

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

**UNSTARRED QUESTION NO. 1658.
TO BE ANSWERED ON FRIDAY, THE 13TH FEBRUARY, 2026.**

DOMESTIC LEATHER MACHINERY MANUFACTURING

1658. SHRI MOHAMMED NADIMUL HAQUE:

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

- (a) the number of indigenous machinery manufacturing units established or expanded under Government incentive schemes since 2020; and
- (b) the incentives and technology collaborations facilitated by the Department for Promotion of Industry and Internal Trade (DPIIT) for the same?

ANSWER

**THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY
(SHRI JITIN PRASADA)**

(a) & (b): With regard to capital goods, the Ministry of Heavy Industries is implementing Scheme for “Enhancement of Competitiveness in the Indian Capital Goods Sector” Phase II with the objective to encourage technology development, research and augment the manufacturing infrastructure of the country. The scheme is sector agnostic under which any new machine can be developed. Under this Scheme, the projects are sanctioned to Project Implementing Organizations (PIOs) in association with the Industry Partner(s) and MHI provides Government assistance upto 80% of the project cost and the rest is contributed by the Industry Partner(s).

For strengthening the Leather & Footwear, the Department for Promotion of Industry and Internal Trade is implementing the Central Sector Scheme, Indian Footwear and Leather Development Programme (IFLDP) for creation of modern infrastructure, promotion of environmental sustainability, facilitation of investment, employment generation and enhancement of production capacity. The Scheme comprises of six sub-schemes under which financial support is provided for technological upgradation, capacity expansion of new and existing units, establishment of common CETPs and hazardous waste management facilities in clusters, development of world-class industrial infrastructure, strengthening global brand positioning of Indian manufacturers, and promotion of design innovation and skill development, including establishment of design studios and upgradation of infrastructure of an Institution of National Importance. Under one of its sub scheme Integrated Development of Leather Sector (IDLS), financial assistance is extended to new and existing units for technology upgradation, capacity expansion, modernization, with additional incentives for use of indigenously manufactured machinery. As on date, 857 units have been provided assistance amounting to ₹567.84 crore in the sub scheme.
