

# **Cabinet briefing**

**Wednesday, 3<sup>rd</sup> June 2026**



# Cabinet decisions

#	Decisions	Amount (Rs)
1	ATF Price Stabilisation Fund	<b>10,000 Cr</b>
2	Scheme for phasing out old trucks and buses in Delhi	<b>5,041 Cr</b>
3	Coastal highway: Rameshwar - Konark - Paradeep	<b>8,301 Cr</b>
4	4-laning of Khagaria-Purnea section of NH-31 & NH-231 in Bihar	<b>3,936 Cr</b>
5	4-laning of sections of NH-63 & NH-563 in Telangana	<b>7,597 Cr</b>
6	Upgradation of NH-347B in Madhya Pradesh	<b>4,415 Cr</b>
<b>Total</b>		<b>Rs 39,290 Cr</b>



**ATF Price Stabilisation Fund (Rs 10,000 Cr)**

# Aviation Turbine Fuel (ATF) Price Stabilisation Fund

- Due to the crisis in West Asia, International ATF prices have increased **2.5 times** (Rs 60.5 per liter in March 2026 → Rs 142 per liter in May 2026)
- Government has **capped ATF prices at Rs 75.6 per liter for domestic operations**
- ATF accounts for ~40% of operating cost for airlines
- Price surge has severely affected airlines and Oil Marketing Companies
- **Cabinet approved Aviation Turbine Fuel Price Stabilisation Fund**
- **Fund quantum: Rs 10,000 Cr**
- It will be available for domestic and international operations
- It will be a self sustaining revolving fund

# Benefits

- Will **help stabilise ATF prices for scheduled Indian carriers**
- Will **prevent disruption of airline operations**
- Will **shield air passengers from fare spikes** driven by global price surge
- Will **protect 77 lakh jobs** dependent on the aviation ecosystem
- Will **safeguard substantial public investment in airport infrastructure** by keeping airline operations viable
- Will **maintain regional and international connectivity** to Europe, North America and Central Asia given Pakistan airspace closure



**Scheme for phasing out old trucks and buses in Delhi (Rs 5,041 Cr)**

# Scheme for phasing out old trucks and buses in Delhi

- Delhi-NCR's air quality gets impacted by old diesel trucks and buses (BS-IV and below)
- **BS-I to BS-IV vehicles emit 67% more CO and 97% more particulate matter** compared to BS-VI vehicles
- Cabinet approved the **scheme for replacement of old trucks and buses registered in Delhi-NCR to BS-VI/EV vehicles**
- Outlay: **Rs 5,041 Cr**
- Implementation: **MORTH, NCRPB, Governments of Delhi, Haryana, UP and Rajasthan**
- Target: **More than 1.9 lakh trucks and 16 thousand buses**

# Scheme for phasing out old trucks and buses in Delhi

- Incentive package: **5% interest subvention on vehicle loan, monthly fuel vouchers for 5 years via OMCs and ex-showroom discount by auto companies**
- Owners **must scrap the old vehicle at a registered vehicle scrapping facility, or sell it in a non-NCAP city and purchase and register a new or used BS-VI/EV vehicle in Delhi-NCR**
- State governments provide **100% MV tax concession, waiver of registration fees for new vehicles (50% concession for used BS-VI), valid for 10 years**
- Eligible beneficiaries: **owners of active BS-IV and earlier trucks and buses registered in Delhi-NCR**

# Benefits

- Will **provide financial relief for truck and bus owners** reducing the cost of upgrading to cleaner vehicles
- Will **accelerate the transition to EVs and BS-VI CNG vehicles** for urban freight and public transport, **supporting India's clean mobility and climate goals**
- Will **strengthen the vehicle scrapping ecosystem** by **transforming 2 lakh+ end-of-life commercial vehicles** to Registered Vehicle Scrapping Facilities



**Coastal highway: Rameshwar-Konark-Paradeep  
(160 km; Rs 8,301 Cr)**

# Coastal highway: Rameshwar-Konark-Paradeep

- Cabinet approved **Greenfield coastal highway** along **Rameshwar-Konark-Paradeep section**
- Part of the highway from **Rameshwar (Odisha) to Digha (West Bengal)**
- Total length: **160 km**
- Outlay: **Rs 8,301 Cr**
- Concession period: **17.5 years**
- **4 lane access controlled highway from Rameshwar to Konark** on HAM (79.4 km, Rs 5,305 Cr)
- **2 lane paved shoulder highway from Konark to Paradeep** on HAM (80.8 km, Rs 2,996 Cr)

# Status of Coastal Highway (Phase I&II) in Odisha



# Benefits

- Will be an alternate route for NH-16 (Chennai-Kolkata golden quadrilateral NH-316 (Bhubaneswar-Puri)
- Will **provide all weather connectivity to Paradeep Port** and other upcoming ports supporting logistics and industrial growth in Odisha
- Will **enable 100 kmph design speed**, boosting travel efficiency across Khurda, Puri, Kendrapada and Jagatsinghpur
- Will **cut travel time between Rameswar and Paradeep by 2.5 hours**
- Will **give direct, fast access to key tourist sites** (Jagannath Temple, Konark Sun Temple, Puri Beach) and the **upcoming Puri International Airport**

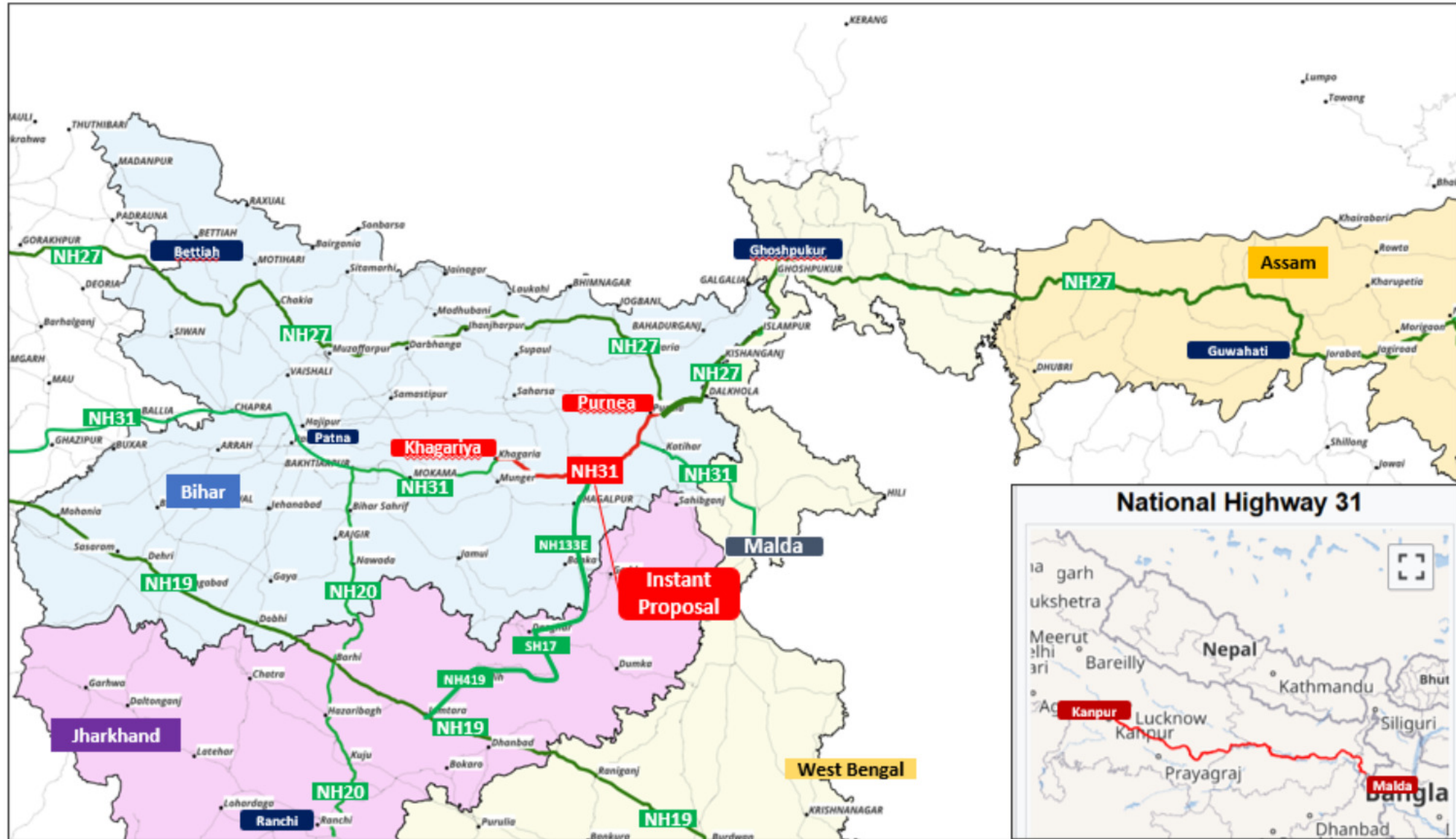


**4-laning of Khagaria-Purnea section of NH-31 and NH-231 in Bihar (144 km; Rs 3,936 Cr)**

# 4-laning of Khagaria-Purnea section

- Existing 2-lane Khagaria-Purnea NH corridor connects Seemanchal region (Katihar–Purnea belt), Bhagalpur and Khagaria with Patna
- It facilitates interstate movement between Bihar, West Bengal and Jharkhand
- Cabinet **approved 4-laning of Khagaria-Purnea section of NH-31 and NH-231 in Bihar**
- Cost: **Rs 3,936 Cr**
- Project length: **144 km**
- Development through BOT (toll) mode

# Connectivity route of NH-31 with nearby NHs



# Connectivity route of proposed highway



# Benefits

- Will **ease traffic congestion by channelising heavy vehicles through flyovers in densely populated areas** - Maheshkhunt, Tetari, Naugachia, Kursela, Gedabadi, Harda, Maranga, Bilauri etc.
- Will **reduce travel time from Khagaria to Purnea from 4 hrs to 1.5 hrs**
- Will **improve connectivity of remote and underdeveloped districts** - Khagaria, Bhagalpur, Katihar (Seemanchal region) with South Bihar including Patna
- Will **enhance interstate connectivity to West Bengal and Jharkhand**



**4-laning of key sections of NH-63 & NH-563 in  
Telangana (190 km; Rs 7,597 Cr)**

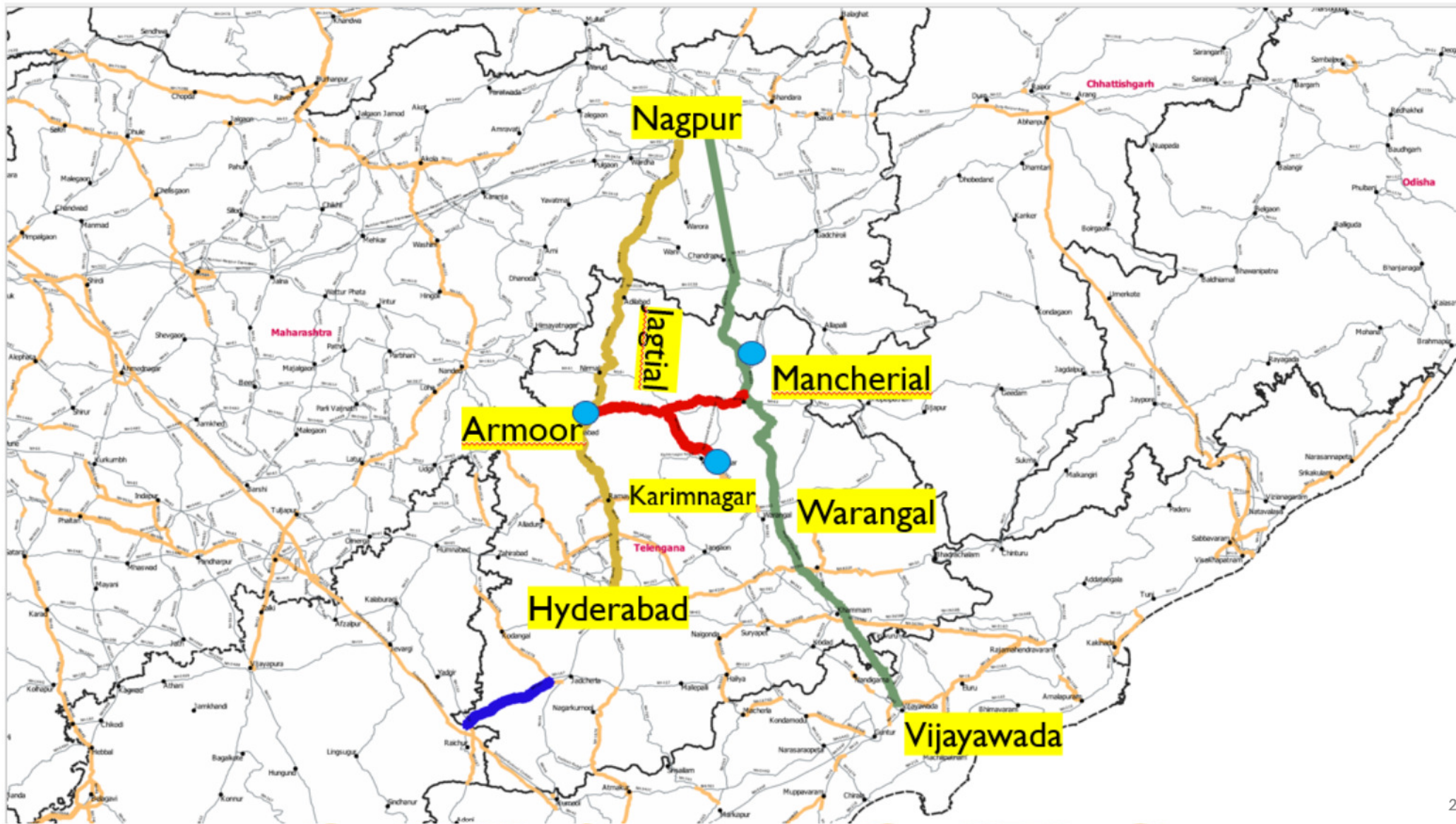
# 4-laning of key sections of NH-63 & NH-563

- Cabinet approved **4-laning of Armour-Jagtial-Mancherial section of NH-63 and Jagtial-Karimnagar Section of NH-563 in Telangana**
- **Armour-Jagtial & Jagtial-Mancherial projects:** Part of Armour-Mancherial Inter-Corridor under Bharatmala Pariyojana
  - Passing through Nizamabad, Jagtial and Mancherial districts
  - Providing connectivity between NH-44, NH-363 and NH-163G
- **Jagtial-Karimnagar section:** Part of the Jagtial- Karimnagar-Warangal Inter Corridor under Bharatmala Pariyojana
  - Prime link between two important District HQs - Jagtial & Karimnagar
  - Connecting further to Warangal- Vijayawada on Nagpur- Khammam-Vijayawada corridor

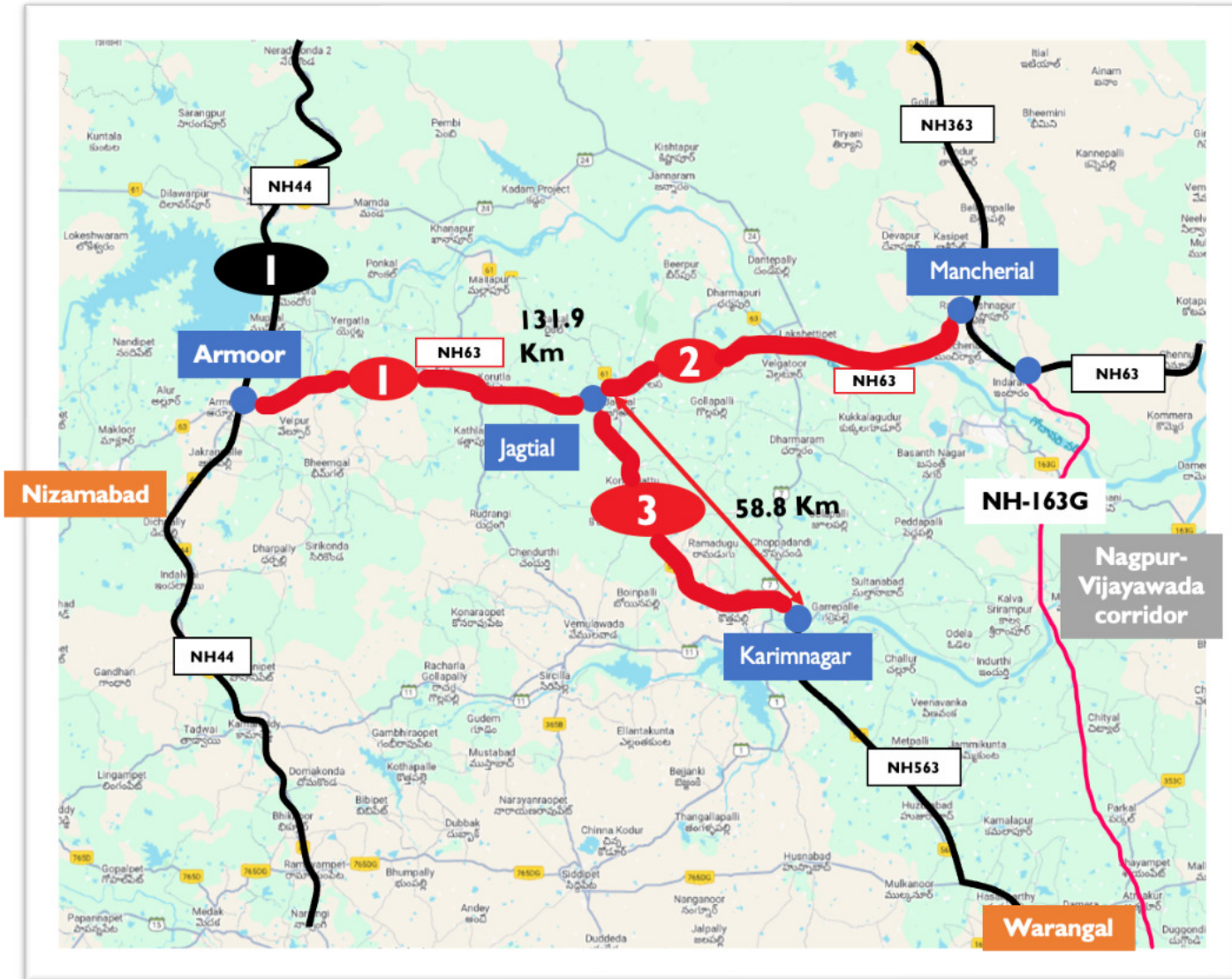
# 4-laning of key sections of NH-63 & NH-563

Section	Total Cost	Total Length	PPP Model
<b>Armoor-Jagtial</b>	Rs 2,472 Cr	63.6 km	HAM
<b>Jagtial-Mancherial</b>	Rs 2,731 Cr	68.3 km	HAM
<b>Jagtial-Karimnagar</b>	Rs 2,395 Cr	58.8 km	BOT

# Connectivity routes



# Connectivity routes



Section	Lane Status	Status
1. NH 44 : Hyderabad Nagpur	4-Lane	Completed & Operational
2. <u>Armoor – Jagtial – Mancherla</u> (132 Km)	2L-PS	Instant 4L-PS Proposal
3. <u>Jagtial – Karimnagar</u> (59 Km)	2L-PS	Instant 4L-PS Proposal
4. Karimnagar – Warangal [NH-563]	Ongoing 4L	4-Laning Under Construction
5. Nagpur-Vijayawada corridor [NH-163G]	Ongoing 4L	4-Laning Under Construction

# Benefits

- Will **ease congestion by bypassing major built-up areas** - Anksapur, Korutla, Jagtial, Dharmapuri, Luxettipet, Mancherial, Potharam, Gangadhara and Karimnagar
- Will **improve travel efficiency between the districts of Nizamabad, Jagtial, Mancherial and Karimnagar in Telangana**
- Will **reduce travel time on the Armoor-Mancherial corridor from 3 hrs to 1.5 hrs and on Jagtial-Karimnagar section from 1.5 hrs to 45 mins**
- Will **enhance regional connectivity and support economic growth**



**Upgradation of NH-347B in Madhya Pradesh  
(234 km; Rs 4,415 Cr)**

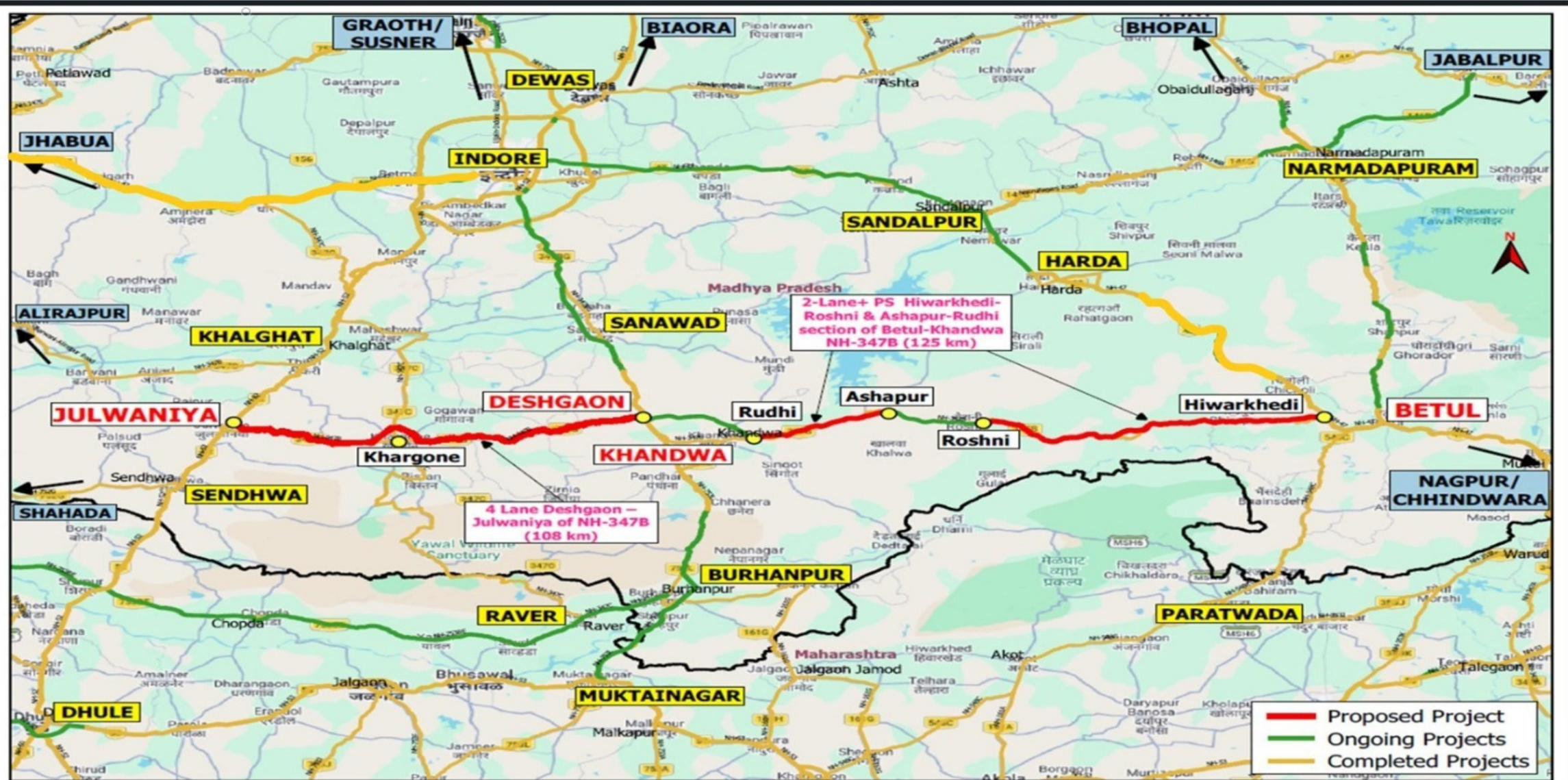
# Upgradation of NH-347B in Madhya Pradesh

- Cabinet approved upgradation of sections of NH 347B:
  - **2-laning and paved shoulder of Hiwarkhedi-Roshni section**
  - **2-laning and paved shoulder of Ashapur-Rudhy section**
  - **4-laning of Deshgaon-Julwaniya section**
- **Hiwarkhedi-Roshni & Ashapur-Rudhy projects:** Part of Vadodara - Khandwa - Betul Economic Corridor under Bharatmala Pariyojana
  - Passing through Betul and Khandwa districts
- **Deshgaon-Julwaniya section:** Part of Vadodara-Khandwa-Betul Economic Corridor under Bharatmala Pariyojana
  - Prime link between two important District HQ - Khandwa & Barwani

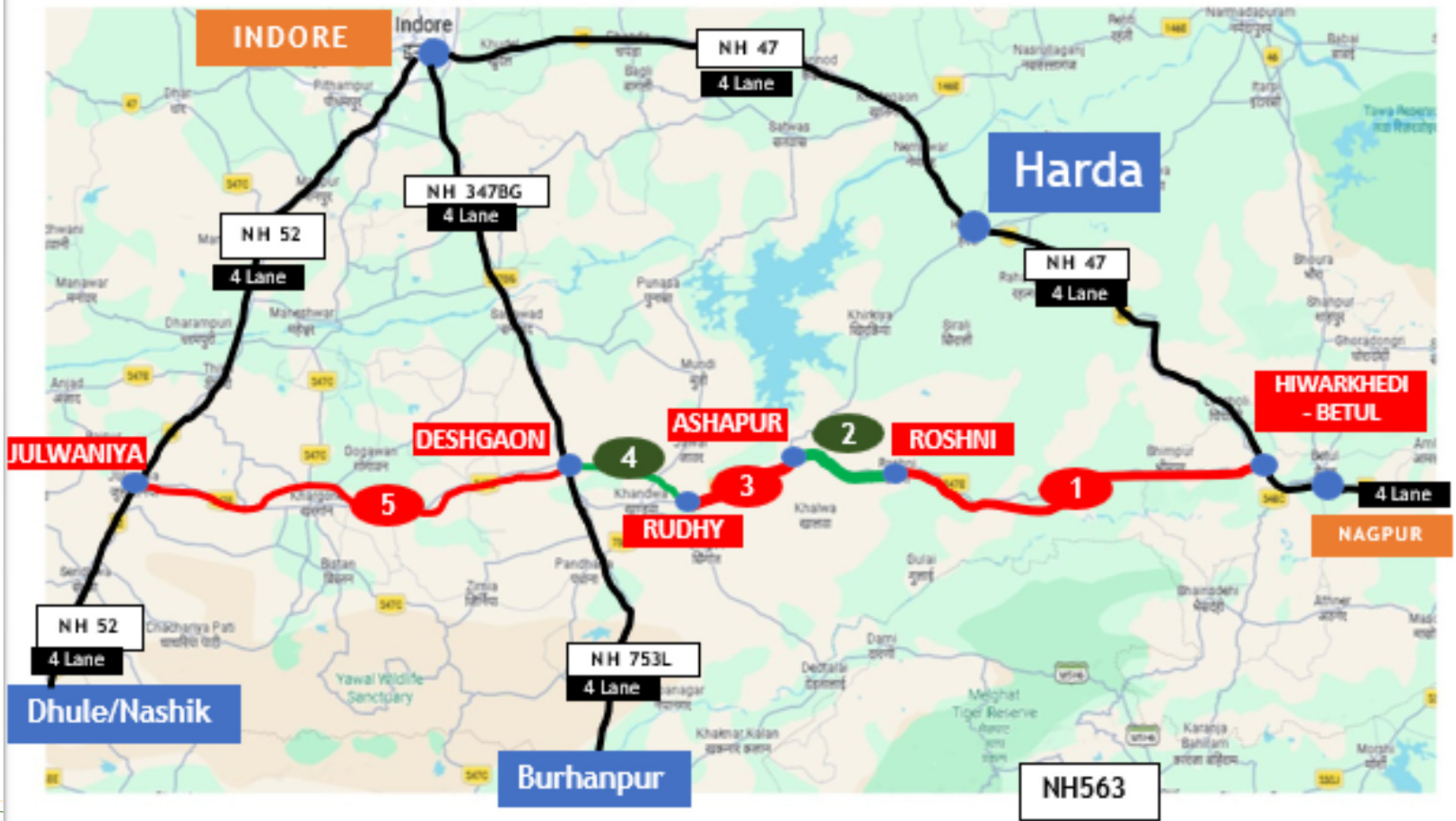
# Upgradation of NH-347B in Madhya Pradesh

Section	Total Cost	Total Length	PPP Model
<b>2-laning+PS of Hiwarkhedi–Roshni &amp; Ashapur–Rudhy</b>	Rs 1,791 Cr	125 km	HAM
<b>4-laning of Deshgaon-Julwaniya</b>	Rs 2,624 Cr	109 km	HAM

# Regional connectivity of proposed project



# Connectivity route of Betul-Khandwa-Julwaniya



# Benefits

- Will **bypass major built-up areas** in Hiwarkhedi, Nanda, Chillore, Aulia, Ashapur, Rajur, Khedi, Raikhutwal, Bhamgarh, Deshgaon, Bhikangaon, Bamnala, Magriya, Khargone, Un, Talakpura, Segaon and Julwaniya
- Will **improve travel efficiency between the districts of Betul, Khandwa and Barwani in Madhya Pradesh**
- Will **strengthen access to energy corridors & thermal plants** - NTPC Khargone (1,320 MW), Satpura Thermal Plant and renewable energy generation zones in Barwani–Burhanpur (solar)
- Will **strengthen connectivity in region that produces 10% of India's soybean**

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



57 Railway projects  
**Rs 2,59,555 Cr**



35 Highway projects  
**Rs 3,62,413 Cr**



11 Metro projects  
**Rs 1,44,275 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**

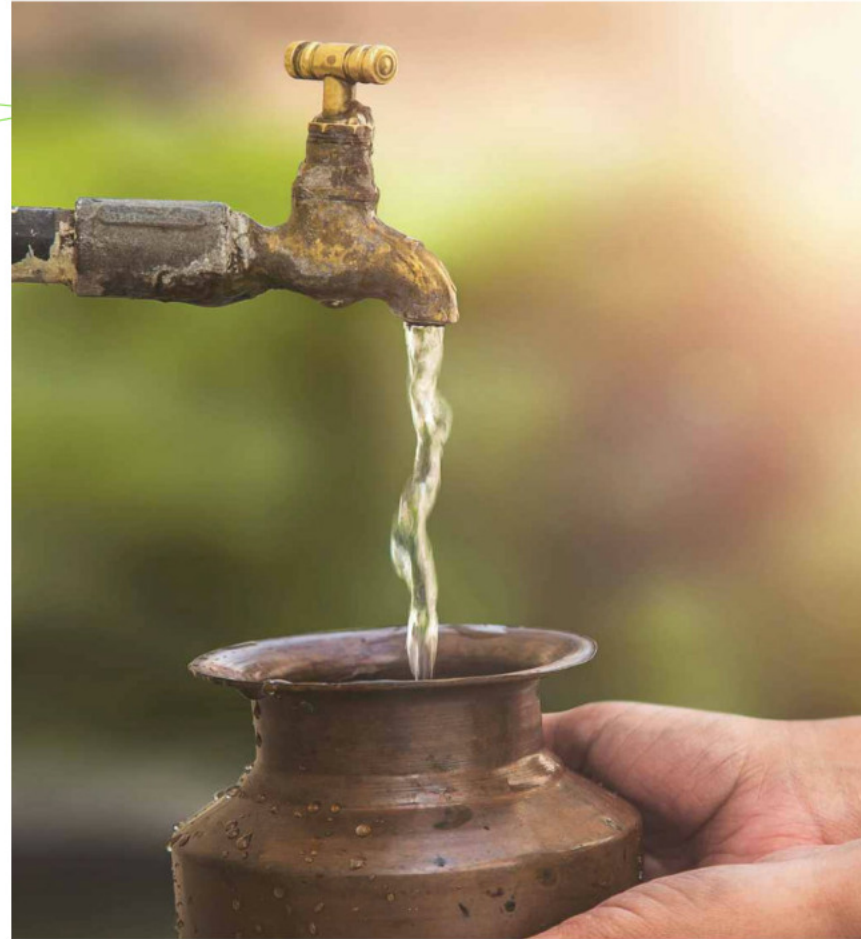


12 Industrial smart  
cities + Industrial parks  
**Rs 62,262 Cr**



PM Awaas Yojana  
**Rs 5,36,137 Cr**

# Infra decisions in NDA 3.0 (Power, smart city, housing)



Jal Jeevan Mission  
**Rs 8.7 Lakh Cr**

# Infra decisions in NDA 3.0 (Energy security)



Coal Gasification Scheme

**Rs 37,500 Cr**



**Total infra projects approved in NDA 3.0**  
**>Rs 25 Lakh Cr**



