

GOVERNMENT OF INDIA
MINISTRY OF ELECTRONICS AND INFORMATION TECHNOLOGY
RAJYA SABHA
UNSTARRED QUESTION. NO. 2464
TO BE ANSWERED ON: 21.03.2025

ELECTRONICS MANUFACTURING UNIT IN ODISHA UNDER M-SIPS SCHEME

2464. SMT. SULATA DEO:
SHRI NIRANJAN BISHI:

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

- (a) whether Government has setup or is planning to setup an electronics manufacturing unit in the state of Odisha under the Modified Special Incentive Package Scheme (M-SIPS) Scheme; (b) if so, the details thereof; and
(c) whether Government has measured the impact of the incentive, if so, the details thereof?

ANSWER

MINISTER OF STATE FOR ELECTRONICS AND INFORMATION TECHNOLOGY
(SHRI JITIN PRASADA)

(a) and (b): Government of India envisions to position India as a global hub for Electronics System Design and Manufacturing (ESDM) by encouraging and driving capabilities in the country for developing core components, including chipsets, and creating an enabling environment for the industry to compete globally. Government of India's goal is to broaden and deepen the country's electronic manufacturing ecosystem as well as increase India's participation in electronics Global Value Chains (GVCs).

The Modified Special Incentive Package Scheme (M-SIPS) was designed as a scheme to provide financial incentives to help to offset the disability and high upfront cost and thereby attract investments in the electronics manufacturing sector. The scheme provided subsidy for investments in capital expenditure for setting up electronics manufacturing facilities (20% for units set up in SEZs units and 25% for non-SEZ units). The incentives are available for 44 categories / verticals of electronic products and components covering entire electronics manufacturing value chain.

M-SIPS is a pan India Scheme and it was open to receive applications from any industrial area within the country. For the state of Odisha, one application with proposed investment worth Rs.17.26 crore has been approved. The applicant has set up manufacturing unit of Solar Modules and Mobile battery in Orissa with total cumulative sales (upto September, 2024) of Rs. 27 crore and generated employment for 110 peoples.

(c): The impact of the scheme is measured by Quarterly Progress Report submitted by applicants on quarterly basis. M-SIPS has led to significant investment, production and employment generation. It has led to reported investment of Rs. 48,437 crore, sale of Rs.13,98,184 crore and generated employment (direct and indirect) of 4,77,055 people.
