

# Government invites proposals for display fab units

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**In News:** Recently, the Ministry of Electronics and IT (MeitY) has invited expressions of interest by companies who wish to set up a display fabrication unit in India.

## Companies and consortium to set up fabrication, or FAB

### Eligibility Criteria

#### Technology

- An applicant must possess relevant IP and technology for setting up and operating a Display FAB.
- In case of a consortium / joint venture, this criterion may be satisfied by one or more partner companies.

#### Operational Experience

- An applicant should have at least five (5) years of experience in running a commercial Display FAB facility.
- In case of a consortium / joint venture, this criterion may be satisfied by one or more partner companies.

#### Submission of Expression of Interest (EoI) proposal

The EoI proposal may be submitted in the form of a Preliminary Project Report (PPR) detailing out the following:

- **Proposed Location**
- **Land, Water and Power requirement**
- **Technology Specifications:** Proposed process technology(ies) like LCD / OLED / AMOLED / QLED, Generation of the proposed Display FAB.
- **Operational Details:** Proposed Panel manufacturing

capacity/month, ramp-up timeline, and management structure.

- **Financial Details:** Proposed investment, sources of funding and ownership structure; projected P&L Statement, and key financial indicators (IRR, ROI, ROCE, EBIDTA and NPV with and without expected government support).
- **Support desired from the Government of India:** Grant-in-Aid (GIA), Viability Gap Funding (VGF) in the form of Equity and / or Long-Term Interest Free Loan (LIFL), tax incentives, infrastructure support, requirement of regulatory waivers etc.
- **Support desired from the State Government:** Capital subsidy support, extent, value, and nature of land; availability and cost of provisioning water; and power tariff.
- **Human Resources:** Requirement of trained manpower and feasibility / potential modalities / support for development of talent leveraging Indian Universities.
- **Capital Goods:** Requirement of New / Refurbished Capital Goods (Plant, Machinery, Utilities, etc.)
- **Raw Material:** Details regarding sourcing of Raw Materials with a road map for developing the raw material manufacturing ecosystem in India.
- **R&D Support:** Desired support for R&D and proposed mechanisms; Possible Indian R&D Counterpart or prospective agencies / organizations for research (if any).
- **Market Feasibility:** Availability of market for Display FAB output, proposal for keeping the display fab loaded to work at optimum capacity to serve the market.

### **In case of a consortium of partners**

- Details need to be provided for each partner.
- An entity which owns the technology (process and product being proposed) can be termed as the Principal

Technology Partner in such a consortium.