

Phased Manufacturing Programme (PMP) to Promote Indigenous Manufacturing of Electric Vehicles, and Its Assemblies/Sub-Assemblies and Part/Sub-Parts/Inputs of the



Date of Notification 6 March, 2019Nodal Agency Department of Heavy Industry, Government of IndiaDownload the <u>policy</u>

## **Key Objectives**

- Promote domestic manufacturing of indigenous electric vehicles (EVs), their assemblies/sub-assemblies, and parts/sub-parts
- Increase the domestic value addition and capacity building, and create employment opportunities
- Enable manufacturers in the sector to plan their investments for the establishment of robust indigenous EV supply chain in India

## Proposed basic custom duty (BCD) on EVs, its assemblies/sub-assemblies, and parts/sub-parts/inputs of the sub-assemblies:

Item description		Current BCD w.e.f. 30/01/2019	Proposed BCD	Proposed date of PMP
CBU	<ul><li>Bus (HS 8702)</li><li>Trucks (HS 8704)</li></ul>	25% 50%	Applicable from April 2020	
Semi Knocked Down (SKD)	<ul><li>Passenger Vehicles (PV) (HS 8703)</li><li>Three-Wheelers (3W) (HS 8703/8704)</li></ul>	15%	30%	onwards
	<ul><li>Two-Wheelers (2W) (HS 8711)</li><li>Bus (HS 8702)</li><li>Truck (HS 8704)</li></ul>	15%	25%	
Completely Knocked Down (CKD)	<ul> <li>PV (HS 8703)</li> <li>Two-Wheelers (2W) (HS 8711)</li> <li>Three-Wheelers (3W) (HS 8703/8704)</li> <li>Bus (HS 8702)</li> <li>Truck (HS 8704)</li> </ul>	10%	15%	
Lithium-ion cells (HS 85076000) for use in the manufacture of lithium-ion accumulators for EVs		5%	10%	Applicable from April 2021 onwards
Battery packs (HS 8507) for use in the manufacture of EVs		5%	15%	
Parts for use in the manufacture of EVs like AC or DC charger, AC or DC motor, AC or DC motor controller, Power control unit (inverter, AC/DC converter, condenser), Energy monitor, contactor, Brake system for recovering, Electric compressor		0%	15%	_

For information on the effective date of indigenisation of electric/hybrid (xEV) parts to avail incentives under FAME Phase-II, refer to the <u>PMP for xEV for eligibility under FAME India Scheme Phase-II–Revision of–Regarding</u>.

