

Nod for Kaynes Semicon's ₹3,300-crore facility at Sanand

The Cabinet on Monday approved the proposal of Kaynes Semicon Pvt Ltd to set up a semiconductor unit in Sanand, Gujarat at an investment of ₹3,300 crore and the facility will have a capacity of 60 lakh chips per day.

"The chips produced in this unit will cater to applications which include segments such as industrial, automotive, electric vehicles, consumer electronics, telecom and mobile phones," the government said.

Last week, *businessline* had reported that the government may approve fresh applications for the semiconductor manufacturing and its related components, soon.

NEW PROJECTS

The government had halted the processes due to the elections in the recent months. Sources also added that some new projects would also be announced in the upcoming Semicon India to be held between September 11 and 13, which will be inaugurated by

the Prime Minister Narendra Modi. The programme for development of semiconductors and display manufacturing ecosystem in India was notified on December 21, 2021 with a total outlay of ₹76,000 crore. In June 2023, the Cabinet had approved the first proposal to set up a semiconductor unit in Sanand.

And, in February this year, three more semiconductor units were approved. Tata Electronics is setting up a semiconductor fab in Dholera, Gujarat and one semiconductor unit in Morigaon, Assam. Similarly, CG Power is setting up one semiconductor unit in Sanand.

Addressing reporters after the Cabinet meeting, Ashwini Vaishnaw, Minister of IT, said that a complete semiconductor ecosystem is coming up in India under the India Semiconductor Mission, and promised that the country will take a long-term view of this "foundational" sector and increase the outlay, as needed.