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

LOK SABHA

UNSTARRED QUESTION NO. 1675. TO BE ANSWERED ON WEDNESDAY, THE 8TH DECEMBER, 2021.

PLI SCHEME

1675. MS. DIYA KUMARI:

Will the Minister of **COMMERCE AND INDUSTRY** be pleased to state: वाणिज्य एवं उद्योग मंत्री

- (a) whether the Government has devised a plan to promote sectors currently functioning under the Production Linked Incentives Scheme (PLI);
- (b) if so, the details thereof;
- (c) whether the Government plans to expand the sectors covered under the PLI scheme; and
- (d) if so, the details thereof?

ANSWER

वाणिज्य एवं उद्योग मंत्रालय में राज्य मंत्री (श्री सोम प्रकाश) THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI SOM PARKASH)

- (a) & (b): Keeping in view India's vision of becoming 'Atmanirbhar' and to enhance India's Manufacturing capabilities and Exports, an outlay of INR 1.97 lakh crore (over US\$ 26 billion) has been announced in Union Budget 2021-22 for PLI schemes for 13 key sectors of manufacturing starting from fiscal year (FY) 2021-22.
 - The **13 key sectors** include already **existing 3 sectors** namely (i) Mobile Manufacturing and Specified Electronic Components, (ii) Critical Key Starting materials/Drug Intermediaries & Active Pharmaceutical Ingredients, (iii) Manufacturing of Medical Devices and **10 new key sectors** which have been approved by the Union Cabinet in November 2020. These **10 key sectors** are:
 - (i) Automobiles and Auto Components, (ii) Pharmaceuticals Drugs,
 - (iii) Specialty Steel, (iv) Telecom & Networking Products,
 - (v) Electronic/Technology Products, (vi) White Goods (ACs and LEDs),
 - (vii) Food Products, (viii) Textile Products: MMF segment and technical

textiles, (ix) High efficiency solar PV modules, and (x) Advanced Chemistry Cell (ACC) Battery.

PLI Scheme for an **additional sector**, Drones and Drone Components, has also been approved by the Union Cabinet in September 2021. With the announcement of PLI Schemes, significant creation of **production**, **employment**, and **economic growth** is expected over the next 5 years and more.

The schemes have been specifically designed to attract investments in sectors of **core competency** and **cutting edge technology**; ensure **efficiency** and bring **economies of size and scale** in the manufacturing sector and make Indian manufacturers globally competitive so that they can integrate with **global value chains**.

The PLI schemes are being implemented by the concerned Ministries/ Departments. There are **targeted promotion activities** being taken up by concerned Ministries/ Departments for identification of potential global and domestic investors by way of organizing **investor networking events**, **investor roundtables**, **seminars and one-on-one meetings** with potential investors.

(c) & (d):All the approved sectors identified under PLI Schemes follow the broad framework of new and emerging technologies where India can leapfrog, overall economic gain accruing to the economy and export potential of the sectors. These sectors were recommended by NITI Aayog after detailed deliberations with concerned Ministries/ Departments followed by approval of the Union Cabinet. Any new sector for PLI will require fresh approval of the Cabinet. There is no proposal by NITI Aayog to expand scheme to other sectors.
