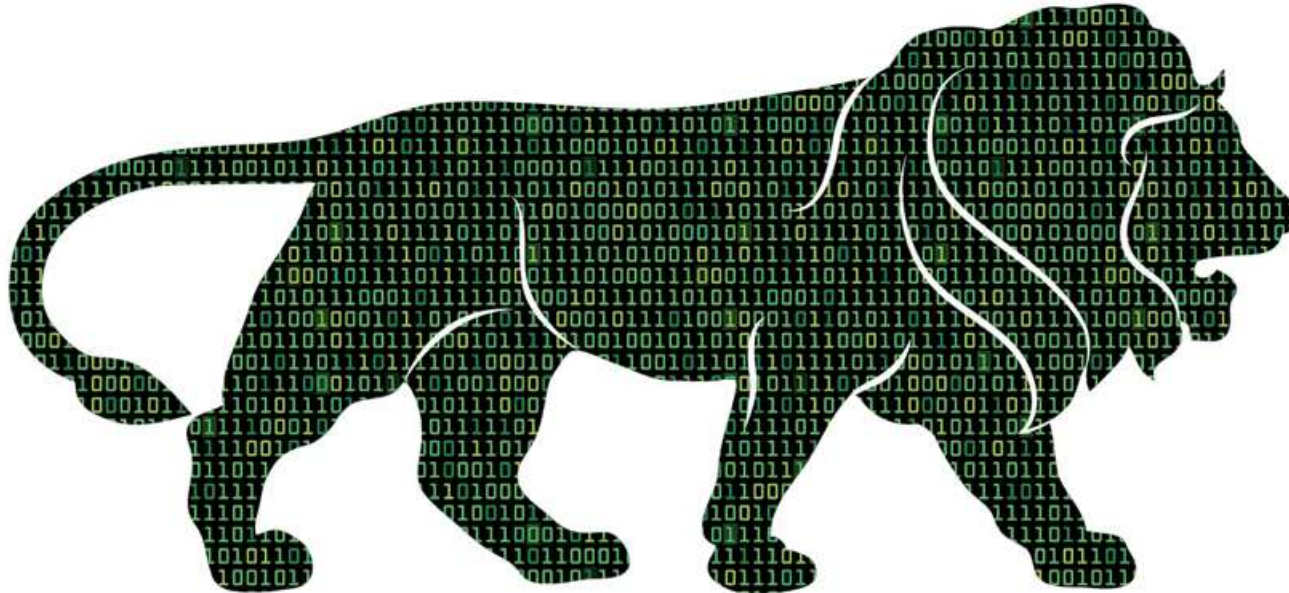


ICTE Manufacturing (Information, Communication, Telecom Equipment and Smart city components)



**Presentation By: Secretary, Department of Electronics and Information
Technology**

Knowledge Partner

BAIN & COMPANY 

Partner Industry Associations



ICTE Manufacturing: 'Make in India' initiatives

Progress till date

S. No	Description	Type of initiative	Responsibility
1	<ul style="list-style-type: none"> • Modified Special Incentive Package Scheme (M-SIPS), provides CAPEX subsidy of 20-25% <ul style="list-style-type: none"> - 28 proposals approved, with 4.5K Cr planned investment 	Policy	DeitY
2	<ul style="list-style-type: none"> • Preferential Market Access policy being implemented 	Infrastructure	DietY
3	<ul style="list-style-type: none"> • Two Electronic Mfg. Clusters (EMCs), and two hi-tech Incubators approved (estimated outlay of ~75 Cr) 	Infrastructure	DietY
4	<ul style="list-style-type: none"> • Significantly invested in HRD: launched Special PhD scheme, approved 7 new Electronics and IT academies, and financial assistance for vocational training of 4L individuals 	Policy, Implementation	DeitY
5	<ul style="list-style-type: none"> • Approved Electronic Development Fund policy; rationalized inverted duty structure for select products 	Policy	DietY, Ministry of Finance

ICTE Manufacturing: List of short term initiatives to drive 'Make in India' - 1 year

S.No	Description	Type of initiative	Responsibility
1	<ul style="list-style-type: none"> • Create a vibrant, innovation-led ecosystem <ul style="list-style-type: none"> - Approve & implement Fabless chip design policy - Operationalize Electronic Development Fund (including telecom) 	Policy, Process	DietY, Ministry of Finance
2	<ul style="list-style-type: none"> • Suggestions to stimulate sector economics <ul style="list-style-type: none"> - Extend Focus Product Scheme (FPS) to additional products; reform inverted duty structure - Allow deferred payment of excise duty for 7 years (threshold value addition) - Extend Income Tax Act Section 35 AD benefits to attract electronics & telecom equipment manufacturers 	Budgetary, Policy	Ministry of Finance
3	<ul style="list-style-type: none"> • Ease of doing business <ul style="list-style-type: none"> - Setup empowered National Electronics Commission - Enable self-certification for custom clearances of zero duty components and inputs - Simplify licensing process for WPC and SACFA clearances 	Policy	Ministry of Finance, DoT
4	<ul style="list-style-type: none"> • Develop comprehensive 'package' to attract Top global OEM / ODMs & component manufacturers <ul style="list-style-type: none"> - Approve "Mega" policy; streamline transfer pricing 	Process	Commerce Dept., Ministry of Finance

ICTE Manufacturing: List of medium term initiatives to drive 'Make in India' - 3 Years

S.No	Description	Type of initiative	Responsibility
1	<ul style="list-style-type: none"> • Create a vibrant, innovation-led ecosystem <ul style="list-style-type: none"> - Set up National Centers of Excellence in emerging areas e.g. Micro & Nano systems, Internet of Things - Leverage Defense procurement to promote electronics manufacturing 	Budgetary, Policy	DietY DoD, DoPD
2	<ul style="list-style-type: none"> • Suggestions to stimulate sector economics <ul style="list-style-type: none"> - Extend duty dispensation available to mobile phones to other IT and telecom products - Setup duty free component trading and warehousing zone - Extend interest subvention scheme to telecom equipment mfrg. Companies 	Budgetary, Policy	Ministry of Finance, DeitY, Commerce Dept.
3	<ul style="list-style-type: none"> • Ease of doing business <ul style="list-style-type: none"> - Develop a legal framework for fast approval of medical electronic devices 	Policy	Dept. of Health & Family Welfare, Dept. of Pharma, DeitY
4	<ul style="list-style-type: none"> • Attract Top global OEM /ODMs and component manufacturers (e.g. LCD, Lithium Ion, PCB etc.) 	Policy	DietY