

Threshold and Ceiling Limits

1. Ceiling Limits for the Design Infrastructure Support under the Scheme

- 1.1 Reimbursement of up to ₹30 Lakh per application for MPW fabrication of design and post-silicon validation activities.
- 1.2 Access to national EDA Tool grid and IP Core repository.

Application details for seeking support for the Design Infrastructure to be setup under the Scheme will be issued separately.

2. Ceiling Limits for availing the Product Design Linked Incentive (P-DLI) under the Scheme

Milestones linked reimbursement of up to 50% of the eligible expenditure subject to a ceiling of ₹15 Crore per application for designing semiconductor goods indicated under Target Segment and making them ready to be demonstrated in operational environment and volume production.

3. Threshold amount for availing the Deployment Linked Incentive (DLI) under the Scheme

Reimbursement of 6% to 4% of net sales of designed semiconductor goods over 5 years subject to a ceiling of ₹30 Crore shall be made per application.

- 3.1 Following is the rate of incentive to be reimbursed on the net sales of designed semiconductor goods within the scope of the proposal submitted by the Applicant from Financial Year 2022-23 onward:

Target Segment	Threshold amount of Net Sales to be made by Applicant	Rate of incentive on Net Sales
Sale of Semiconductor designs for Integrated Circuits (ICs), Chipsets, System of Chips (SoCs), Systems or IP Cores and semiconductor linked designs.	(i) ₹1 Crore from Year 1 to Year 5 for Startup & MSME (ii) ₹5 Crore from Year 1 to Year 5 for domestic companies other than Startup & MSME.	Year 1: 6% Year 2: 6% Year 3: 5% Year 4: 5% Year 5: 4%

- 3.2 The claims for Deployment Linked Incentive may be submitted after the end of each Financial Year.
- 3.3 An applicant must meet threshold criteria to be eligible for disbursement of incentive for the year under consideration.
- 3.4 In case the Net sales does not meet threshold amount for any given year, the applicant shall not be eligible for incentive in that particular year. However, the applicant will not be restricted from claiming incentive in subsequent years during the tenure of the Scheme, provided threshold criteria are met for such subsequent years.