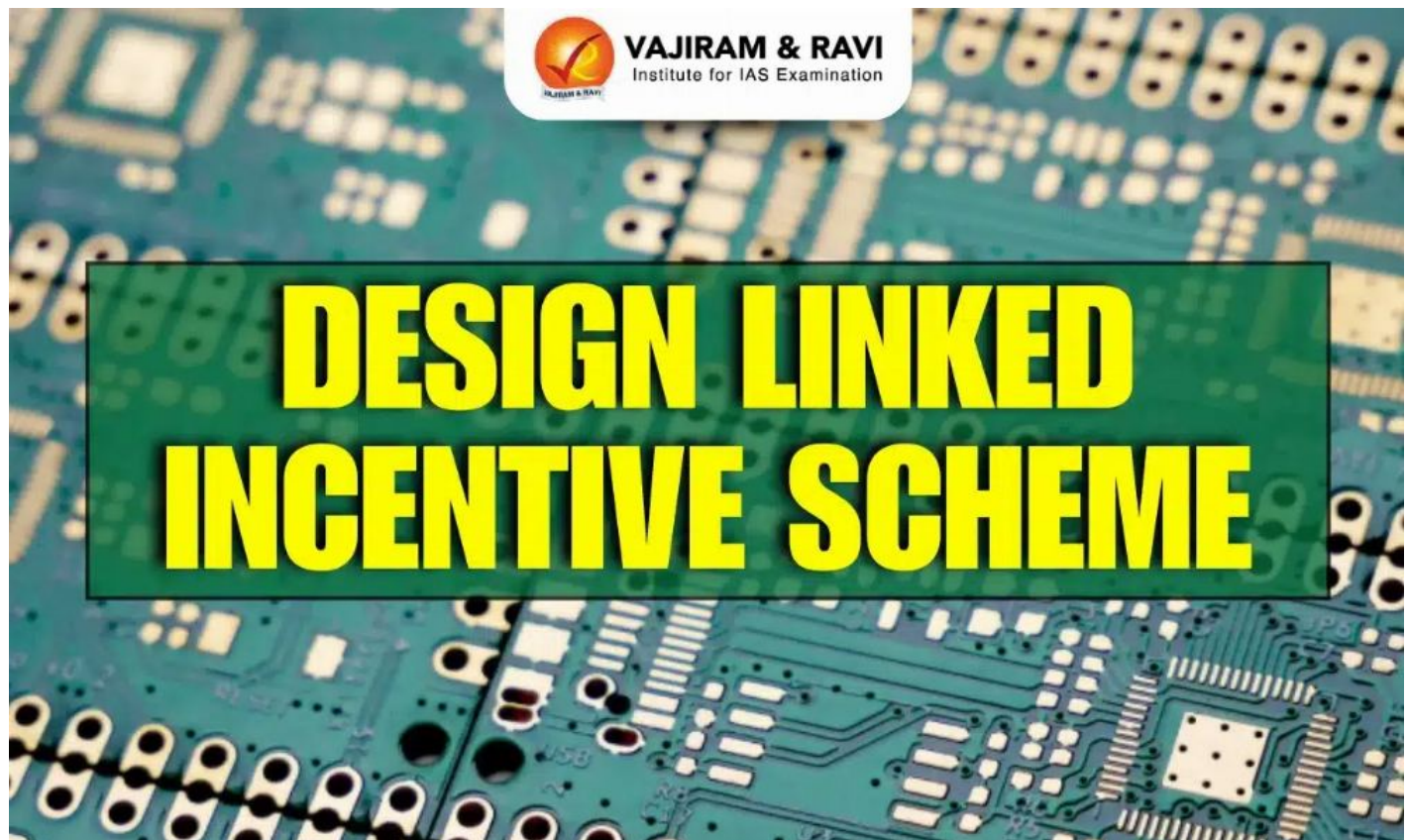


Design Linked Incentive Scheme

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Design Linked Incentive Scheme Latest News

Recently, the Union Minister said that India's design-linked incentive (DLI) scheme is showing good results.

About Design Linked Incentive Scheme

- It is a key instrument in advancing India's ambition to develop a strong **fabless capability**.
- It is implemented by the **Ministry of Electronics and Information Technology** (MeitY) under the **Semicon India Programme**.
- **Aim:** The scheme aims to **reduce import dependence**, strengthen supply chain resilience, and enhance domestic value addition.
- **Eligibility:** **Start-ups and MSMEs** are eligible for financial incentives and design infrastructure support for semiconductor product design & deployment.
- Other domestic companies are eligible for financial incentives for deploying semiconductor designs.
- **The DLI Scheme supports:** Semiconductor design across the full lifecycle—from design and development to deployment—covering Integrated Circuits (ICs), chipsets, Systems-on-Chip (SoCs), systems and IP cores.

- **Nodal Agency:** C-DAC (Centre for Development of Advanced Computing).

Financial Incentives and Design Infrastructure Support under DLI

- **Product Design Linked Incentive**

- Reimbursement of up to 50% of eligible expenditure.
- The reimbursement is **capped at ₹15 crore per application.**
- The support is available to entities involved in semiconductor design for: Integrated Circuits (ICs) Chipsets Systems on Chips (SoCs) Systems & IP Cores Semiconductor-linked designs.

- **Deployment Linked Incentive**

- Incentives of **6% to 4%** of net sales turnover are provided **for five years.**
- The incentive is **capped at ₹30 crore per application.**
- The minimum cumulative net sales required over Years 1-5 is 1 crore for startups/ ₹ MSMEs and 5 crore for other domestic companies.

Source: DD News

Source: <https://vajiramandravi.com/current-affairs/design-linked-incentive-scheme/>

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