₹145.7cr assistance for semiconductor project cleared

TIMES NEWS NETWORK

Lucknow: The state cabinet on Wednesday approved the transfer of Rs 145.71 crore to UP Electronics Corporation Ltd to facilitate the timely release of financial assistance to India Chip Pvt Ltd under the Uttar Pradesh Semiconductor Policy, 2024.

CHIP PUSH

The amount represents the state govt's estimated contribution towards the company's capital subsidy for the current financial year.

The Centre's contribution is estimated at Rs 242.85 crore. The funds will be transferred to the corporation, which will facilitate the release of the state's assistance to the investor.

According to the proposal, the investor will have to obtain the Centre's approval before the state releases its share. The company is expected to receive the central assistance within 13 working days of approval, followed by the state's contribution within seven working days.

The project is expected to generate around 3,780 jobs, including 780 direct and 3,000 indirect jobs.

The govt said timely financial support would help ensure the project's implementation and strengthen UP's semiconductor manufacturing ecosystem.

The move is also expected to contribute to India's efforts to achieve self-reliance in semiconductor products and boost the state's economy.