

Cabinet briefing

Wednesday, 15th July 2026



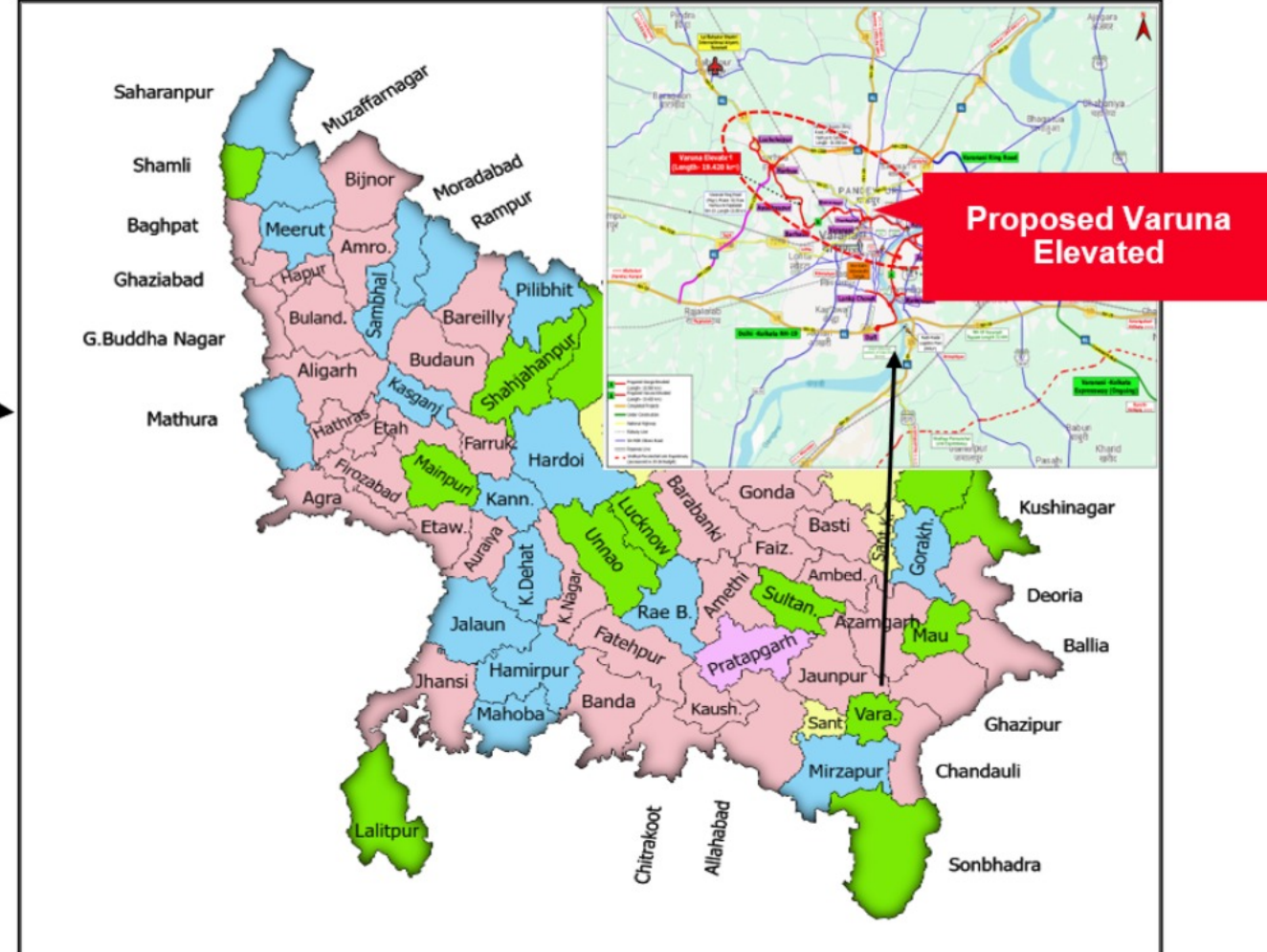
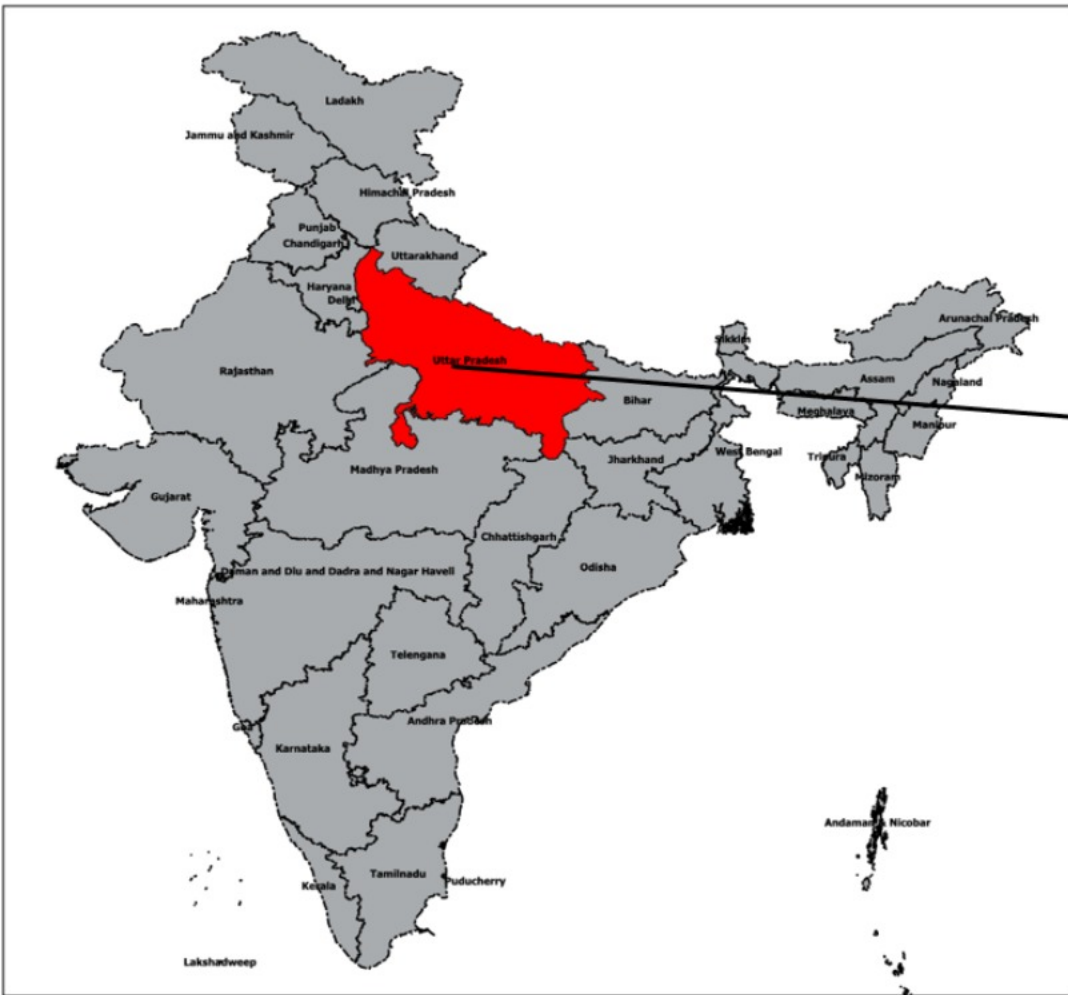
Cabinet decisions

#	Decisions	Amount (Rs)
1	6/4-lane Elevated Corridor along the River Varuna	10,998 Cr
2	6-lane Elevated corridor along River Ganga	14,448 Cr
3	Semicon 2.0	1,27,500 Cr
4	Mobile Phone Manufacturing Scheme (MPMS)	62,500 Cr
5	National Investment Policy for Urea-2026	Policy decision
6	Doubling of Paradeep – Haridaspur	2,542 Cr
7	4 th line between Dangoaposi – Rajkharsawan	1,365 Cr
Total		Rs 2,19,353 Cr

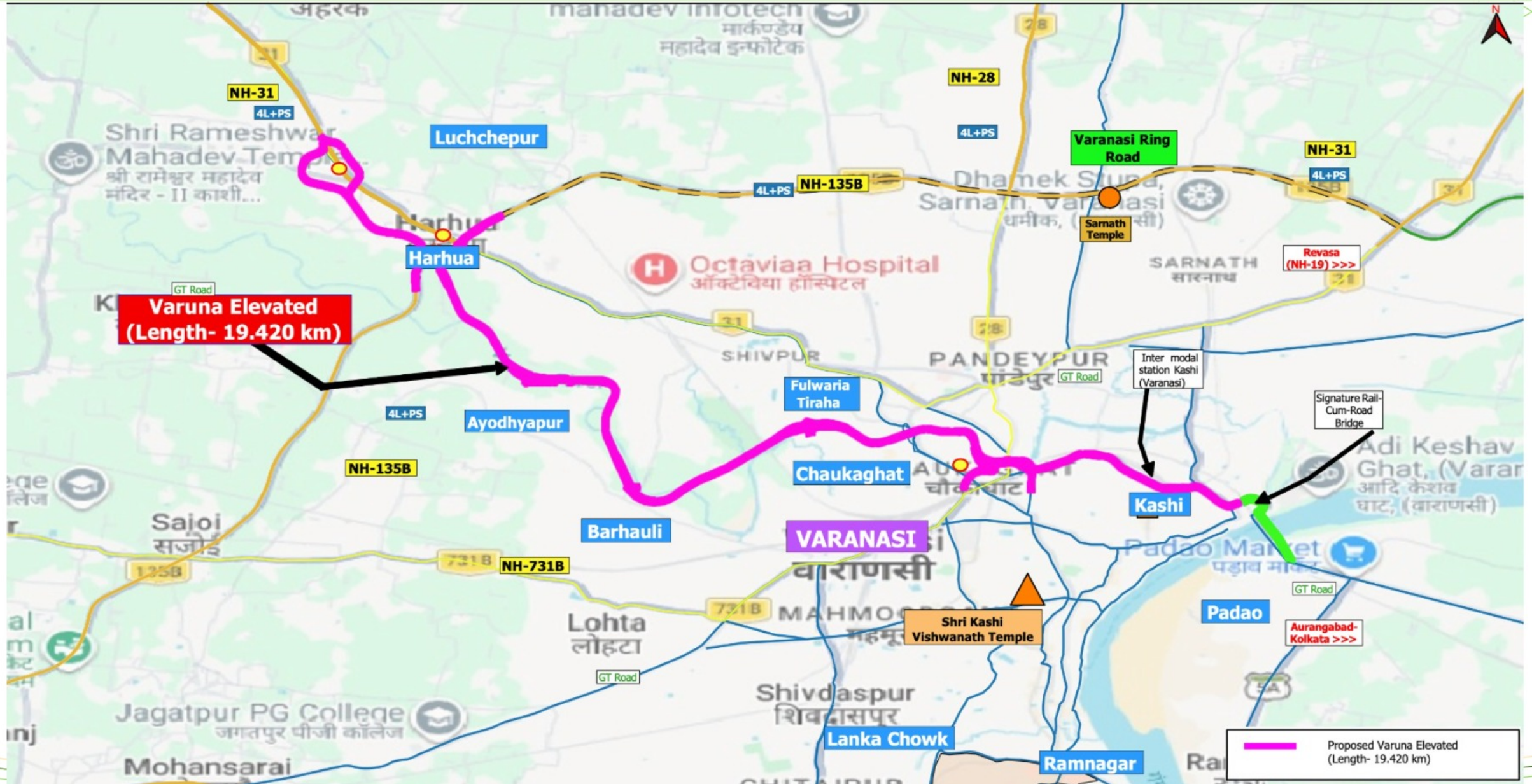


**6/4-lane Elevated Corridor along the River Varuna, Varanasi
(43 km; Rs 10,998 Cr)**

Connectivity Map



Route map



Elevated Corridor along River Varuna, Varanasi

- Varanasi receives approx. 15 Cr tourists annually, making efficient urban mobility critical for managing rising traffic demand
- Cabinet approved **development of a Link/ Connector Corridor connecting NH-31 and Varanasi Ring Road, along the River Varuna for decongestion of Varanasi City in Uttar Pradesh**
- Total Length: **43 km**
- Outlay: **Rs 10,998 Cr**
- Features **a 6/4-lane predominantly elevated corridor, including main carriageway, flyovers, loops, ramps and service roads**
- To be developed under **HAM mode**

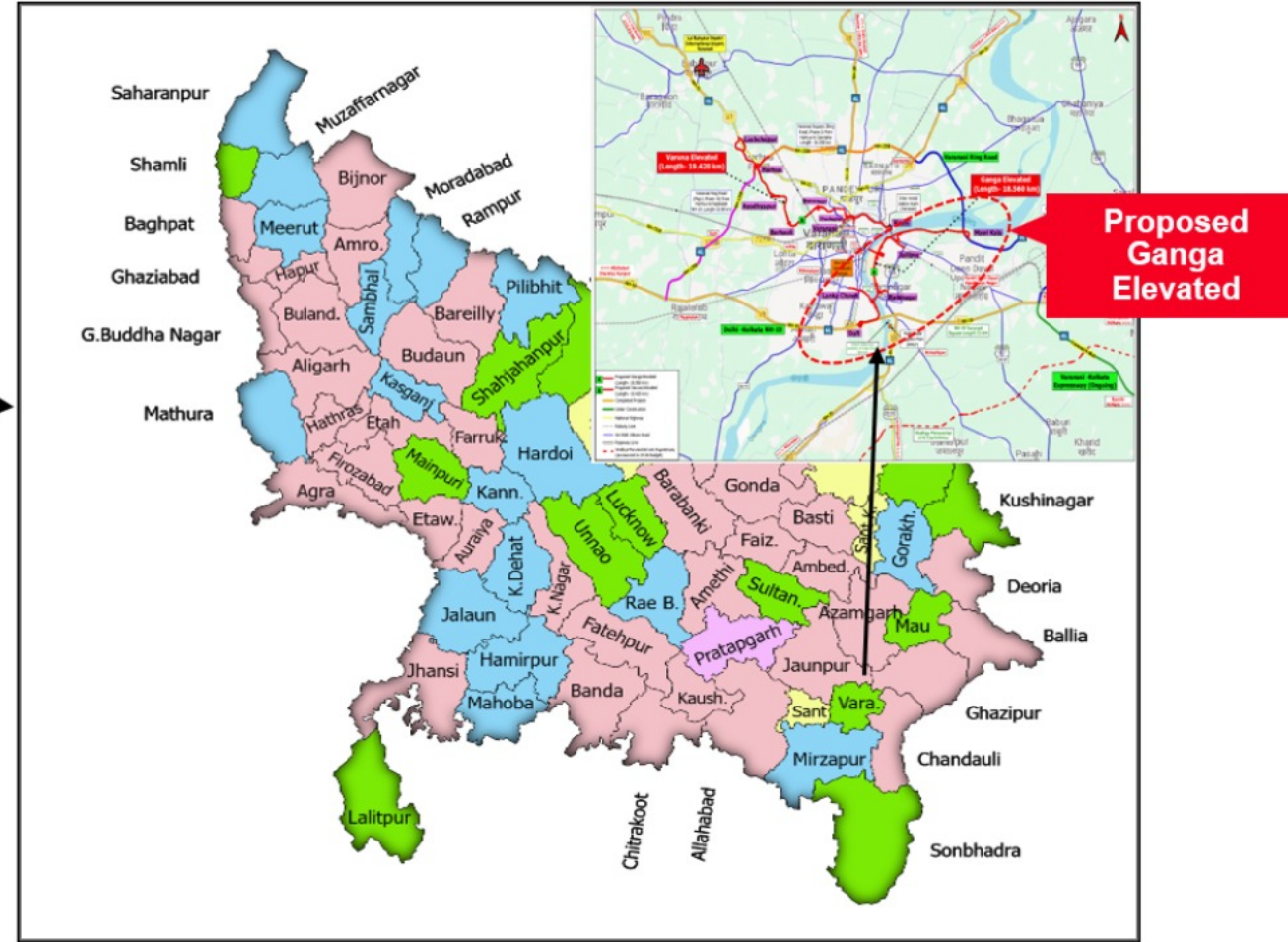
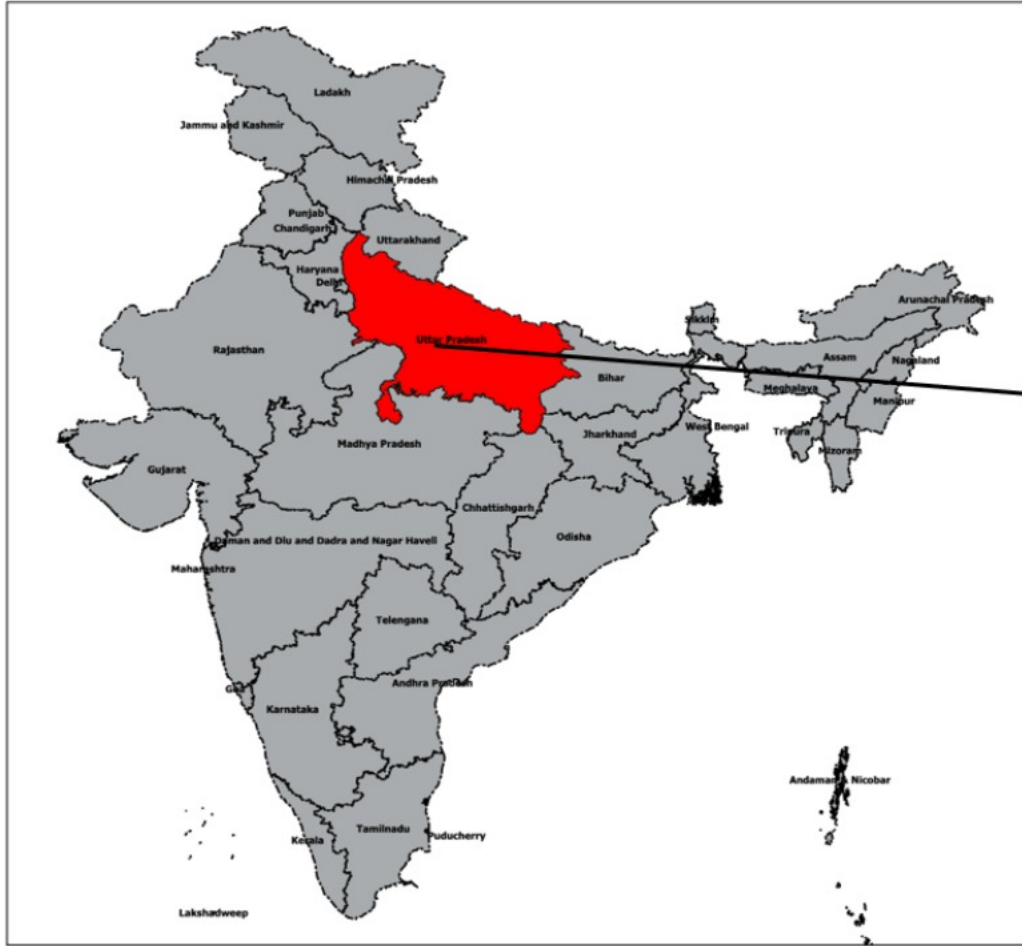
Benefits

- Will **significantly decongest the city core, addressing chronic traffic congestion**
- Will **reduce travel time between NH-31 to Kashi railway station from 40 mins to 20 mins**; high-speed corridor with **design speed of 80–100 kmph**
- Will **provide seamless connectivity to - Varanasi airport, Varanasi railway station, Varanasi cantonment, Chauka Ghat, Sampurnanand Sanskrit Vishwavidyalaya, Kashi railway station and Namoh Ghat**
- Will **strengthen multimodal transport efficiency in Varanasi** by supporting cargo distribution, warehousing, and rail-based logistics growth
- Will **boost tourism and pilgrimage**, stimulate economic activity, and contribute to the overall socio-economic development

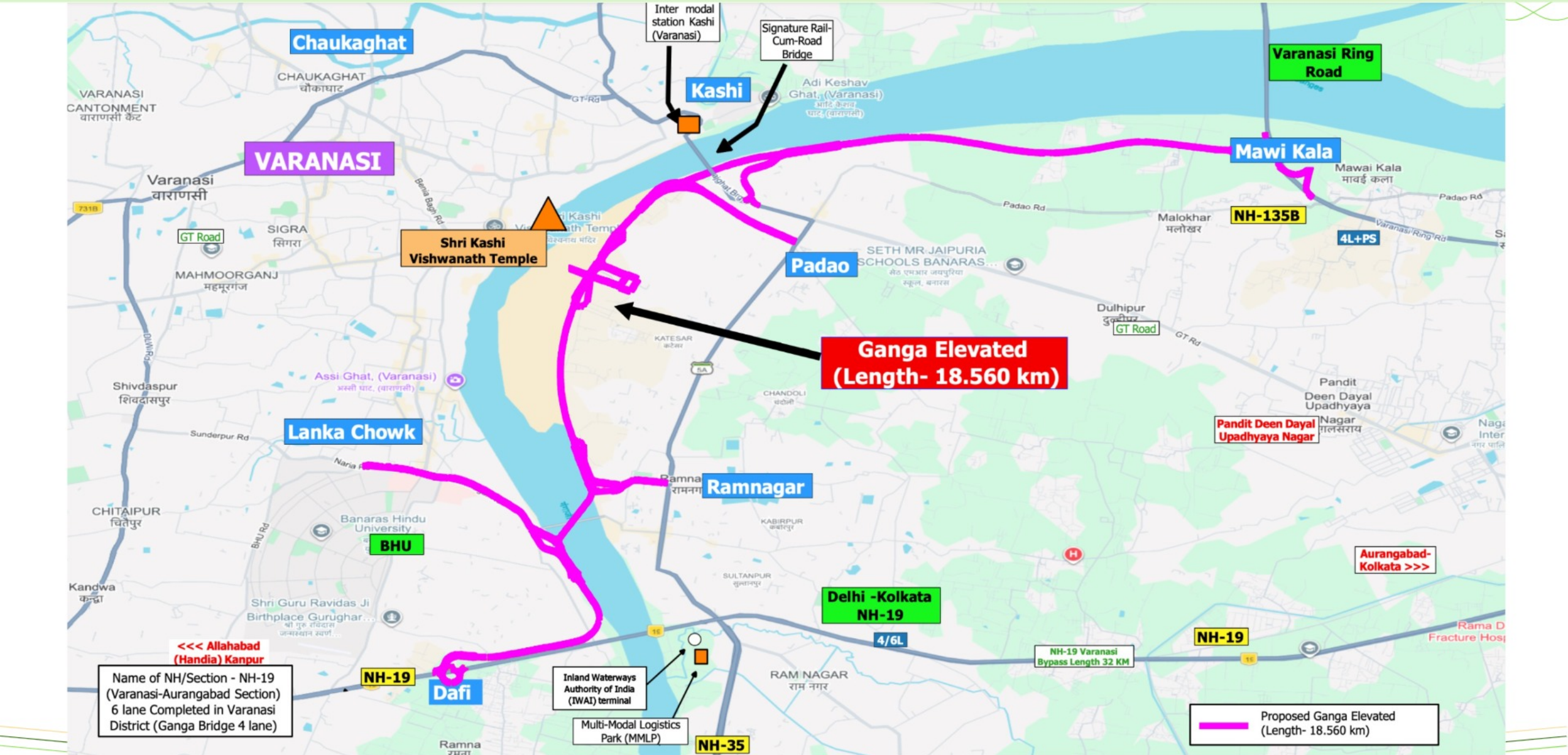


**6-lane Elevated corridor along River Ganga, Varanasi
(46 km; Rs 14,448 Cr)**

Connectivity Map



Route map

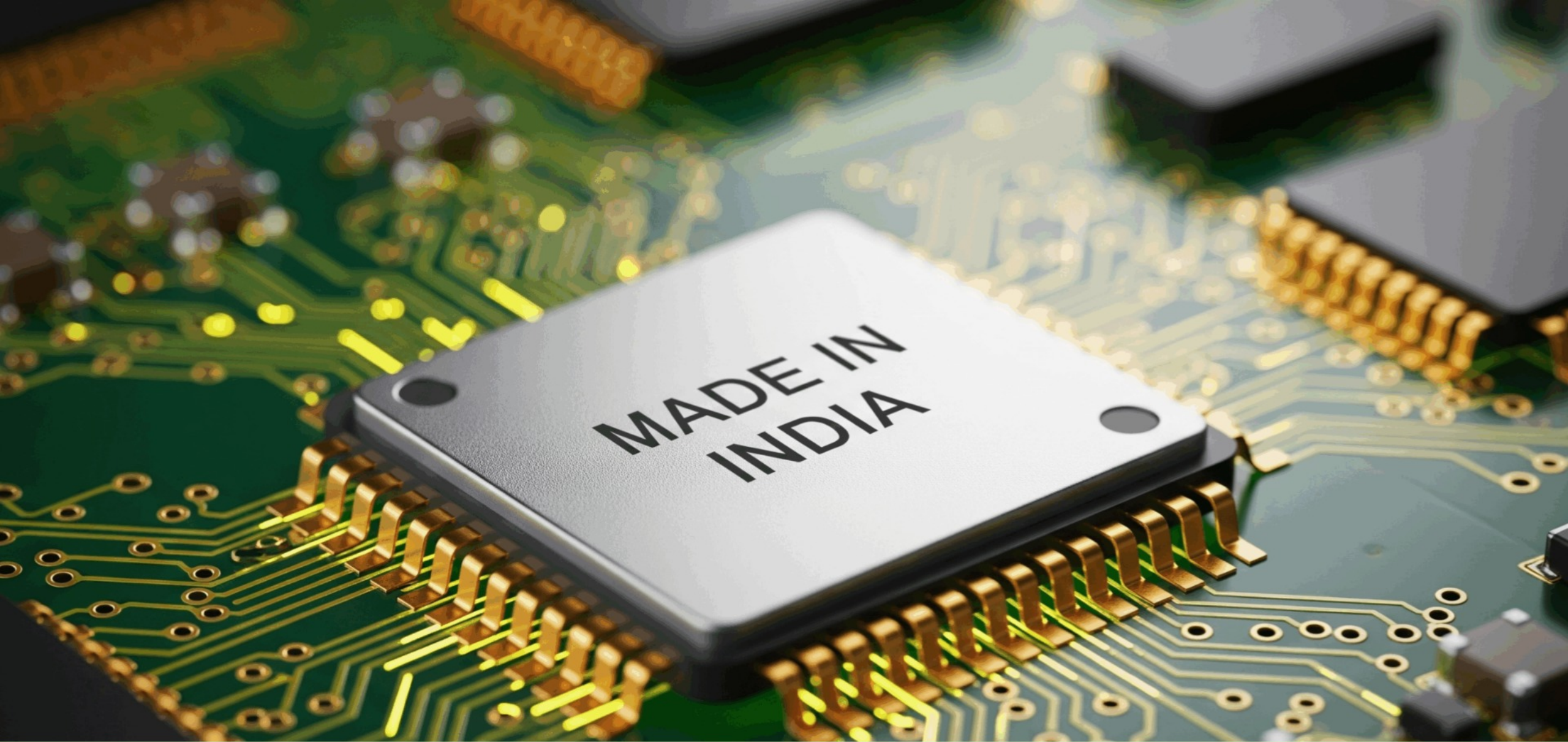


Elevated corridor along River Ganga, Varanasi

- Cabinet approved **development of Link / Connector Corridor between NH-19 and Varanasi Ring Road ,along River Ganga for decongestion of Varanasi City in Uttar Pradesh**
- Total Length: **46 km**
- Outlay: **Rs 14,448 Cr**
- Districts: **Varanasi, Chandauli (Uttar Pradesh)**
- Features **a 6-lane elevated main carriageway, an iconic cable-stayed bridge, an extradosed foot over bridge-cum-major bridge, loops, ramps, link roads, and service roads**
- To be developed under **HAM mode**

Benefits

- Will **significantly decongest the Varanasi city**, addressing traffic congestion in one of the world's oldest living and most sacred cities
- Will **decongest the NH-19 (Prayagraj–Varanasi; will also decongest the traffic from BHU-Ramnagar, NH-35 (Varanasi–Mirzapur)**
- Will **provide seamless connectivity to key religious, cultural, and institutional landmarks - Kashi Vishwanath Temple, Ghats, IIT BHU, Namoo Ghat, Kashi railway station, Ramnagar Fort and Varanasi Ring Road**
- Will reduce **average travel time across project influence area from ~60 mins to about 20 mins (67% reduction)**; with **design speed of 80–100 kmph**
- Will **boost tourism and pilgrimage** in the region

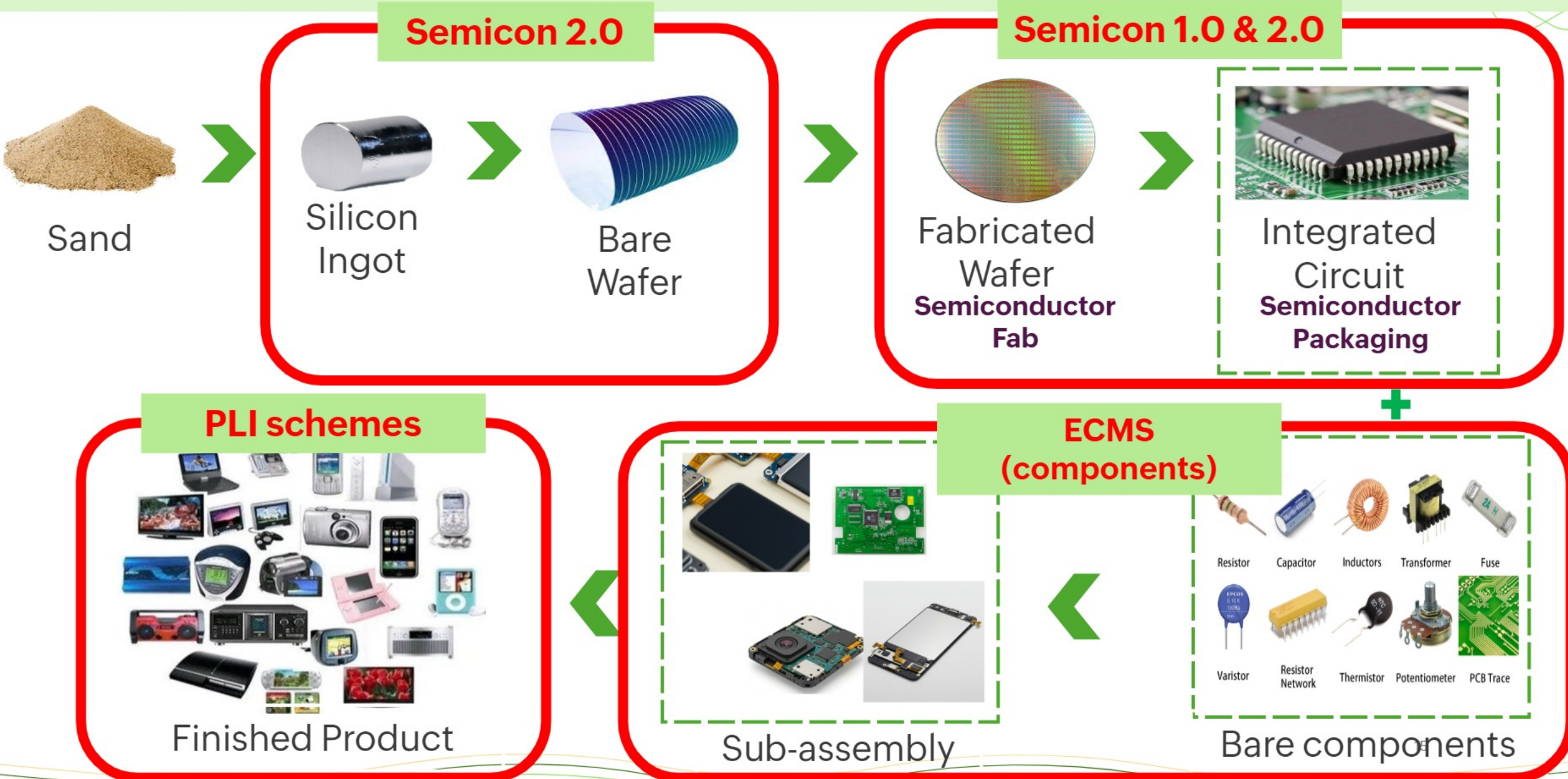


Semicon 2.0 (Rs 1,27,500 Cr)

Electronics manufacturing for Atmanirbhar Bharat

- **Electronics drives every strategic device:** missile to drone; tank to ship; computer to camera; X Ray to Cinema
- **World's largest single sub-sector in manufacturing**
- Clean factories, employment intensive, attracts youth

Electronics Manufacturing Value Chain



Micron plant: Commercial Production Started on 28.02.2026



Micron plant spread over 93 acres



Kaynes

Commercial Production started on 31.03.2026



Kaynes plant spread over 46 acres



CG Semi

Commercial Production started on 04.07.2026



Tata plant, Jagiroad, Assam spread over 171 acres



Tata plant, Jagiroad, Assam



Tata Fab, Dholera: construction in full swing



Tata Fab, Dholera: spread over 163 acres

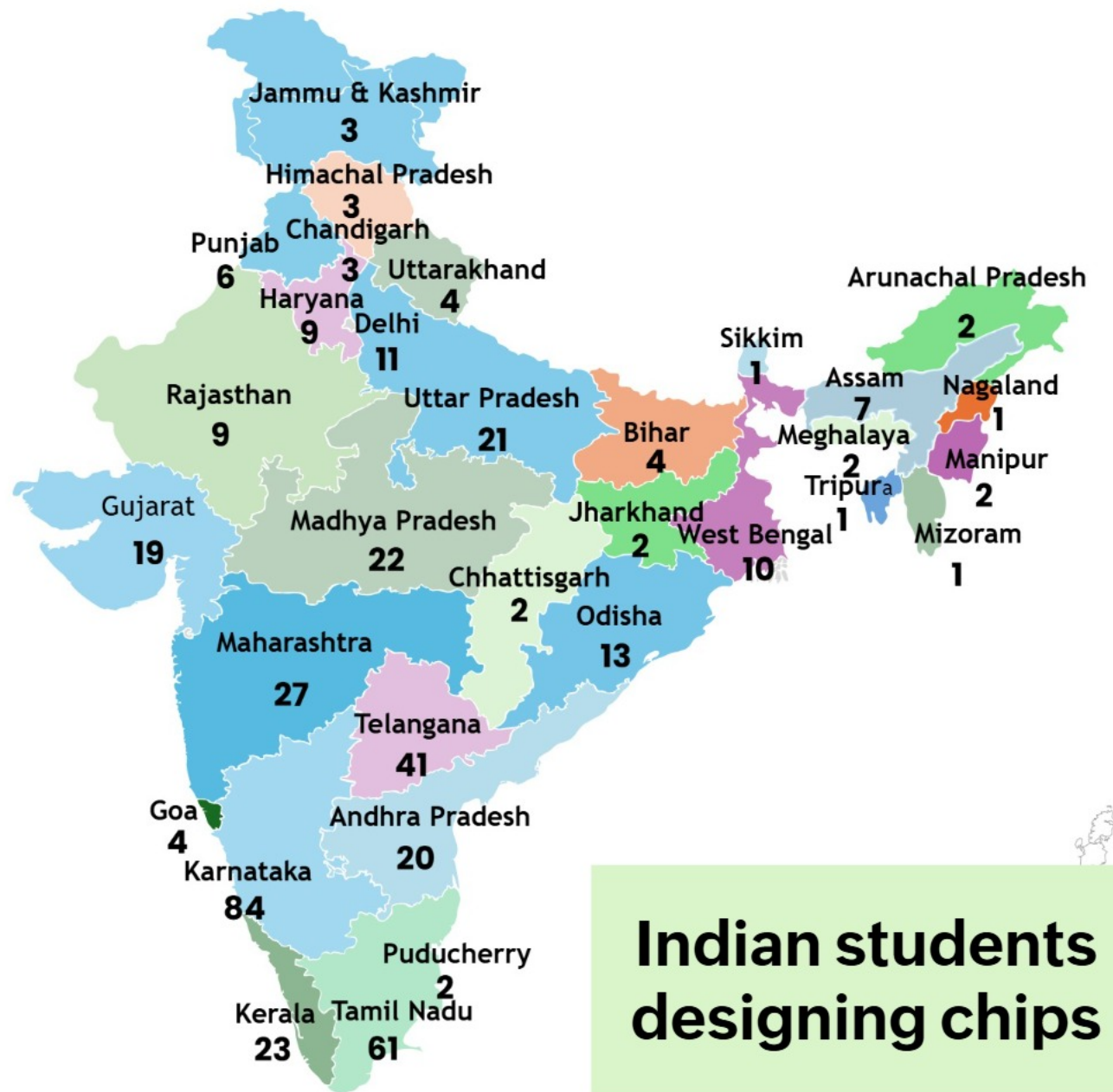


2 nm chips are now designed in India



Talent development

- Semiconductor design startups provided with EDA Tools: **105**
- Startups provided funding support: **24**
- **15 of these start-ups have received VC funding**
- EDA tools provided to **315 colleges**
- **70,000 students trained**
- **New Semiconductor Curriculum** adopted by **> 500 colleges**; over **8,000 students per year**
- Initiatives of project companies: Involves **technology partners, a pilot line, academic institutions, and utilizing North East Region talent for Tata OSAT**



**Indian students
designing chips**

Outreach: SEMICON India 2025



Ecosystem Development and Global Commitments

Country Partnerships

USA(2023), Pax Silica(2026)

European Union (2023)

Japan (2023)

Singapore (2024)

Netherlands (2025)

Germany (2026)

Investments announced



\$400 Million



\$400 Million



\$300 Million



\$1.1 Billion



\$400 Million



MoUs signed with TATA for Support

Semicon 2.0

- Cabinet today approved **Semicon India 2.0**
- Total outlay: **1,27,500 Cr**
- Focus on **fabs, advance packaging, materials, chemicals and gases, equipment, R&D, talent development**
- Special focus on talent, **design, materials, and equipment**
- Incentives on pari-passu basis

Six pillars of Semicon 2.0

#	Pillars	Segment	Govt Incentive
1	Design of chips	Strategic & commercial chips	Grant + equity co-investment or royalty based funding
2	Machines and materials	Equipment chemicals, gases, materials	30%
3	Setting up more Fabs	Silicon, display, compound, etc.	40% for silicon fabs, 35% for other fabs
4	Further strengthening the ATMP/OSAT industry	Advanced & legacy packaging	35% for advanced packaging 25% for conventional packaging
5	Research & Development	Advanced technologies	Up to 75% (centre+state)
6	Talent development	Design & manufacturing talent	Up to 75% (centre+state)

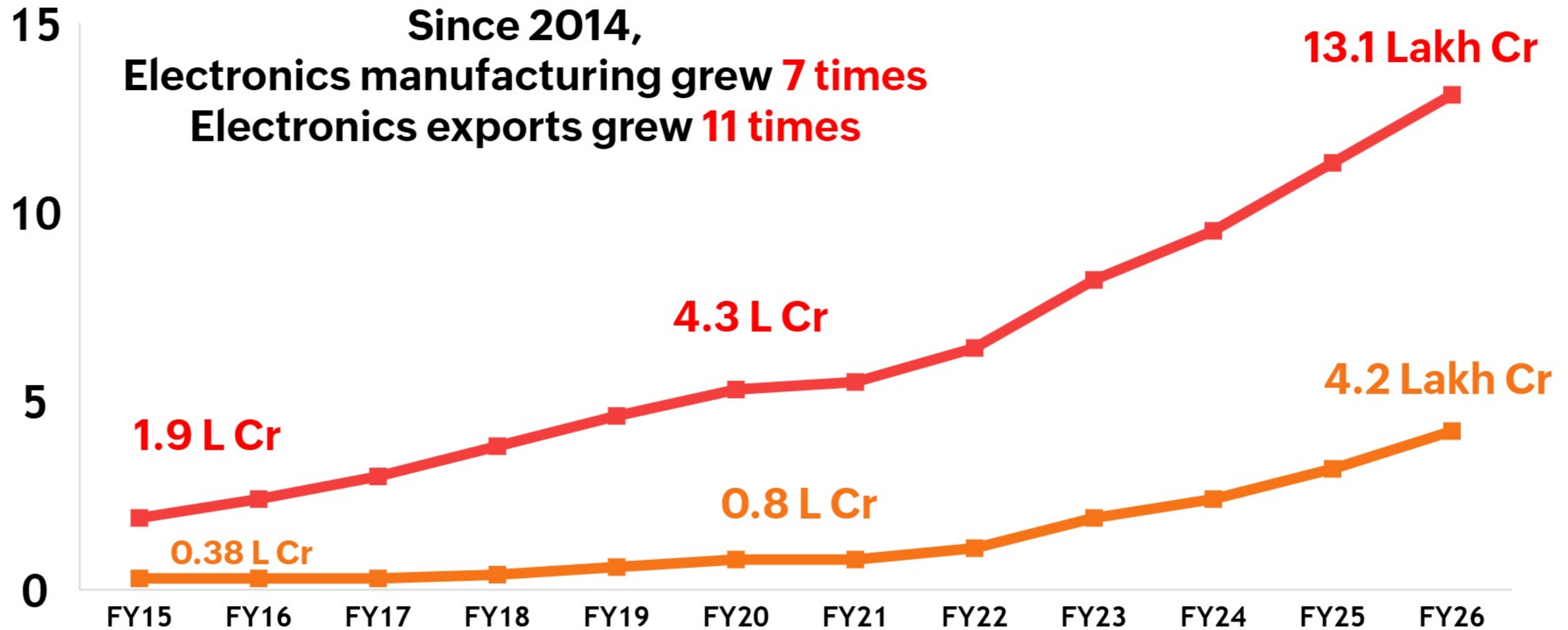
Semicon 2.0 expected outcomes

- **Investment:** ~Rs 4 lakh Cr
- **Production:** ~Rs 2 lakh Cr
- **Export:** ~Rs 1 lakh Cr



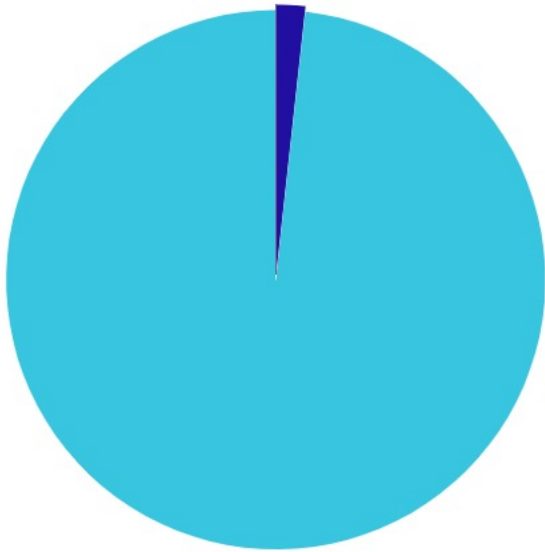
Mobile Phone Manufacturing Scheme (MPMS) (Rs 62,500 Cr)

Outcome of policy support



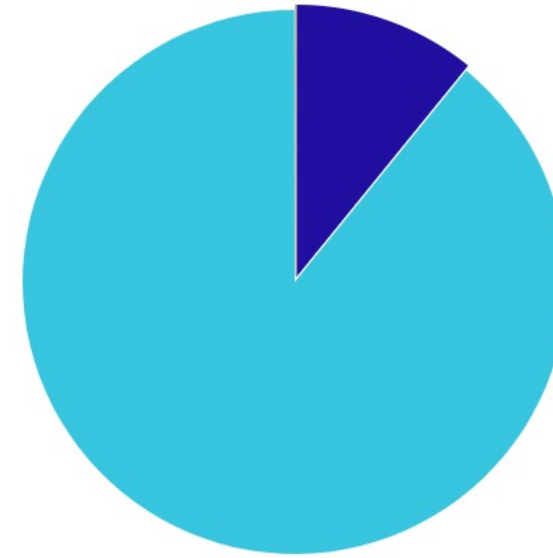
Outcome of policy support

Merchandise exports 2014-15
Total \$310 Billion; Electronics \$5.4 Billion



Electronics exports
was merely **1.7% in**
2014-15

Merchandise exports 2025-26
Total \$442 Billion; Electronics \$48 Billion



Electronics exports
is now **~11% in**
2025-26

PLI 1.0: Performance

Category	Target for 5 years (Cumulative)	Actual reported till March 2026 (Cumulative)
Investment (Rs Cr)	7,000	20,587 (294%)
Production (Rs Cr)	8,12,550	11,61,581 (142%)
Exports (Rs Cr)	4,87,530	6,43,323 (132%)

Mobile phones driving India's Electronics growth

Ranking in exports	2014-15	2025-26
Ranking of Electronics among all export categories	9 th	3 rd
Ranking of Smartphones among all single export commodities	Not in top 100	1 st

Share of mobile phones in electronics	2014-15	2025-26
Share in electronics manufacturing	~10%	48%
Share in electronics exports	~4%	61%

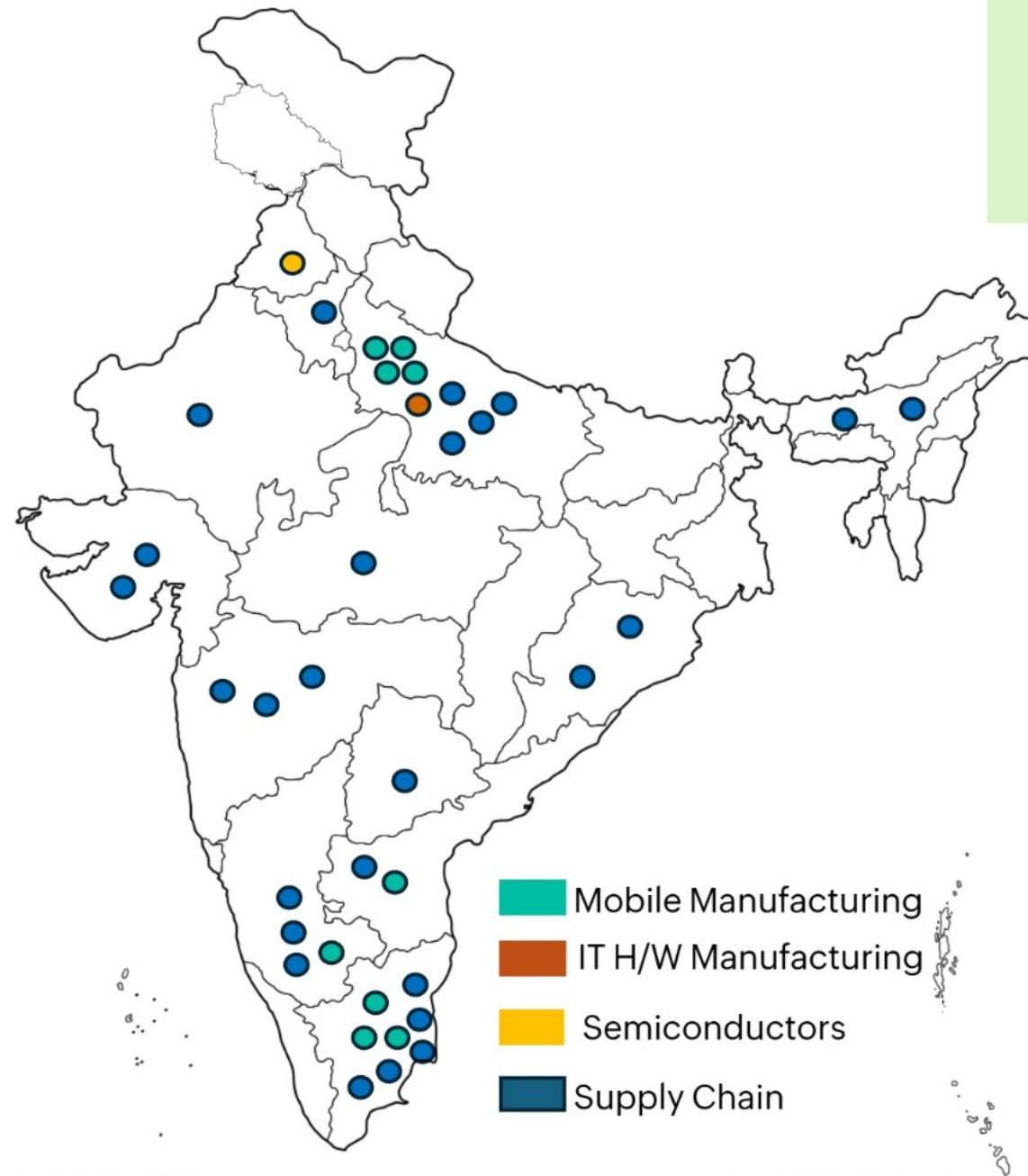
Mobile phones are driving the development of electronics manufacturing ecosystem

Mobile manufacturing ecosystem in 2014 ~2 units



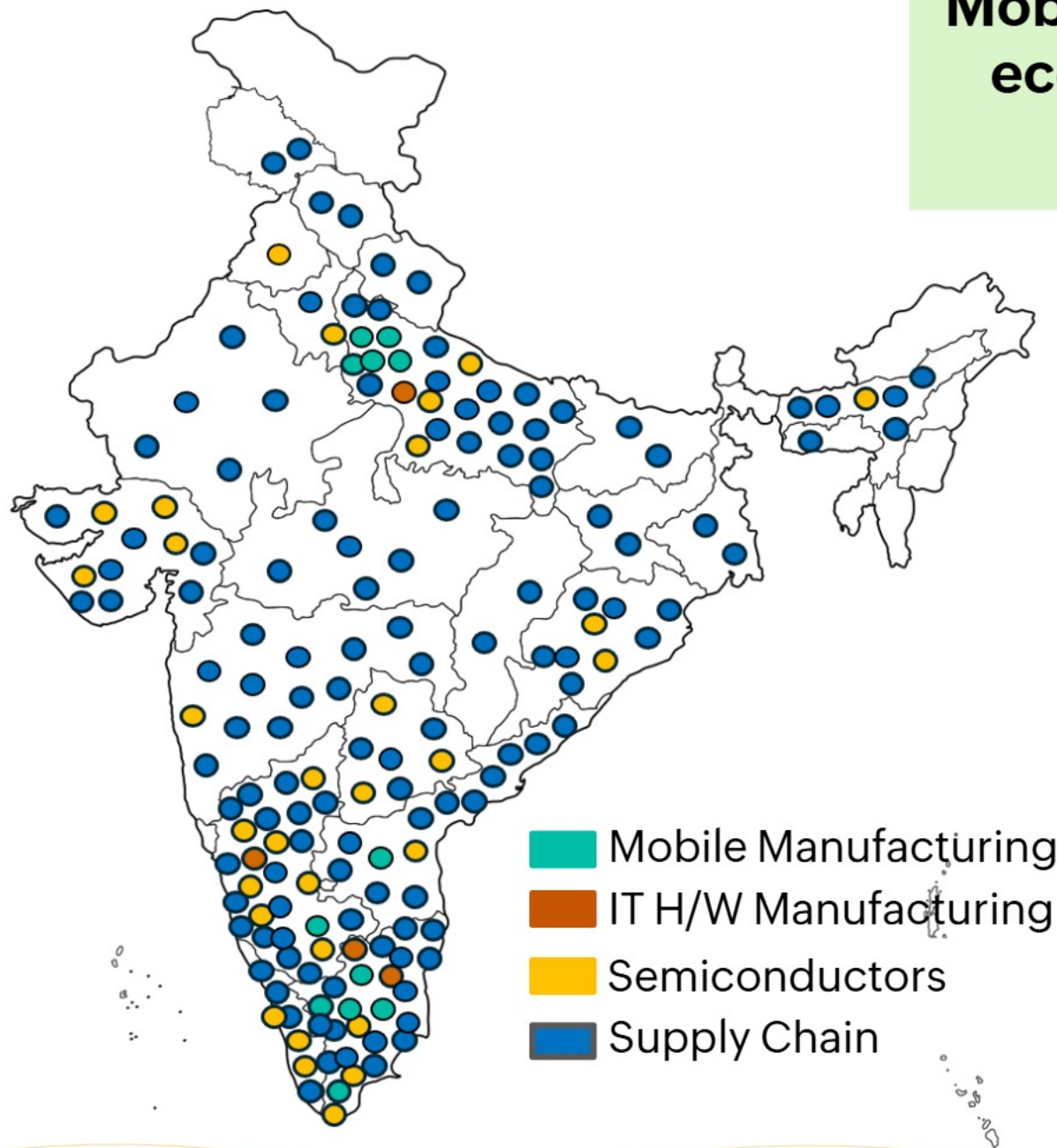
Mobile manufacturing ecosystem in 2020

~35+ units



Mobile manufacturing ecosystem in 2026

~300+ units



Factory in Bengaluru: 35,000 employees



Factory in Kolar: 26,000 employees



Factory in Hosur: 25,000 employees



Safe and hygienic workplace



Around 60% employees are women



Mobile manufacturing

- Total mobile phones manufactured: **Approx 125 Cr**
- India now **second largest mobile manufacturing ecosystem**
- **99.2% of total mobile phones used in India are 'Made in India'**
- Total additional employment created: **12 Lakh**
- PLI incentive disbursed: **Rs 19,090 Cr**
- Total direct tax collected: **Approx Rs 25,000 Cr**
- Total GST collected: **Approx 3,00,000 Cr**
- Total investment in electronics ecosystem: **14 billion dollars**

Mobile Phone Manufacturing Scheme

- **Cabinet today approved Mobile Phone Manufacturing Scheme**
- Total outlay: **Rs 62,500 Cr**
- Duration: **5 years**
- Incentives for domestic sourcing
- Incentive for design and R&D for **Indian brands**

Indian mobile brand

- **Must have an Indian brand serving the global market**
 - Technological sovereignty
 - Greater economic value
 - Build IPs through patent creation, R&D and innovation
 - **Aatmanirbharta**

MPMS expected outcomes

- **Mobile Production:** To reach **Rs ~39 lakh Cr** cumulative in MPMS period against Rs 22 lakh Cr during PLI
- **Mobile Exports:** To reach **~Rs 15 lakh Cr** cumulative against Rs 7.5 lakh Cr in PLI
- **Direct Jobs:** Generate additional **60,000 direct jobs** in mobile manufacturing and allied sectors



National Investment Policy for Urea 2026

National Investment Policy for Urea 2026

- Government provides Urea at a low price to farmers at Rs 242 for 45 kg bag
- Global Urea prices have increased 3-4 times since 2018, but Government has kept prices constant for Indian farmers
- **Demand for Urea is growing at 5% per annum**
- **In last decade, added 6 new plants of 12.7 LMT capacity each**
- **Cabinet approved National Investment Policy for Urea 2026**
- **Support for new plants based on natural gas**

3 pillars of NIPU - 2026

- **Cost Separation:** Separation of fixed and variable costs for subsidy calculation
- **Assured Returns:** Viable return range of 12%–16% for urea plant companies
- **Forex Risk Mitigation:** Fixed cost in dollars will be converted in rupees after 4 years which protects companies and govt from exchange rate fluctuations

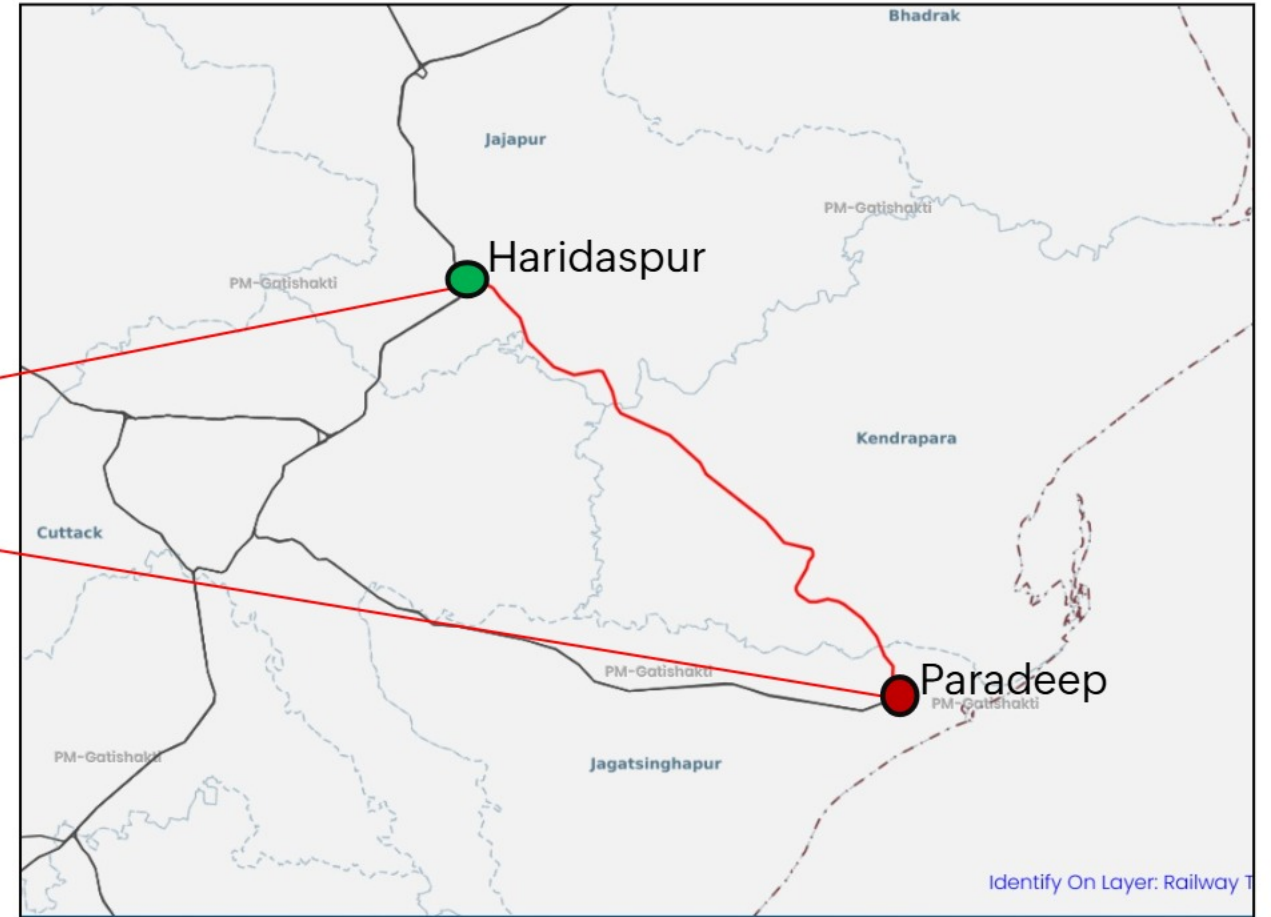
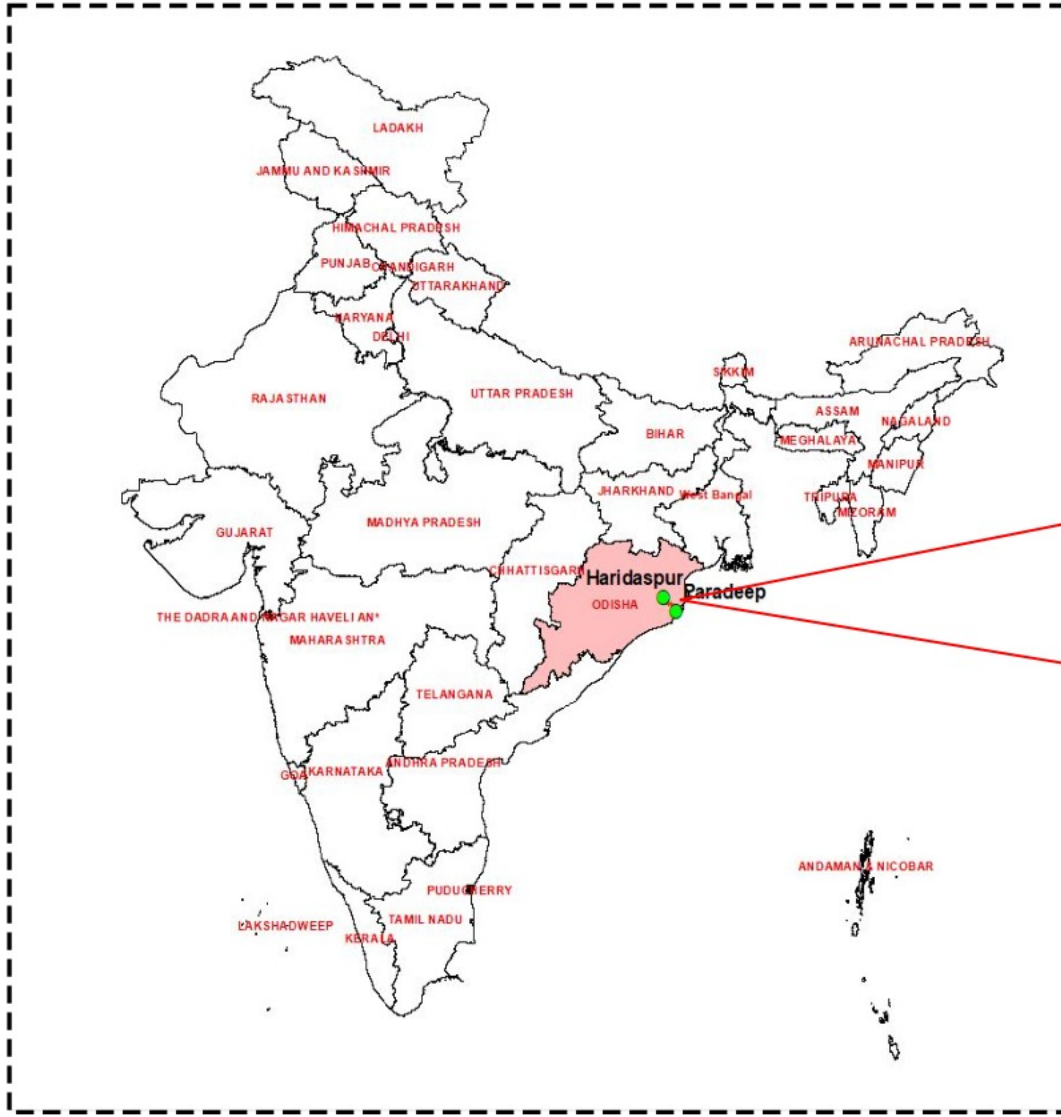
NIPU 2026 features

- Will **rationalize fixed costs for greenfield and brownfield projects**
- Will **reduce import dependency in Urea and bridge the demand–production gap**
- Will **result in savings of Rs 250 Cr per plant**
- Will **insulate Government from exchange rate volatility**
- Will **support Aatmanirbhar Bharat through fresh investments in domestic Urea capacity**



**Doubling of Paradeep – Haridaspur
(74 km; Rs 2,542 Cr)**

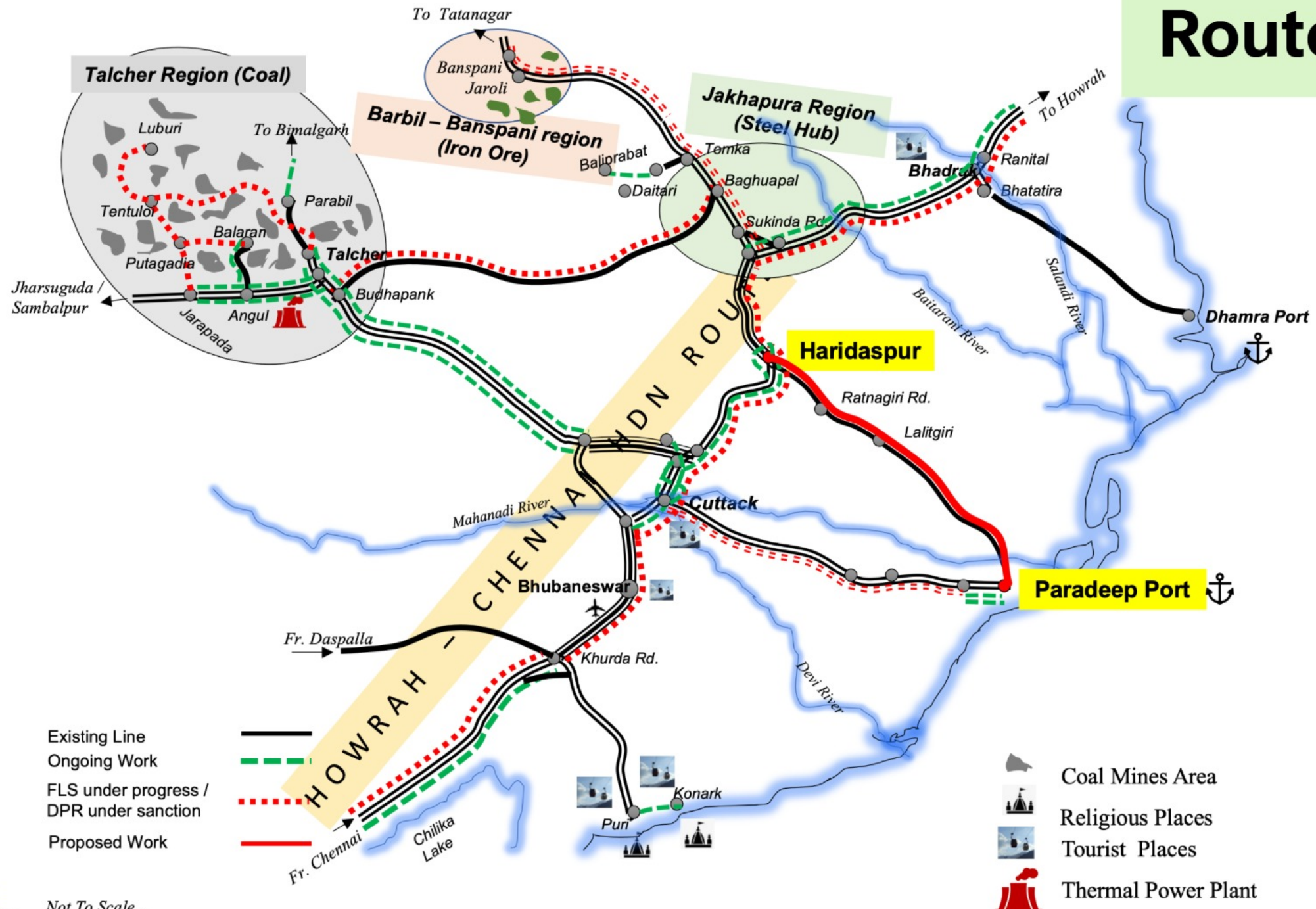
Connectivity map



Alignment lies in Odisha (74 Km)

— Existing Railway line ●—● Proposed Project line

Route map



Doubling of Paradeep – Haridaspur

- Existing single line nearing saturation, anticipated expansion of port and other economic nodes will further strain line capacity
- Cabinet approved **doubling of Paradeep and Haridaspur section**
- **Connects Paradeep Port to Howrah – Chennai HDN route at Haridaspur and further to Talcher coal fields, iron ore mines & steel plants**
- Total Length: **74 km**
- Outlay: **Rs 2,542 Cr**
- Project duration: **4 Years**
- Districts: **Jajpur, Kendrapara and Jagatsingpur (Odisha)**

Doubling of Paradeep – Haridaspur

Feature	Details
Bridges	2 mega bridges (Luna River-570m; Mahanadi River-965m) 20 major bridges 109 minor bridges
RUBs/ LHS	61
Route Length	74 km
Track Length	83 km

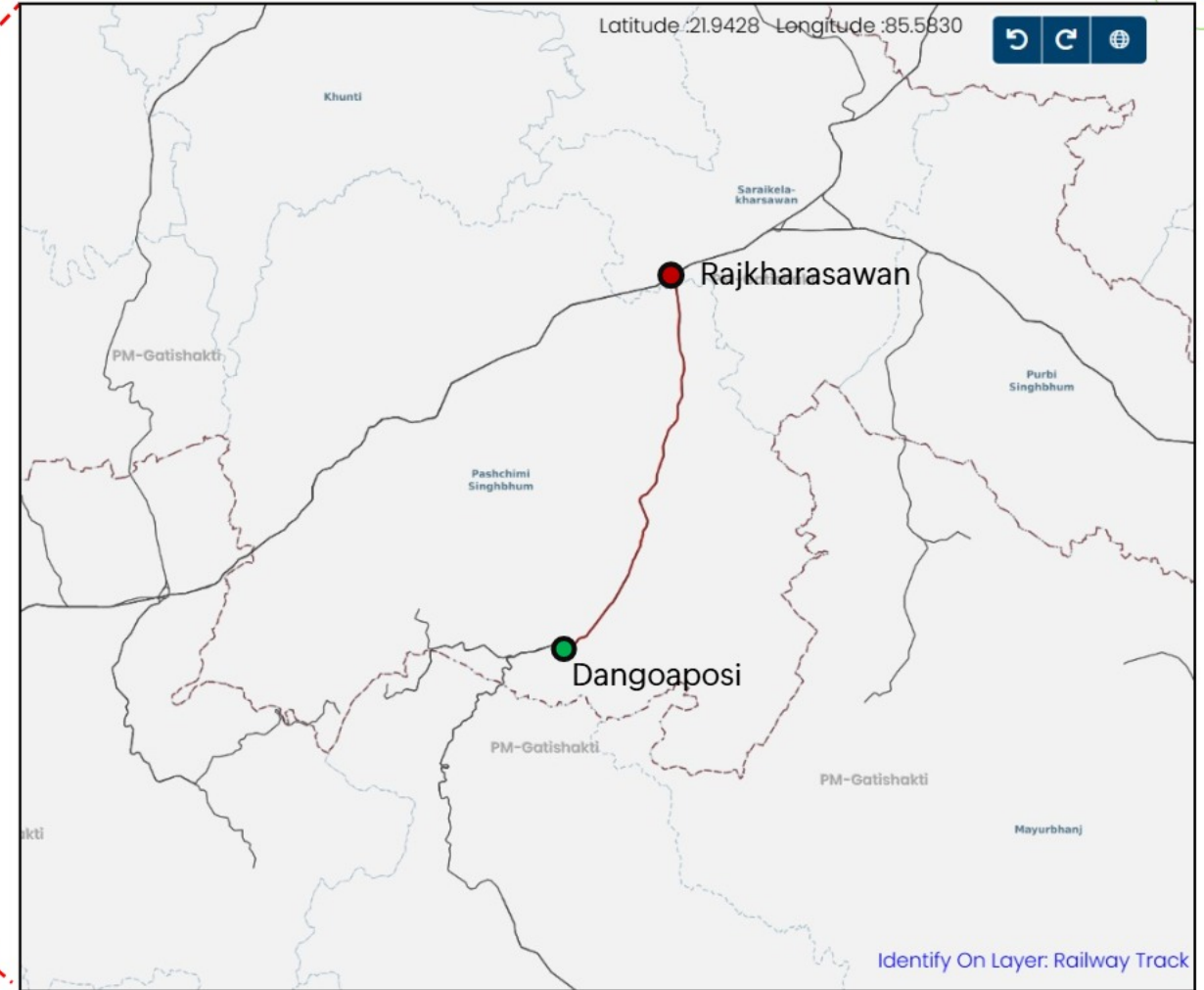
Benefits

- Will **facilitate faster movement of Export & Import (EXIM) and domestic freight** across the hinterland
- Will **cater to the growing logistics needs of existing and upcoming steel plants, including greenfield projects near Paradeep**
- Will **support transportation of coal, iron ore, coking coal, limestone, and dolomite** for key industries
- Will facilitate additional freight traffic of **28 million ton per annum**
- CO₂ saving: **18.5 Cr kg every year** equivalent to planting approx **74 lakh trees**
- Logistic Cost Saving: **Rs 413 Cr every year**
- Employment generation: **25 lakh human-days**



**Rajkharsawan – Dangoaposi 4th line
(71 km; Rs 1,365 Cr)**

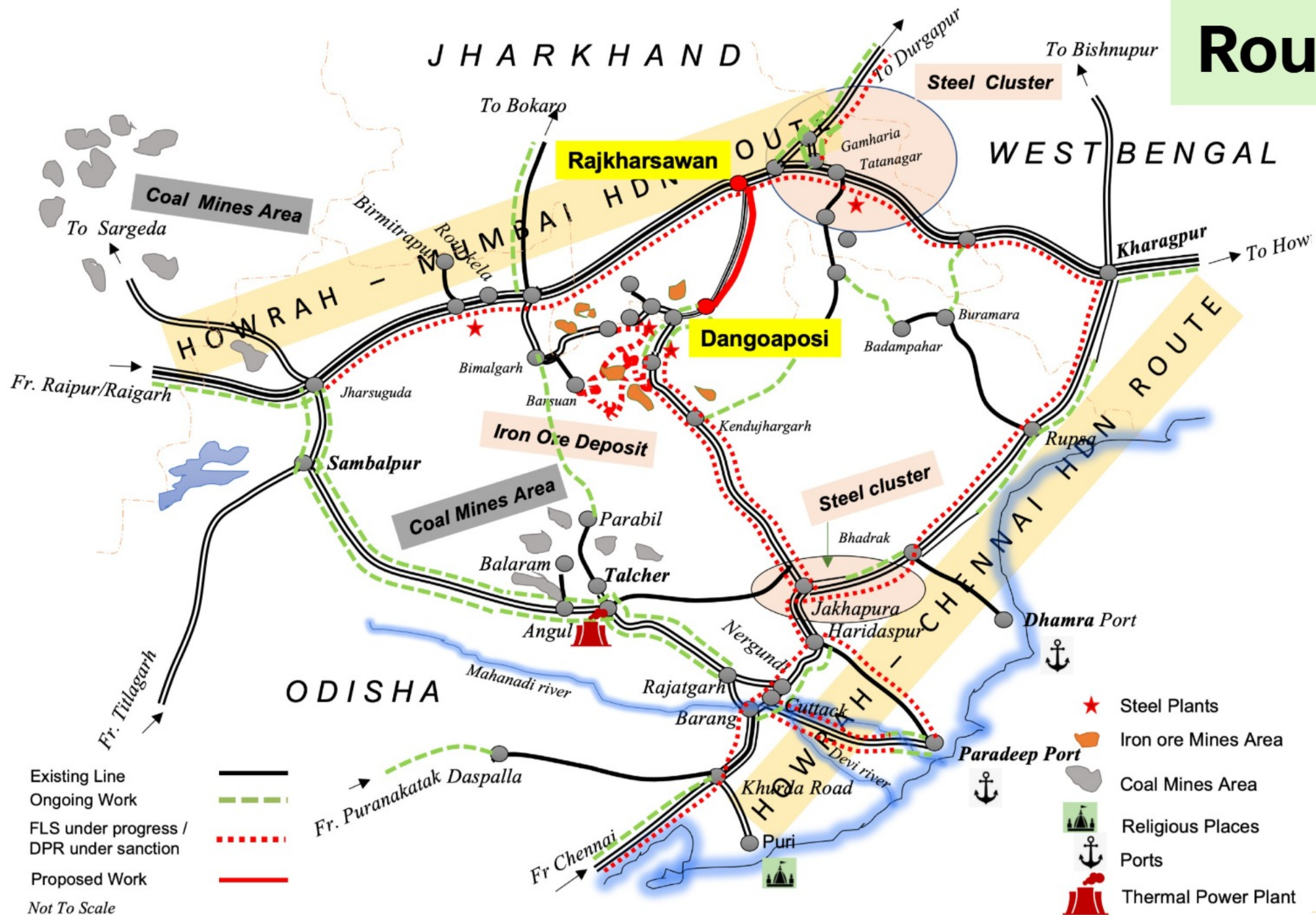
Connectivity map



Alignment lies in Jharkhand (71.17 Km)

— Existing Railway line ●—● Proposed Project line

Route map



Rajkharsawan – Dangoaposi 4th line

- The **Rajkharsawan–Dangoaposi–Jaroli route** is one of India's most saturated freight corridors, **carrying iron ore from mines in Jharkhand to eastern steel plants**
- Congestion delays both freight and passenger traffic
- Cabinet approved **construction of 4th line between Rajkharsawan – Dangoaposi section through Capital (Gross Budgetary Support)**
- Total Length: **71 km**; Outlay: **Rs 1,365 Cr**
- Project duration: **4 Years**
- Districts covered: **West Singhbhum**

Rajkharsawan – Dangoaposi 4th line

Feature	Details
Bridges	5 major bridges 124 minor bridges
ROBs/RUBs/ LHS	03 ROBs and 15 RUB/LHS
Route Length	71 km
Track Length	85 km

Benefits

- Will **speed up iron ore evacuation from the Saranda-belt mines to steel plants**, supporting **India's 300 MT steel production target by 2030**
- Will **improve operational efficiency and service reliability** on the corridor linking to the **Howrah–Mumbai trunk line, in line with the PM Gati Shakti National Master Plan**
- Will facilitate additional freight traffic of **16.5 million ton per annum**
- CO₂ saving: **11 Cr kg every year** equivalent to planting approx **42 lakh trees**
- Logistic Cost Saving: **Rs 235 Cr every year**
- Employment generation: **24 lakh human-days**

Infra decisions in NDA 3.0 (Railways, Highways, Metro)



57 Railway projects
Rs 2,63,462 Cr



36 Highway projects
Rs 3,69,558 Cr



12 Metro projects
Rs 1,46,444 Cr

Infra decisions in NDA 3.0 (Airports, Ports, Ropeways)



5 new Airports +
Modified UDAN
Rs 37,846 Cr



1 major port + 1 ship repair
facility + Shipping reforms
Rs 1,60,495 Cr



2 new ropeways
Rs 6,811 Cr

Infra decisions in NDA 3.0 (Power, Smart City, Housing)



Hydro projects +
budgetary Support
Rs 71,193 Cr



12 Industrial smart
cities + Industrial parks
Rs 62,262 Cr

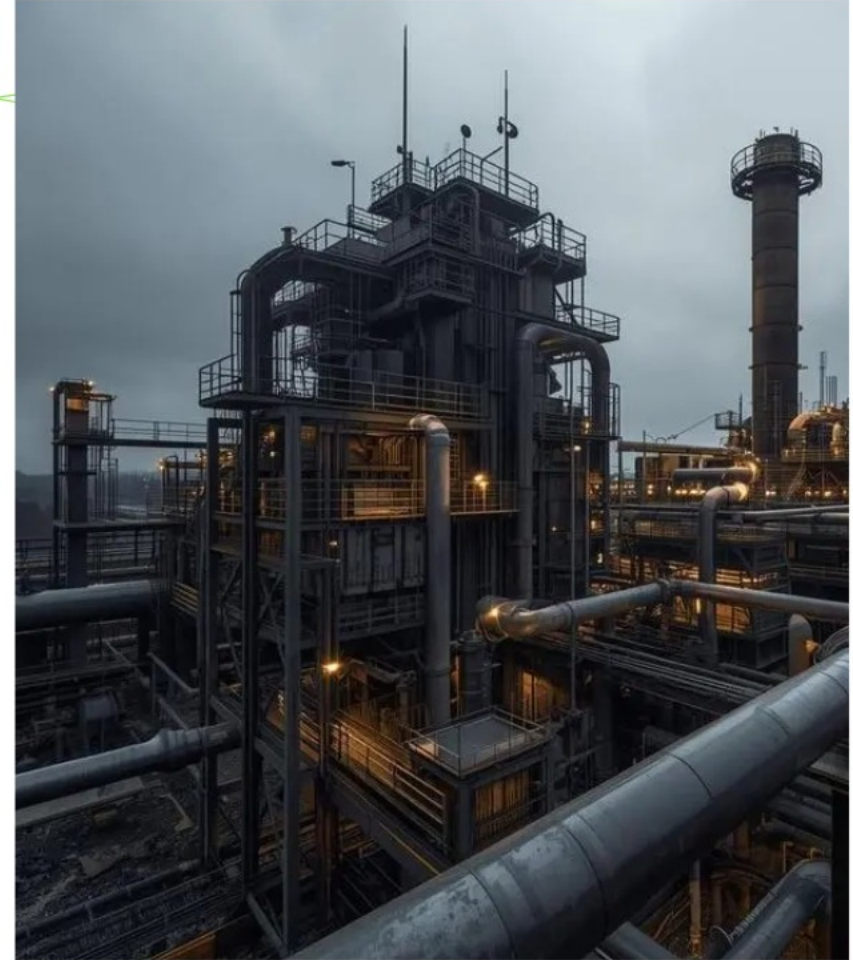


PM Awaas Yojana
Rs 5,36,137 Cr

Infra decisions in NDA 3.0 (Water and energy security)

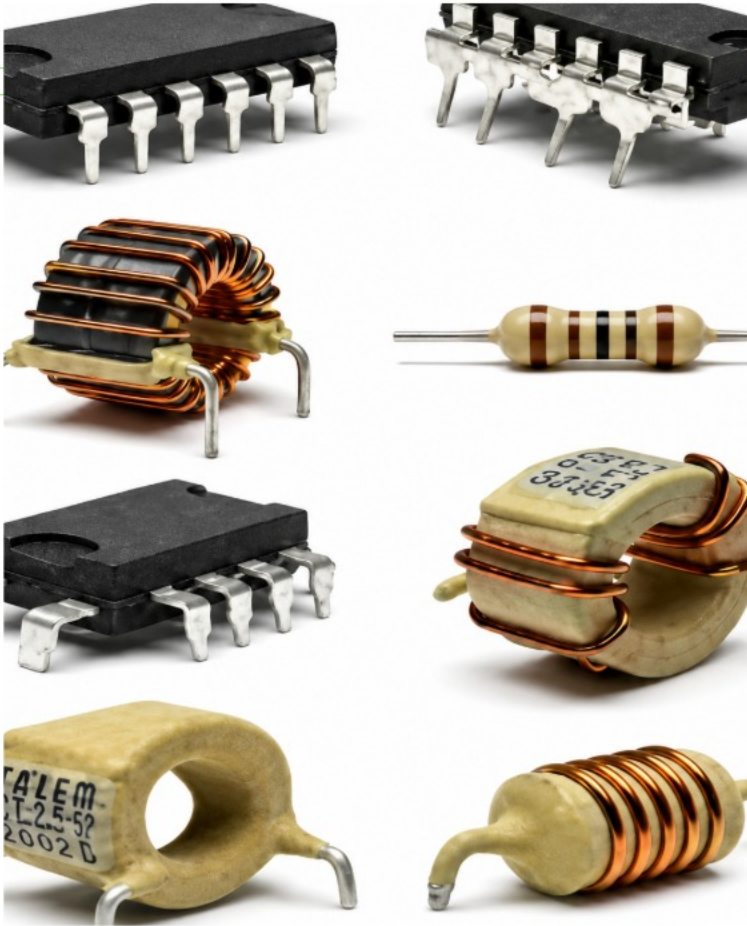


Jal Jeevan Mission
Rs 8.7 Lakh Cr



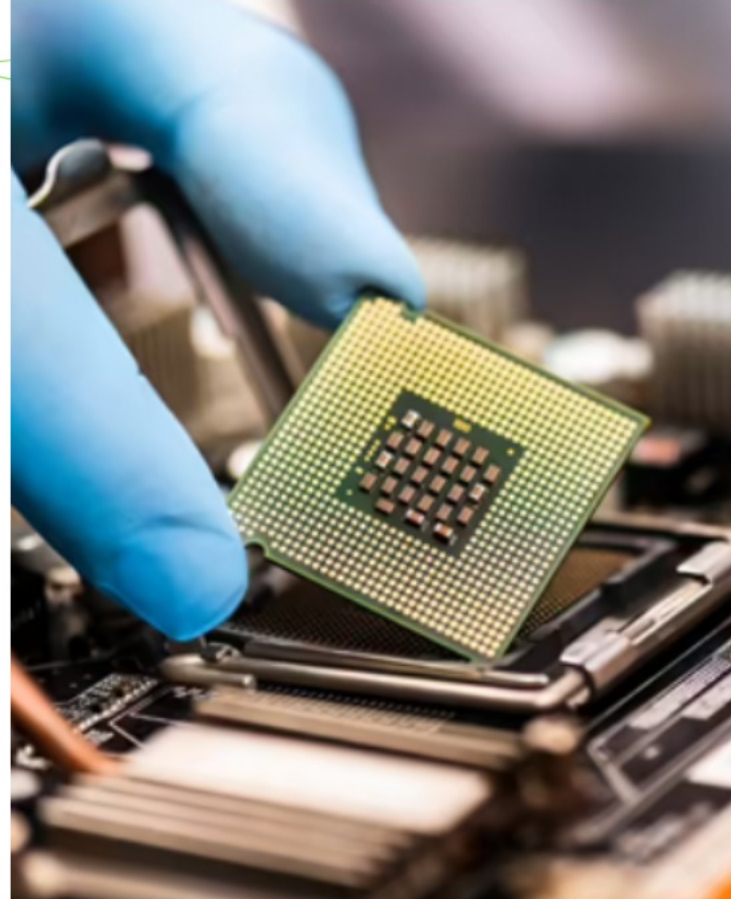
Coal Gasification Scheme
Rs 37,500 Cr

Infra decisions in NDA 3.0 (High tech manufacturing)



ECMS

Rs 22,919 Cr



Semicon 2.0

Rs 1,27,500 Cr



MPMS

Rs 62,500 Cr



Total infra projects approved in NDA 3.0
>Rs 28 Lakh Cr

