



CURRENT STATUS OF VARIOUS POLICIES OF MINISTRY OF ELECTRONICS & INFORMATION TECHNOLOGY

- **MSIPS Policy**

The Union Cabinet chaired by the Prime Minister Shri Narendra Modi has given its approval for amendment in the Modified Special Incentive Package Scheme (M-SIPS) to further incentivize investments in Electronic Sector and moving towards the goal of 'Net Zero imports' in electronics by 2020.

The amendments in M-SIPS are expected to create employment opportunities and reduce dependence on imports. The projects already received under the scheme have the potential to generate employment to the extent of upto one million persons (direct and indirect). The Policy covers all States and Districts and provides them an opportunity to attract investments in electronics manufacturing. So far, 243 applications have been received under the scheme, out of which 75 applications have been approved involving investment proposals of Rs. 17,997 crore.

The salient features of the amendment are:

- The applications will be received under the scheme upto 31st December 2018 or till such time that an incentive commitment of Rs 10,000 crore is reached, whichever is earlier. In case the incentive commitment of Rs 10,000 crore is reached, a review will be held to decide further financial commitments.
- For new approvals, the incentive under the scheme will be available from the date of approval of a project and not from the date of receipt of application.
- The incentives will be available for investments made within 5 years from the date of approval of the project.
- Approvals will normally be accorded to eligible applications within 120 days of submission of the complete application.
- A unit receiving incentives under the scheme, will provide an undertaking to remain in commercial production for a period of at least 3 years.



- The Appraisal Committee recommending approval of project will be chaired by Secretary, Ministry of Electronics and IT.
- A separate Committee headed by Cabinet Secretary and comprising of CEO, NITI Aayog, Secretary Expenditure and Secretary, MeitY will be set up in respect of mega projects, envisaging more than Rs. 6850 crore (approx. USD 1 Billion) investments.

- **Electronics Cluster Scheme**

MeitY notified Electronics Manufacturing Clusters (EMC) scheme in October, 2012 to support creation of world-class infrastructure for attracting investments in Electronics Manufacturing. Assistance for projects in Greenfield Electronics Manufacturing Clusters is provided to the extent of 50% of the project cost subject to a ceiling of Rs. 50 crore for every 100 acres of land. For larger areas, pro-rata ceiling applies. For smaller clusters, the extent of support is decided by the Steering Committee for Clusters (SCC) subject to the ceiling of Rs. 50 crore. For Brownfield EMCs, 75% of the cost of infrastructure, subject to a ceiling of Rs. 50 crore is provided as grant.

This Scheme is open for receiving applications for a period of five years from the date of notification. Further period of 5 years is available for disbursement of funds for the approved applicant.

Under EMC Scheme, MeitY has **received 49 applications** (45 for Greenfield EMCs and 4 for setting up of Common Facility Centre (CFC) over an area of 7762 acres for creating world class infrastructure from 18 states across the country. The total grant assistance which they are seeking is of Rs. 3799 crore which in turn is expected to generate 10.72 Lakh employment opportunities. The projected outlay is Rs. 8787 crore.

Out of this, MeitY has accorded 15 final approvals (13 Greenfield EMCs and 2 Common Facility Centre (CFC) in Brownfield EMC). In addition, 14 applications have been accorded in-principle approval (12 applications for Greenfield EMC and 2 applications for (CFC) in Brownfield EMC (AP-3, Bihar-1, Gujarat-1, Karnataka-1 (CFC), Maharashtra-1(CFC), Tamilnadu-1, Telangana-2, Uttar Pradesh-3).

Estimated Investment and employment opportunities under EMC scheme

Particulars (Projects)	No. of EMCs	Employment			Investment (Rs. in crore)
		Direct	Indirect	Total	
Final Approved	15	77750	106434	184184	36091



In-Principle Approved	14	158128	484960	643088	19550
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Details of Applications accorded final and In-principle approval in **Annexure 1**.

- **FTAs**

- India-Korea CEPA: South Korea has sought change in Rules of Origin for certain items of consumer goods and electronics. the list is attached along with requested changes in Rules of Origin
- Any other FTA

- **Compulsory Registration Order**

MeitY, notified “Electronics and IT Goods (Requirement of Compulsory Registration) Order, 2012” in the Gazette of India vide S.O. No. 2357(E) dated 03.10.2012 and S.O. No. 2905(E) dated 13.11.2014 under the provision of Compulsory Registration Scheme of BIS Act, 1986 mandating Indian Safety Standards for 30 electronic product categories. List of products covered under CRO is in **Annexure 2**.

Further, the Indian Language support for Mobile Phones as per IS 16333 (Part 3) has been added to the schedule of this Order vide notification dated 24.10.2016. The standard provides for inputting of text in English, Hindi and at least one additional Indian official language along with facility of readability in the phones for all 22 Indian official languages and script supporting these languages. The Order is set to come into effect from 01st July, 2017.

Two portals (<http://crsbis.in/BIS/> and <http://electronicstds.gov.in/ CREITG/>) to bring transparency & make information easily available to stakeholders have been launched facilitating online registration process, surveillance process, access to database of Registered Manufacturing Units and products covered. Regular stakeholder consultations and Technical consultations are held for the purpose.

The Compulsory Registration scheme has resulted in high compliance of notified electronic goods to Indian safety standards and more than 7000 manufacturing units have been registered with BIS covering approximately 42,000 products models/series. Bureau of Indian Standards (BIS) has notified the ‘Standard Mark’ for Compulsory Registration Scheme along-with the “Guidelines for use of Standard Mark and labeling requirements” on 01.12.2015. Accordingly,



marking of Standard Mark on notified goods for Electronics & IT goods is essential w.e.f 1.7.2016.

The Ministry has further clarified that detachable power supplies for servers/storage stand covered under the definition of power adaptors of “Electronics and IT Goods (Requirement of Compulsory Registration) Order, 2012” w.e.f. 1.02.2017.

- **Preferential Market Access**

The Ministry of Electronics and Information Technology (MeitY) has notified the policy for providing preference to Domestically Manufactured Electronic Products (DMEP) in Government procurement for its own use and not with a view to commercial resale on 23.12.2013.

The DMEPs are products manufactured by companies registered in India and engaged in manufacturing in India and includes contract manufacturers, but excluding traders. Electronic products to be notified under this policy shall meet the minimum 25% domestic value-addition in terms of Bill of Material (BoM) from domestic manufacturers. The percentage of procurement to be made from DMEP shall not be less than 30% of the total procurement value of that electronic product(s).

The policy is applicable to all Ministries / Departments (except Ministry of Defence) and their agencies for electronic products in Government procurement for its own use and not with a view to commercial resale. The policy is also applicable for procurement of electronic products made under all Centrally Sponsored Schemes and grants made by Central Government. The revised policy guidelines have been issued for providing preference to DMEP in Government procurement vide Notification No. 33(7)/2015-IPHW dated 16.11.2015.

Nine generic electronic products, which are procured across sectors, viz., Desktop PCs, Laptop PCs, Tablet PCs, Dot Matrix Printers, Smart Cards, LED Products, Biometric Access Control/ Authentication Devices, Biometric Finger Print Sensors and Biometric Iris Sensors have been notified by the Ministry of Electronics and Information Technology (MeitY) and 23 Telecommunications Products have been notified by the Department of Telecommunications (DoT), in furtherance of the policy. Directorate General of Supplies and Disposals (DGS&D) has issued guidelines for implementing the policy in their rate contract process.

An Online Monitoring System “www.deity-pma.gov.in” has been deployed for reporting by Ministries / Departments about the compliance of Policy. In this regard, User Ids and Passwords to upload the report on the Online Portal have been communicated to Government Departments. (c) As on 20.09.2016, fourteen Ministries/ Departments /Agencies have uploaded their compliance reports on the aforesaid portal. So far, the Ministries / Departments have



procured electronic products worth 448 crore (approx) complying with the Policy for providing preference to DMEPs in Government procurement.

#	State	Location of EMC	Area (Acres)	Chief Promoter/SPV	Date of accord of final	Financial out lay (Rs. in crore)
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Annexure 1

Details of Applications accorded final approval

						Project Cost	GIA
Greenfield Electronics Manufacturing Cluster							
1	Andhra Pradesh	Chilamathur, Anantapur District	47.32	ELCINA RAAGA MAYURI Electronics Park Private Limited	04.02.16	52.13	23.00
2	Andhra Pradesh	Village-Cherivi, Satyavedu Mandal, Chittoor District	94	Sri City Pvt. Ltd.	20.07.16	56.75	27.34
3	Chhattisgarh	Village-Tuta, Sector-22, Naya Raipur, Tehsil-Abhanpur, Raipur District	69.98	Chhattisgarh State Industrial Development Corporation Ltd. (CSIDC)	07.01.16	89.23	43.08
4	Gujarat	Village-Tunda, Taluka- Mundra, District-Kutch	631.38	Mundra Solar Techno park Private Limited (MSTPL)	04.07.16	745.14	315.69
5	Goa	Village-Tuem, Taluka- Pernem Goa	147.55	Department of Information and Technology, Government of Goa	03.03.17	161.32	73.77
6	Jharkhand	Adityapur, Saraikela-Kharsawan District	82.49	Adityapur Industrial Area Development Authority (AIADA)	22.09.15	97.88	41.48
7	Kerala	Kakkanad Village, Kanayannur Taluk, Ernakulam District	66.87	Kerala Industrial Infrastructure Development Corporation (KINFRA)	24.08.16	140.01	50
8	Madhya Pradesh	Badwai-Bhopal	50	Madhya Pradesh State Electronics Development Corporation Ltd.(MPSEDC)	25.08.14	46.16	20.86
9	Madhya Pradesh	Purva-Jabalpur	40		25.08.14	38.01	17.76

10	Odisha	Infovalley at Bhubaneswar Industrial Area, Khurda District	203.37	Odisha Industrial development Corporation (IDCO)	05.09.16	200.76	93.09
11	Rajasthan	SPL-1, Salarpur, Khushkera, Bhiwadi	50.3	ELCINA Electronics Manufacturing Cluster Pvt. Ltd (EEMCPL)	15.09.15	46.09	20.24
12	West Bengal	Sector-IV & V, Falta Industrial Centre, P.S Ramnagar, District South 24 Parganas	58.04	West Bengal Electronics Industry Development Corporation Limited (WEBEL)	04.02.16	58.86	26.52
13	West Bengal	Naihati town, North 24 Parganas in district	70	West Bengal Electronics Industry Development Corporation Limited (WEBEL)	31.08.16	58.31	25.70
Sub Total (A)			1611.30			1790.65	778.53
Common Facility Centre In Brownfield EMC							
14	Karnataka (CFC)	Plot No. 360, KIADB Industrial Area, Hebbal, Hottagalli, Mysore	1.11	Mysore ESDM Cluster Private Limited	15.09.15	29.53	21.31
15	Maharashtra	Shendra Industrial Area, Aurangabad	1.98	Deogiri Electronics Cluster Private Limited	03.03.17	27.24	20.58
Sub Total (B)			3.09			56.77	41.89
Total			1614.39			1847.42	820.42

Details of Application accorded (In-principle approval) under EMC scheme

#	State	Chief Promoter/SP V	Location of EMC	Proposed Area of EMC	Financial out lay (Rs. in crore)		Date of In-principle
					Estimated	GIA Sought	



				(Acres)	Cost		approval
Greenfield Electronics Manufacturing Cluster							
1	Andhra Pradesh	Andhra Pradesh Industrial Infrastructure Corporation Ltd. (APIIC)	Village-Gurramapalem, Pendurthi Mandal, District-Visakhapatnam	98	66.98	31.18	08.01.2016
2	Andhra Pradesh	APIIC	Vikruthamala Village, Yerpadu Mandal, Chittoor District	501.40	323.62	153.45	
3	Andhra Pradesh	Celkon Impex Pvt. Ltd.	Tirupati, Renigunta Mandal, Chittoor District	122	102.74	50	
4	Bihar	A.V.Ispat Pvt. Ltd.	Abgilla village, Gaurichak district, Patna	21.11	33.78	16.89	07.08.2015
5	Gujarat	Gujarat Industrial Development Corporation (GIDC)	Village-Khoraj, Taluk-Sanand, District-Ahmadabad	190.40	314.53	95.20	15.05.2015
6	Rajasthan	Rajasthan State Industrial Development & Investment Corporation Ltd. (RIICO)	Karoli Industrial Area, Bhiwadi, District-Alwar,	122.15	79.29	30.83	02.09.2016
7	Tamil Nadu	ADD Industrial Park(Tamil Nadu) ltd.	Annur Taluk, Coimbatore,	157.71	169.82	61.15	15.05.2015
8	Telangana	Telangana State Industrial Infrastructure Corporation Ltd.(TSIIC)	e-city Hyderabad	602.37	552.78	264	08.08.2013
9			Maheshwaram	310.00	342.91	110.90	08.08.2013

10	Uttar Pradesh	U.P Electronics Corporation Limited (UPLC)	Plot No. 6/A, sector-24, Yamuna Expressway, Greater Noida	100	100	47.56	04.02.2015
11	Uttar Pradesh	UP Development System Corp. Limited (UPDESCO)	Greater Noida	100	71.42	34.29	04.02.2015
12	Uttar Pradesh	U.P Electronics Corporation Limited (UPLC)	Plot No. 3/A, Sector 24, Yamuna Expressway	105	125.95	52.50	21.01.2016
	Sub Total(A)			2430.14	2283.82	947.95	
Common Facility Centre(CFC) in Brownfield EMC							
13	Karnataka	ELCIA ESDM Pvt. Ltd.	Electronic City, Bangalore	1.167	85.15	50	30.01.2014
14	Maharashtra	MCCIA Electronic Cluster Foundation	Pimpri Industrial Area, Pune	0.61	66.10	49.10	15.05.2015
	Sub Total(B)			1.777	151.25	99.10	
	Total(A+B)			2431.92	2435.07	1047.05	



ANNEXURE 2

List of products covered under CRO

Sl. No. (1)	Product (2)	Indian Standard Number (3)	Title of Indian Standard (4)
1	Electronic Games (Video)	IS 616:2010	Audio, Video and similar Electronic Apparatus- Safety Requirements
2	Laptop/Notebook/Tablets	IS 13252:2010	Information Technology Equipment- Safety- General Requirements
3	Plasma/LCD/LED Televisions of Screen size 32" & Above	IS 616:2010	Audio, Video and Similar Electronic Apparatus- Safety Requirements
4	Optical Disc Players with built in amplifiers of input power 200W and above	IS 616:2010	Audio, Video and Similar Electronic Apparatus- Safety Requirements
5	Microwave ovens	IS 302-2-25:1994	Safety of Households and similar electrical appliances: Part 2 Particular requirements: section 25 Microwave ovens
6	Visual Display Units, Video Monitors of Screen size 32" & above	IS 13252:2010	Information Technology Equipment- safety- General Requirements
7	Printers, Plotters	IS 13252:2003	Information Technology Equipment- Safety- General Requirements
8	Scanners	IS 13252:2010	Information Technology Equipment- Safety- General Requirements
9	Wireless Keyboards	IS 13252:2010	Information Technology Equipment- Safety- General Requirements
10	Telephone Answering Machines	IS 13252:2010	Information Technology Equipment- Safety- General Requirements
11	Amplifiers with input power 2000W and above	IS 616:2010	Audio, Video and Similar Electronic Apparatus- Safety Requirements
12	Electronic Musical Systems with Input Power 200W and Above	IS 616:2010	Audio, Video and Similar Electronic Apparatus- Safety Requirements

13	Electronic Clocks with Mains Powers	IS 302-2-26:1994	Safety of Household and Similar electrical appliances: Part 2 Particular requirements : Section 26 Clocks
14	Set Top Box	IS 13252:2010	Audis, Video and similar Electronic Apparatus- Safety Requirements
15	Automatic Data Processing Machine	IS 13252:2010	Information Technology Equipment- Safety- General Requirements
16	Power Adaptors for IT Equipments	IS 13252(Part-1):2010	Information Technology Equipments- Safety- General Requirements
17	Power Adaptors for Audio, Video & Similar Electronic Apparatus	IS616:2010	Audio, Video and Similar Electronic Apparatus- Safety Requirements
18	UPS/ Invertors of rating \leq 5kVA	IS 16242 (Part- 1):2014	General and Safety Requirements for UPS
19	DC or AC Supplied Electronic Controlgear for LED Modules	IS 15885 (Part2/Sec13):2012	Safety of Lamp Controlgear Part2 Particular Requirements Section 13 d.c. or a.c Supplied Electronics Controlgear for LED Modules
20	Sealed Secondary cells/ Batteries containing Alkaline or other non- acid Electrolytes for use in portable applications	IS 16046:2015	Secondary Cells and Batteries containing Alkaline or other non- acid Electrolytes- Safety Requirements for Portable sealed secondary cells, and for Batteries made from them, for use in portable applications
21	Self- Ballasted LED Lamps for General Lightening Services	IS 16102(Part1):2012	Self- Ballasted LED Lamps for General Lighting Services Part 1 Safety Requirements
22	Fixed General Purpose Led Luminaries	IS 10322(Part5/ Sec 1):2012	Luminaires Part 5 Particular Requirements Sec 1 Fixed General Purpose Luminaries
23	Mobile Phones	IS 13252 (Part-1):2012	Information Technology Equipment- Safety- General Requirements
24	Cash Registers	IS 13252 (Part-1):2012	Information Technology Equipment- Safety- General Requirements



25	Point of Sale Terminals	IS 13252 (Part-1):2012	Information Technology Equipment- Safety- General Requirements
26	Copying Machines/Duplicators	IS 13252 (Part-1):2012	Information Technology Equipment- Safety- General Requirements
27	Smart Card Readers	IS 13252 (Part-1):2012	Information Technology Equipment- Safety- General Requirements
28	Mail Processing Machines/Postage Machines/ Franking Machines	IS 13252 (Part-1):2012	Information Technology Equipment- Safety- General Requirements
29	Passport Readers	IS 13252 (Part-1):2012	Information Technology Equipment- Safety- General Requirements
30	Power Banks for use in portable applications	IS 13252 (Part-1):2012	Information Technology Equipment- Safety- General Requirements