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

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UNSTARRED QUESTION NO. 1476. TO BE ANSWERED ON FRIDAY, THE 15^{TH} DECEMBER, 2023.

PROMOTION OF DOMESTIC MANUFACTURING OF ELECTRONICS AND OTHER CONSUMABLE GOODS

1476. Shri Anil Desai:

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

- (a) whether Government is promoting local production of electronics and other consumable goods in view of the fact that it encouraging indigenous manufacturing of various goods in the country;
- (b) if so, provide details on the total import of such goods from China during the last five years items, quantum and type of goods; and
- (c) the effect of our efforts to reduce such import and manufacturing the same in our country during the same period?

ANSWER

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

(a): Yes, for promoting local production of electronics and other consumable goods in the country, Government is taking several measures which inter alia include notification of National Policy on Electronics 2019 (NPE 2019) by Ministry of Electronics and Information Technology (MeitY) with the vision of to position India as a global hub for Electronics System Design and Manufacturing (ESDM), Production Linked Incentive Schemes (PLI-LSEM and PLI-IT Hardware); Scheme for Promotion of Manufacturing of Electronics Manufacturing Components and Semiconductors (SPECS); and the Modified Electronics Manufacturing Clusters 2.0 (EMC 2.0). Further, a program for Development of Semiconductors and Display manufacturing Ecosystem has been introduced which includes, Scheme for setting up of Semiconductor and Display Fabs, Scheme for setting up of Compound Semiconductors/ Silicon Photonics/ Sensors Fab/ Discrete Semiconductors Fab and Semiconductors Assembly, Testing, Marking and Packaging (ATMP)/ OSAT and Design Linked Incentive (DLI) Scheme.

Government is also facilitating industrialization including in the electronics and consumer goods sector through a number of schemes/ initiatives implemented by various Ministries/ Departments. The major policy initiatives include Make in India, Start Up India, development of Industrial Corridors, Production Linked Incentive (PLI) Schemes, National Single Window System (NSWS), One District One Product

(ODOP), GIS enabled Land Bank, Foreign Direct Investment (FDI) Policy Reforms, PM Gati Shakti National Master Plan for integrated planning of multi-modal infrastructure, Project Monitoring Group to remove bottlenecks in setting up of major infrastructure projects, Special Packages for North Eastern and Himalayan Regions, Setting up of Industrial Park, Stand up India, introduction of Goods and Service Tax, reduction in Corporate tax, interventions to improve ease of doing business, measures for reduction in compliance burden, policy measures to boost domestic manufacturing through public procurement orders, and Phased Manufacturing Programme (PMP) etc.

- (**b**): The details of the total imports of electronics and consumable goods from China during the last five years could be seen from https://tradestat.commerce.gov.in/eidb/icntcomq.asp.
- (c): Our efforts have increased domestic production, reduced imports and increased exports. The production of electronics manufacturing has been growing at CAGR of 16.19% from Rs. 3,88,306 crores in FY 2017-18 to Rs 8,22,350 crores in FY 2022-23 indicating high growth rate in electronics manufacturing. In volume terms, India has emerged as the second largest manufacturer of mobile phones in the world. Over 200 units are manufacturing cellular mobile phones and parts/ components thereof in the country, up from only 2 units in 2014. Further, in case of Mobiles Phones, India has now reached a stage where 99.2% of mobile handsets being used in India are made in India and we have become a mobile exporting country with USD 11.1 Bn exports in FY 2022-23 as compared to mobile importing country in 2014-15 when almost 74% of all mobile phones sold in India were imported.
