



Union Budget 2024
Fuelling India's
transformation

Manufacturing



Manufacturing

Skill development, employment generation and domestic manufacturing

- **Employment Linked Incentives announced under 3 schemes:**
 - Scheme A: Direct benefit transfer for one month salary to first time employees
 - Scheme B: Incentives to both employers and employees with respect to EPF contribution in the first 4 years of employment
 - Scheme C: Reimbursement to employers up to INR 3,000 per month for 2 years towards EPF contribution for each additional employee
- **Productivity and Resilience in Agriculture:** Major upgrades planned for Agri sector with INR 1.52 lakh crore allocation – public digital infrastructure, R&D boost, support for aquaculture
- **Benefits to MSMEs :**
 - Credit Guarantee Scheme for MSMEs in the manufacturing sector
 - New assessment model for MSME credit
 - Credit support to MSMEs during stress period
- Impetus on Make in India reflected by customs duty rate changes (textiles, telecom, food processing, minerals, green energy)
- **Custom duty:** Reduction in customs duty rate on cellular devices and their accessories or components

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Custom duty changes – Key items

Description of goods	Up to 23 July 2024	From 24 July 2024
Minerals and metals		
Antimony, Beryllium, Cobalt, Copper, Lithium and others	Applicable Rate	NIL
Natural Graphite, Artificial Graphite, quartz and Sulphur Dioxide	Applicable Rate	2.5%
Platinum and Palladium used in the manufacture of noble metal solutions, noble metal compounds and catalytic convertors	7.5%	5%
Electronic goods and Equipment		
Cellular mobile phone	20%	15%
PCBA of cellular mobile phone		
Charger/ adapter of cellular mobile phone	20%	15%
PCBA of specified telecom equipment	10%	15%
Green Energy		
Specified capital goods for use in manufacture of solar cells and modules	Applicable Rate	Nil
Textile and Leather Sector		
MDI for manufacture of spandex yarn	7.5%	5%
Real Down Filling material from duck or goose for use in manufacture of textile or leather garments for export	30%	10%