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

# UNSTARRED QUESTION NO. 837. TO BE ANSWERED ON FRIDAY, THE 09<sup>TH</sup> FEBRUARY, 2024.

### **PRODUCTION LINKED INCENTIVE SCHEME**

#### 837. Smt. Darshana Singh:

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

- (a) whether it is a fact that Production Linked Incentive(PLI) scheme launched by Government in 2020 with the objective to encourage manufacturing and export has completely changed the picture of manufacturing sector;
- (b) if so, the details thereof;
- (c) the total number of sectors included, funds invested and manufacturing units established under PLI scheme since its inception;
- (d) the total number of people who got employment through this initiative;
- (e) whether Government proposes to incentivise the manufacturing sector and generate employment by extending the scope of PLI scheme; and
- (f) if so, the details thereof and steps taken in this regard?

## ANSWER

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

(a) to (f): Keeping in view India's vision of becoming 'Atmanirbhar', Production Linked Incentive (PLI) Schemes for 14 key sectors have been announced with an outlay of Rs.
1.97 lakh crore (over US\$26 billion) to enhance India's Manufacturing capabilities and Exports.

The 14 sectors are: (i) Mobile Manufacturing and Specified Electronic Components, (ii) Critical Key Starting Materials/Drug Intermediaries & Active Pharmaceutical Ingredients, (iii) Manufacturing of Medical Devices (iv) Automobiles and Auto Components, (v) Pharmaceuticals Drugs, (vi) Specialty Steel, (vii) Telecom & Networking Products, (viii) Electronic/Technology Products, (ix) White Goods (ACs and LEDs), (x) Food Products, (xi) Textile Products: MMF segment and technical textiles, (xii) High efficiency solar PV modules, (xiii) Advanced Chemistry Cell (ACC) Battery, and (xiv) Drones and Drone Components.

The purpose of the PLI Schemes is to attract investments in key sectors and bring cutting-edge technology in India, ensure efficiency, bring economies of size and scale in the manufacturing sector and make Indian companies and manufacturers globally competitive.

These schemes have the potential of significantly boosting production, employment, increase manufacturing activities and contribute to economic growth over the next five years or so thereby potentially changing the manufacturing ecosystem going forward.

PLI Schemes for all 14 Sectors have been notified along with guidelines by the concerned Ministries/ Departments after due approval. These Schemes are in various stages of implementation by the implementing Ministries/ Departments. Actual investment of Rs. 1.07 lakh crore have been realized (till December'23) which has resulted in production/ sales worth Rs. 8.70 lakh crore. Exports have exceeded Rs. 3.40 lakh crore, with substantial contribution from key sectors such as electronics, pharmaceuticals & food processing. Incentive amount of around Rs. 4,415 crore have been disbursed under PLI Scheme for 8 sectors.

All the approved sectors identified under PLI Schemes follow the broad criteria of focusing on key technologies where India can leapfrog and multiply employment, exports and overall economic benefits for the economy. These sectors were approved after vetting by NITI Aayog and after detailed deliberations with concerned Ministries/ Departments and with industry stakeholders.

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