

PLI Scheme (Tables)

Table – I

Basic Eligibility Criteria for Automotive Champions:

(a) For companies with existing presence in India or globally in the Automotive vehicle and components manufacturing business:

Eligibility Criteria	Auto OEM	Auto-Component
Global group* Revenue (from automotive and/or auto component manufacturing)	Minimum ₹ 10,000 crore.	Minimum ₹ 500 crore.
Investment	Global Investment of Group* Company(ies) in fixed assets (gross block) of ₹ 3,000 crore.	Global Investment of Group* Company(ies) in fixed assets (gross block) of ₹150 crore.

**Group Company(ies) shall mean two or more enterprises which, directly or indirectly, are in a position to:*

Exercise twenty-six percent or more of voting rights in the other enterprise;

Or

Appoint more than fifty percent of members of Board of Directors in the other enterprise. (As defined in the FDI Policy Circular of 2020)

Note: i. Above Eligibility criteria to be met based on audited financial statements for year ending March 31, 2021.

ii. A company must satisfy both the criteria to be eligible as Automotive Champions.

Table – I

(b) For new non-automotive investors that may want to participate in this scheme:

Eligibility Criteria	New Non-Automotive investors (who are currently not in automobile or auto component manufacturing business)
Global net worth	₹ 1000crorebased on audited financial statements for year ending March 31, 2021.
Committed investment in India over five year period	As per Minimum New Domestic Investment Conditions mentioned in para – (c) below.
<p>i. Non-Automotive investors can qualify for this scheme provided they present a clear business plan to invest in India and grow revenues from Advanced Automotive Technology in vehicles or Advanced Automotive Technology automotive component manufacturing.</p> <p>ii. The applicant will be eligible to claim incentive subject to meeting cumulative minimum new domestic investment to be achieved for a particular year. The applicant will also have to meet the % Year on Year growth criteria from the minimum threshold fixed from the first year.</p> <p>iii. New Non-Automotive investors will be defined as those where there is no revenue from manufacturing of Automobile or automobile components till upto 31st March 2021.</p>	

Table – I

(c) Minimum New Domestic Investment Conditions:

Cumulative New Domestic Investment Condition of Performance (₹Crore)

Cumulative new domestic investment to be achieved	Champion OEM (Except 2W & 3W)	Champion OEM 2W & 3W	Component Champion	New Non-Automotive investor (OEM)	New Non-Automotive investor (Component)
Upto or before March 31, 2023	300	150	40	300	80
Upto or before March 31, 2024	800	400	100	800	200
Upto or before March 31, 2025	1400	700	175	1400	350
Upto or before March 31, 2026	1750	875	220	1750	440
Upto or before March 31, 2027	2000	1000	250	2000	500

Note : i. New investments should be made from the same legal entity as the one applying for the incentive.

- ii. Cumulative new domestic investment made starting 1st April 2021 shall be considered under this condition.
- iii. The Applicant Company is required to meet the cumulative investment condition for each year.
- iv. Preference shall be given to eligible companies committing to front load their investment during the scheme period.
- v. In the event, any company meets the investment condition few years before the end of the scheme; it will be eligible for incentives throughout the tenure of the scheme subject to meeting other conditions of the scheme.
- vi. In case the company fails to meet the cumulative domestic investment condition in any given year, it will not receive any incentive for that year even if the threshold for determined sales value is achieved. However, it will still be eligible to receive the benefits under the scheme in the following years if it meets the cumulative domestic investment condition defined for that year.

(d) Preference will be given to eligible companies committing to front load their investment during the scheme period. Proposed investment commitment will be evaluated by calculating the Net Present Value (NPV) of the investment using the bank rate as the discounting factor.

Table –II**Incentive Slabs for Champion OEM and New Non-Automotive Investors (OEM)**

Determined Sales Value (in ₹ Crore)	Incentives (%age of Determined Sales Value)
<= 2,000	13%
> 2,000 to 3,000	14%
> 3,000 to 4,000	15%
> 4,000	16%
Cumulative Determined Sales Value of ₹10,000 Crores over 5 years	Additional 2%

Note: - i. YoY (Year on Year) growth of minimum 10% in Determined Sales Value has to be achieved, to receive incentive.

ii. For New Non-Automotive investors (who are currently not in automobile or auto component manufacturing business) eligible sales value in the base year will be taken as zero.

Table –III

Incentive slab for Component Champion and New Non-Automotive Investors
(Component)

Determined Sales Value(in ₹ Crore)	Incentives (%age of Determined Sales Value)
<= 250	8%*
> 250 to 500	9%*
> 500 to 750	10%*
> 750	11%*
Cumulative Determined Sales Value of ₹1,250 Crores over 5 years.	Additional 2%
Battery Electric vehicles & Hydrogen fuel cell vehicles components	Additional 5%

***Multiplied by a factor of 0.9 in the fifth year for eligible sales relating to Internal Combustion Engine (ICE) vehicle components.**

Note: -

- i. YoY (Year on Year) growth of minimum 10% in Determined Sales Value has to be achieved, to receive incentive.
- ii. On an annual basis, eligible Component Champions will have to separately report break up of sales value of components specific to Battery-EV and Hydrogen fuel Cell vehicle components produced in India as defined in the guidelines.
- iii. For New Non-Automotive investors (who are currently not in automobile or auto component manufacturing business) eligible sales value in the base year will be taken as zero.

Table –IV**Minimum Determined Sales Value**

Year	Minimum Determined Sales Value (in ₹ Crores)	
	Champion OEM Scheme	Component Champion Scheme
Year 1	125	25

- Base Year: Financial Year 2019-20 (not applicable for New Non-Automotive investors).
- For New Non-Automotive investors (who are currently not in automobile or auto component manufacturing business) eligible sales value in the base year will be taken as **zero**.
- New Non-Automotive investors and those OEMs/Component Manufacturers who have **NIL** eligible sales value in the base year, **have to achieve Determined Sales Value for the first year**.
- **YoY growth in Determined sales value of minimum 10% has to be achieved.**
- In case the company fails to meet the threshold for determined sales value in any given year, it will not receive any incentive for that year. However, it will still be eligible to receive the benefits under the scheme in the next year if it meets the threshold of Determined sales defined for that year subject to meeting condition of Minimum New Domestic Investment for the claim year.