GOVERNMENT OF INDIA MINISTRY OF ELECTRONICS AND INFORMATION TECHNOLOGY

LOK SABHA

UNSTARRED QUESTION NO. 4636

TO BE ANSWERED ON: 29.03.2023

SCHEME FOR LARGE SCALE OF ELECTRONIC MANUFACTURING

4636. SHRIMATI SUPRIYA SULE:

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

- (a) whether the Government has achieved aims and objectives of launching Production Linked Incentive (PLI) Scheme for large scale electronics manufacturing and if so, the details thereof;
- (b) the total number of companies that have applied for availing benefit under the PLI Scheme for large scale electronics manufacturing in the State of Maharashtra from the start of the scheme till now including the number of companies cleared under different categories;
- (c) whether the Government is planning to seek application under PLI Scheme specially directed to attract electronics manufacturers; and
- (d) if so, the details thereof along with the quantum of SOPs to be given and number of companies likely to get approval?

ANSWER

MINISTER OF STATE FOR ELECTRONICS AND INFORMATION TECHNOLOGY (SHRI RAJEEV CHANDRASEKHAR)

(a): Yes, Sir. Government of India's goal is to broaden and deepen the country's electronic manufacturing ecosystem. The objective of the Production Linked Incentive (PLI) Scheme for Large Scale Electronics Manufacturing (LSEM) is to boost mobile phone manufacturing including specified electronics components in the country and incentivize large investments in the mobile phone value chain as well as promote exports.

Till December 2022, the achievement made under the PLI Scheme for LSEM is as under:

Category	Projected for 5 Years	Target FY 2022-23 (Cumulative)	Actual Reported (Cumulative) till Dec 2022
Investment (INR Crore)	7,000	3726	5,124 (138%)
Production (INR Crore)	8,12,550	2,63,086	2,39,609 (91%)
Exports (INR Crore)	4,87,530	1,57,851	103,539 (90%)
Employment (Direct Jobs)	2,00,000	93,009	52,509 (56%)

(b): 32 applicants are approved under the PLI Scheme for LSEM. 16 companies were approved in Round1 (10 companies for Mobile Phone and 6 companies for Specified

Electronic Components), and 16 companies were approved in <u>Round 2</u> for Specified Electronic Components.

Out of 32applicants,7 applicants have reported manufacturing facility in the state of Maharashtra, the details (including category) of which are as follows:

S.No.	Name of Applicant	Category	
1.	Desai Electronics Private Limited	Specified Electronic	
		Components (Round 2)	
2.	Epitome Components Private Limited	Specified Electronic	
		Components(Round 2)	
3.	Shogini Technoarts Private Limited	Specified Electronic	
		Components(Round 2)	
4.	TDK India Private Limited	Specified Electronic	
		Components(Round 2)	
5.	Vishay Components India Private Limited	Specified Electronic	
		Components(Round 2)	
6.	Vitesco Technologies India Private	Specified Electronic	
	Limited	Components(Round 2)	
7.	Alcon Electronics Private Limited	Specified Electronic	
		Components(Round 2)	

(c) and (d): The PLI Scheme for LSEM extends an incentive of 4% to 6% on incremental sales (over base year) of goods manufactured in India and covered under target segments viz. Mobile Phones and specified Electronic Components, to eligible companies, for a period of 5 years. It is a success in terms of interest received from Global and Domestic Mobile Manufacturing companies. 16 companies have been approved under the first round of PLI Scheme for Large Scale Electronics Manufacturing. Over the tenure of PLI Scheme, the 16 approved companies are expected to lead to total production of more than INR 8,12,550 crore. Out of the total production of INR 8,12,550 crore in the next 5 years, around 60% is expected to be contributed by exports of the order of INR 4,87,530 crore. The companies approved under the scheme is expected to bring an additional investment in electronics manufacturing to the tune of INR 7,000 crore.

After the success of the First Round of PLI Scheme in attracting investments in mobile phone and electronic components manufacturing, Second Round of the PLI Scheme for Large Scale Electronics Manufacturing was launched on 11.03.2021 for incentivising Electronic Components. Under the Second Round, incentives of 5% to 3% shall be extended on incremental sales (over base year i.e., FY 2019-20) of goods manufactured in India and covered under the target segment, to eligible companies, for a period of four (4) years. The Scheme was open for receiving applications till 31.03.2021 under the Second Round. 16 companies have been approved under the second round of PLI Scheme for Large Scale Electronics Manufacturing.
