

GOVERNMENT OF INDIA
MINISTRY OF ELECTRONICS AND INFORMATION TECHNOLOGY
RAJYA SABHA
UNSTARRED QUESTION NO. 1349
TO BE ANSWERED ON: 22.09.2020

GUIDELINES FOR PROMOTION OF ELECTRONICS MANUFACTURING

1349 SHRI PARIMAL NATHWANI:

Will the Minister of ELECTRONICS AND INFORMATION TECHNOLOGY be pleased to state:-

- (a) whether Government has recently adopted guidelines for the promotion of electronics manufacturing in the country;
- (b) if so, the details thereof;
- (c) whether the scheme will provide a financial incentive of 25 percent of capital expenditure for manufacturing of certain specified electronic goods; and
- (d) if so, the details thereof?

ANSWER
MINISTER OF STATE FOR ELECTRONICS AND INFORMATION TECHNOLOGY
(SHRI SANJAY DHOTRE)

(a) and (b): Following three Schemes have been notified on April 1, 2020 under the aegis of National Policy on Electronics 2019 (NPE 2019), for the promotion of electronics manufacturing in the country:

- (i) Production Linked Incentive Scheme (PLI) for Large Scale Electronics Manufacturing: The Scheme shall provide production linked incentive of 4% - 6% on incremental sales of specific categories of electronic goods manufactured in India, viz., Mobile phones, specified electronic components, including Assembly, Testing, Marking and Packaging (ATMP) units.
- (ii) Scheme for Promotion of Manufacturing of Electronic Components and Semiconductors (SPECS): The Scheme shall provide financial incentive of 25% on capital expenditure for the identified list of electronic goods that comprise downstream value chain of electronic products, i.e., electronic components, semiconductor/ display fabrication units, ATMP units, specialized sub-assemblies and capital goods for manufacture of aforesaid goods.
- (iii) Modified Electronics Manufacturing Clusters (EMC 2.0) Scheme: The Scheme shall provide support for creation of world class infrastructure along with common facilities and amenities, including Ready Built Factory (RBF) sheds / Plug and Play facilities for attracting major global electronics manufacturers, along with their supply chains, to set up their units in these clusters.

The Guidelines for the implementation of aforesaid Schemes have been issued on 01.06.2020.

(c) and (d): Scheme for Promotion of Manufacturing of Electronic Components and Semiconductors (SPECS) notified vide Gazette Notification No.CG-DL-E-01042020-218992 dated April 01, 2020 shall provide financial incentive of 25% on capital expenditure for the identified list of electronic goods that comprise downstream value chain of electronic products, i.e., electronic components, semiconductor/ display fabrication units, ATMP units, specialized sub-assemblies and capital goods for manufacture of aforesaid goods.
