government shall:

- a. Bear all costs associated towards filing domestic patents.
- b. Provide additional financial assistance in form of reimbursement for awarded foreign patents towards filing fees.

10.7 Additional incentives to SC/ST /Women / Differently-Abled

Incentives listed below shall solely be applicable to Startups which are fully owned by any one person of this category or a group /mix of the person defined in this category only. Efforts shall be made to identify persons belonging to the Scheduled Castes and Scheduled Tribe and promote entrepreneurship among them.

10.7.1 The Trust may set up Project Management Units to specifically handhold them in setting up their ventures.

10.7.2 Entrepreneurs under this category will avail additional grant / exemption / subsidy than the limit fixed under clause 10.5.1 and 10.5.2 of this policy

- a) Woman Enterprise-additional 5%
- b) SC/ST-additional 15%
- c) Differently Abled- additional 15%

10.8.3 Additionally, 22% (20% SC/2%ST) of the total corpus for funding Startups shall be reserved for SC/ST.

10.8.4 Based upon the requirement, Government shall relax the eligibility criteria, as stated in clause 6.1, for certifying Startups belonging to SC/ST/ women and differently abled.

11 Institutional Framework

11.1 A Trust shall be an autonomous body constituted under the Chairmanship of a professional with an experience in investments in companies. The composition of Trust shall be:

Expert in area of investment or the Development Commissioner till such appointment is made by the Government	Chairperson
Principal Secretary/ Secretary Industries Department.	Member- Secretary
Principal Secretary, Finance	Member
Principal Secretary, Planning	Member
Principal Secretary, Science and Technology	Member
Two Principal Secretaries/ Secretaries to be nominated by the Government	2- Members
Director IIT Patna, Director NIT Patna, Director CIMP.	3- Members
Representatives of Associations, Organisations and Institutions promoting Entrepreneurship	3- Members
Special Invitee members (Subject/ Sector experts)	2- Members
Representative from Fund Manager(s)	2 - Members

11.2 Single Window Clearance Committee

All Statutory Licenses/Clearances required by Startups (if not exempted otherwise under this policy) shall be facilitated on priority basis. This committee shall constitute of:

- Principal Secretary, Industries
- Representative for concerned departments

The committee shall ensure time bound clearances for all the matters as stated in the policy.

11.3.Role of Trust

As the nodal agency for this Startup Policy, Trust shall be entrusted with the following roles and responsibilities:

- a. Management of awareness campaign for promotion of entrepreneurship amongst youth of Bihar
- b. Support Entrepreneurship Development Cells and Entrepreneurship Facilitation Centers
- c. Creating and managing common infrastructure for Startups
- d. Recommend reforms encouraging entrepreneurship in education.
- e. Creation of customized index to track the quality of Startup ecosystem by benchmarking national and international level
- f. Setting up, Operations and Management of Startup Bihar Portal
- g. Conduct quarterly review meetings with committee for progress in the policy implementation
- h. Alignment of the Policy with other policies of State Government
- i. Amendment(s) and Modification(s), if any, required of the policy
- j. Liason with other State Departments for effective implementation of the policy
- k. Liason with Government Agencies and other agencies at national level like SEBI, etc to create optimal policies for funding assistance to Startup
- l. Liaison with Multilateral Financial Institutions like World Bank, IFC for financial support to Startups.
- m. Resolution of any difficulty faced by Startups during establishment and operations in Bihar
- n. Annual review of the Policy
- o. Overall Monitoring and Implementation of the Policy
- p. Identify and develop new markets for Startups in the State
- q. Appointment of fund manager

11.4 Role of Fund Manager

Trust shall appoint one or more fund manager for this policy, having the following roles:

- a. Fund Manager of Venture Capital Fund under the policy
- b. Asset Management of the trust
- c. Certification of Startups
- d. Facilitation of incentives in the policy such as cost of registration and licensing, zero-cost IPR and all other fiscal incentives stated in the policy
- e. Assistance for funding to Startups such as seed grant, early stage and scale-up funding and other funding support stated in the policy
- f. Investments in Startups as per this policy.
- g. Facilitate Investment related decisions under the policy in a time bound manner.

- h. Periodic assessment of policy and Startup ecosystem
- i. Timely amendment and suggestion of the policy
- j. Keeping vigilant eye on policy implementation procedure
- k. Raise funds from Multilateral and Donor Agencies

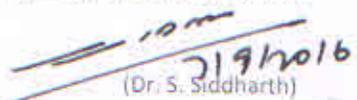
11.5 Role of Expert Committee

Fund Manager to assist its operations shall formulate an expert committee constituting of angel investors, mentors, representatives from technical education institutions and other domain experts for assistance in implementation of the policy. It shall be an expert committee of the Fund Manager to examine the various proposals received and certify a business idea as Startup. The expert Committee shall Guide Startups to suitable incubation/mentoring support.

11.6 Responsibility Matrix

S No	Task	Responsibility
1	Certification of Startups	Fund Manager with the assistance of expert committee
2	Awareness Campaign, State Level Challenge/ Competition & Bihar Startup Fest	Trust with assistance of fund manager/any other agency(s)
3	Financial Assistance for setting up of Entrepreneurship Development Cell/ Entrepreneurship Facilitation Centre	Trust with assistance of fund manager
4	Setting up One Stop Bihar Startup Portal	Trust with assistance of fund manager/any other agency(s)
5	Statutory License/ Registration under various Acts required for running a business	Single Window Clearance Committee
6	Recommend Reforms in Education System	Trust with assistance of Technical Higher Education Institutes
7	Funding/ Incentive(s) appraisal	Fund Manager
8	Investments in Startups	Fund Manager
9	Incubation Support for Startups	Fund Manager
10	Common Infrastructure and Bihar Innovation Hub	Trust/ Fund Manager
11	Zero Cost IP Registration	Fund Manager

By order of Governor of Bihar


(Dr. S. Siddharth)

Principal Secretary, Department of Industries
Bihar, Patna

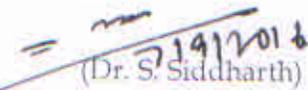
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Request to print 1000 copies of the published gazette and make it available to the Department.


(Dr. S. Siddharth)
Principal Secretary, Department of Industries
Bihar, Patna

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