

GOVERNMENT OF INDIA
MINISTRY OF STEEL

RAJYA SABHA
UNSTARRED QUESTION NO.1111
FOR ANSWER ON 10/02/2021

PRODUCTION-LINKED INCENTIVE SCHEME

1111. SHRI MAHESH PODDAR:

Will the Minister of Steel be pleased to state:

- (a) what positive effects Government expects to see from the Production-Linked Incentive Scheme (PLI) recently announced by the Minister of Steel;
- (b) whether Government believes encouraging exports from the steel sector will benefit smaller producers of steel and related down stream products;
- (c) what products firms must make to participate in the Production-Linked Incentive Scheme; and
- (d) whether Government believes this step will help diffuse the ongoing pricing crisis in the domestic steel market?

ANSWER

THE MINISTER OF STEEL

(SHRI DHARMENDRA PRADHAN)

(a)to(d): Government has approved inclusion of 'Specialty Steel' under the Production Linked Incentive (PLI) Scheme with a 5-year financial outlay of Rs 6322 Cr to promote the manufacturing of 'Specialty Steel' within the country by attracting capital investment, generate employment and promote technology up-gradation in the steel sector. This would help in improving availability of 'Specialty Steel' in the country by making the country Atmanirbhar in meeting the domestic demand. In a deregulated, open market scenario, domestic steel price is determined by market forces of demand and supply, trends in prices of raw materials and is also influenced by global steel trade conditions.
