

**GOVERNMENT OF INDIA
MINISTRY OF COMMERCE & INDUSTRY
DEPARTMENT FOR PROMOTION OF INDUSTRY AND INTERNAL TRADE
RAJYA SABHA**

**UNSTARRED QUESTION NO. 216.
TO BE ANSWERED ON FRIDAY, THE 21ST JULY, 2023.**

INCENTIVES TO STATE GOVERNMENTS TO SET UP NEW INDUSTRIES

216. Shri Neeraj Dangi:

Will the Minister of **Commerce and Industry** be pleased to state:

- (a) whether Government is incentivising the State Governments to set up new industries through various policy measures;
- (b) if so, the details of incentives given to various State Governments including the State of Rajasthan during the last two years;
- (c) whether Government has received any proposal regarding setting up of new industries in Rajasthan during the last two years; and
- (d) if so, the details thereof?

ANSWER

**THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY
(SHRI SOM PARKASH)**

- (a) to (d):** Industry is a State subject. The Central Government comes out with several initiatives and policies to promote industrialization in various parts of the country, including state of Rajasthan, from time to time. Government of India, through Department for Promotion of Industry and Internal Trade (DPIIT) and other Central Ministries / Departments, provide an enabling eco-system for the overall industrial development in the country through appropriate policy interventions.

In addition to ongoing schemes of various Departments and Ministries, Government has taken up various other steps for promotion and facilitating of setting up of industries across States/UTs such as Make in India, Start Up India, PM Gati Shakti, National Infrastructure Pipeline (NIP), National Industrial Corridor Programme, Production Linked Incentive Scheme (PLI), promoting Ease of Doing Business (EoDB) and reducing compliance burden, National Single Window System (NSWS), India Industrial Land Bank (IILB), reforms in Foreign Direct Investment (FDI), Project Monitoring Group (PMG), North East Industrial Development Scheme (NEIDS), 2017 for North East States of India, New Central Sector Scheme for Industrial Development of Union Territory of Jammu & Kashmir, etc which facilitate setting up of major infrastructure projects across the country. Also, an institutional mechanism to fast track investments has been put in place in the form of Project Development Cells (PDC) in all concerned Ministries/Departments of Government of India.

Keeping in view India's vision of becoming 'Atma Nirbhar Bharat' and to enhance India's manufacturing capabilities and exports, an outlay of Rs.1.97 lakh crore (over US \$ 26 billion) has been announced in Union Budget 2021-22 for Production Linked incentives(PLI) scheme for 14 key sectors of manufacturing starting from FY 2021-22. With the announcement of PLI Schemes, significant improvement in production, skills, employment, economic growth and exports is expected over the next five years and more. As of now, 733 applications have been approved across the country in 14 sectors.

In Rajasthan, 26 applications have been selected under PLI scheme across eight (8) sectors, viz. IT hardware, large-scale electronic manufacturing, food processing, textiles, white goods, pharmaceuticals, medical devices and bulk drugs. The selected companies have proposed to set up their manufacturing units in nine (9) districts of Rajasthan, viz., Bikaner, Banswara, Bhilwara, Jhalawar, Kota, Sikar, Alwar, Jaipur and Udaipur with expected investment of around Rs.3,000 Cr.
