

PRESS INFORMATION BUREAU

(Research Unit) Ministry of Information and Broadcasting Government of India



Make in India

(Ministry of Information and Broadcasting)

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"Let's build the **Aatma Nirbhar Bharat** that we are proud of when we celebrate 100 years of Independence"

-Prime Minister Narendra Modi

INTRODUCTION

The 'Make in India' initiative was **launched on September 25, 2014**, to facilitate investment, foster innovation, build best in class infrastructure and make India a hub for manufacturing, design and innovation. The development of a robust manufacturing sector is a key priority of the Government of India. Make in India was one of the first 'Vocal for Local' initiatives that <u>exposed India's manufacturing domain</u> to the world. The sector has the potential to not only take economic growth to a higher trajectory but also to provide employment to a large pool of our young labour force. **Make in India** initiative has significant achievements and presently focuses on the following 27 sectors under Make in India 2.0.¹

Manufacturing Sectors	Service Sectors
Aerospace and Defence	 Information Technology & Information Technology enabled Services (IT &ITeS)
 Automotive and Auto Components 	 Tourism and Hospitality Services
 Pharmaceuticals and Medical Devices 	• Medical Value Travel
• Bio-Technology	 Transport and Logistics Services
• Capital Goods	 Accounting and Finance Services
 Textile and Apparels 	 Audio Visual Services
Chemicals and Petro chemicals	 Legal Services
 Electronics System Design and Manufacturing (ESDM) 	• Communication Services
• Leather & Footwear	 Construction and Related Engineering Services
• Food Processing	 Environmental Services
Gems and Jewellery	• Financial Services
• Shipping	• Education Services

¹ Make in India (pib.gov.in)

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- Railways
- Construction
- New and Renewable Energy

MAIN PILLARS OF 'MAKE IN INDIA'

- 1. *New Processes:* 'Make in India' recognizes **'ease of doing business'** as the single most important factor to promote entrepreneurship. A number of initiatives have already been undertaken to ease the business environment.
- 2. **New Infrastructure:** Government intends to develop industrial corridors and smart cities, and create **world-class infrastructure with state-of-the-art technology and high-speed communication**. Innovation and research activities are supported through a fast-paced registration system and improved infrastructure for IPR registration. The requirement of skills for the industry is to be identified and accordingly development of the workforce to be taken up.
- 3. *New Sectors*: Foreign Direct Investment (FDI) has been opened up in Defence Production, Insurance, Medical Devices, Construction and Railway infrastructure in a big way. Similarly, FDI has been allowed in Insurance and Medical Devices.
- 4. *New Mindset:* In order to partner with industry for the economic development of the country, the **Government shall act as a facilitator** and not a regulator.

SOME MAJOR INITIATIVES TAKEN TO ENABLE MAKE IN INDIA

- 1. Production linked Incentive (PLI) Schemes: Keeping in view India's vision of becoming *Atmanirbhar* and enhancing India's manufacturing capabilities and exports, an outlay of INR 1.97 lakh crore (over US\$ 26 billion) has been announced in the Union Budget 2021-22 for PLI schemes for 14 key sectors of manufacturing, starting from fiscal year (FY) 2021-22.
- 2. PM GatiShakti & National Logistics
 Policy: The PM GatiShakti is the first of its
 kind initiative by the government to
 develop a multimodal logistics
 infrastructure for national
 transformation. Along with that, the
 recently launched National Logistics



Policy aims to reduce logistics costs by almost 10% over the next few years.

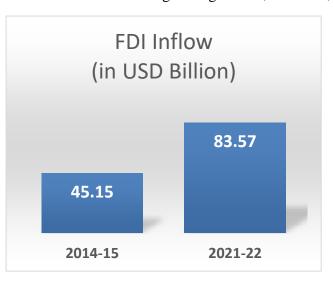
- **3. Industrialization and Urbanization:** Government of India is developing various **Industrial Corridor Projects** as part of National Industrial Corridor Programme which is aimed at development of greenfield industrial regions/nodes which can compete with the best manufacturing and investment destinations in the world. GoI has accorded approval for development of 11 Industrial corridors (32 projects) in four Phases.²
- **4.** New Design, Innovation and R&D: India is the third largest tech-driven Start-up ecosystem globally with over **79,100** Startups. "Start-up India" initiative was launched aiming at fostering entrepreneurship and promoting innovation by creating an ecosystem that is conducive to the growth of Startups.
- **5. Discount on Tax:** Tax rates were rationalised to boost the Make in India initiative. India now has one of the Lowest Tax Rates in Asia, making it one of the most competitive Global Economies.

RECORD FDI TO BOOST MAKE IN INDIA

The Government of India is making continuous efforts under Investment Facilitation for implementation of Make in India action plans to identify potential investors. Support is being provided to Indian Missions abroad and State Governments for organising events, summits,

road-shows and other promotional activities to attract investment in the country under the Make in India banner.

India has recorded **highest ever annual FDI inflow of USD 83.57 billion in the Financial Year 2021-22** as compared to US \$ 45.15 billion in 2014-2015. In the financial years 2014-2020, India had received FDI inflow worth <u>US\$ 358.30 billion</u> which is 53 per cent of the FDI reported in the last 20 years (US\$ 681.87 billion). **India is rapidly emerging as a**



preferred country for foreign investments in the manufacturing sector. FDI Equity inflow in Manufacturing Sectors has increased by 76% in FY 2021-22 (USD 21.34 billion) compared to the previous FY 2020-21 (USD 12.09 billion).

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Major Achievements under Make in India

- As per Economic Survey 2021-22, in spite of covid-related disruptions, there is a trend of the positive overall growth of gross value addition (GVA) in the manufacturing sector. The total **employment** in this sector has increased from 57 million in the year 2017-18 to **62.4 million** in the year 2019-20.³
- Powered by indigenously produced vaccines, India not only achieved COVID-19
 vaccination coverage in record time but also became a major exporter of much-needed
 life-saving vaccines to many developing and under developed countries across the world.
- Vande Bharat trains, India's first indigenous Semi High Speed train featuring state-ofthe-art coaches and providing an entirely new travel experience to passengers, is a stellar example of the 'Make in India' success story.
- INS Vikrant is India's first domestically made aircraft carrier. India is achieving new milestones in defence production to reduce imports and be atmanirbhar in this core sector.



- Highest ever merchandise exports of 420 billion USD was achieved in FY 2021-22.
- India is currently a **mobile and electronics manufacturing hub** with global recognition.

³ Job Creation Under Make In India (pib.gov.in)

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