GOVERNMENT OF INDIA MINISTRY OF FOOD PROCESSING INDUSTRIES

RAJYA SABHA STARRED OUESTION NO.*370

ANSWERED ON 04TH APRIL, 2025

IMPACT OF PLISFPI ON FOOD PROCESSING SECTOR

*370. SHRI SANJAY SETH:

Will the Minister of FOOD PROCESSING INDUSTRIES be pleased to state:

- (a) the manner in which the Production Linked Incentive Scheme for Food Processing Industries (PLISFPI) has enhanced local raw material procurement and supported farmers' incomes;
- (b) the specific employment opportunities generated in rural areas as a result of this scheme:
- (c) the total investment made by beneficiaries under PLISFPI and its expected impact on domestic food manufacturing;
- (d) the measures being taken to promote Indian food brands in global markets through this initiative; and
- (e) the manner in which the scheme is expected to contribute to the overall growth of the food processing sector in the country?

ANSWER

THE MINISTER OF FOOD PROCESSING INDUSTRIES (SHRI CHIRAG PASWAN)

(a) to (e): A statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF STARRED QUESTION NO. *370 FOR ANSWER ON 04TH APRIL 2025 REGARDING "IMPACT OF PLISFPI ON FOOD PROCESSING SECTOR".

- (a). The Production Linked Incentive Scheme for Food Processing Industry (PLISFPI) specify that the entire manufacturing process, including primary processing, of the food products eligible for coverage under the scheme must occur in India, with the exception of additives, flavors, and edible oils. This approach aims to benefit farmers by procurement of domestically grown agricultural products for the manufacturing process thereby increasing their income.
- (b). Direct and Indirect employment for about 3.3 Lakhs persons has been generated, including in rural areas through PLISFPI.
- (c). Under PLISFPI, an investment of ₹8910 Crore has been made and created additional food processing and preservation capacity of 36.19 lakh MT up to 31/03/2024.
- (d). Under the PLISFPI, the Government provides financial incentives to promote Indian food brands abroad, supporting branding and marketing activities for Indian-branded consumer food products in global markets. Applicants are reimbursed 50% of their expenditure on branding and marketing abroad, capped at 3% of their annual food product sales or ₹50 crore per year, whichever is lower.
- (e). The PLI Scheme for Food Processing Industry (PLISFPI) contributes to the overall growth food processing sector in the country by incentivizing manufacturing of food products including millet based products, innovative and organic products and supporting branding and marketing of Indian brands abroad.
