

Dated: 31<sup>st</sup> August 2021

**Additional Clarifications for queries from prospective applicants**

**1. Establishment of Net worth**

For establishing the net worth (as defined in clarification no 13 of “Responses to Pre-Submission Queries for IFA under the PLI Scheme” released on August 10, 2021), the Applicant mandatorily needs to submit a certificate from its Statutory Auditor, along with necessary supporting documents as per IFA.

**2. Infusion of equity/funds**

In case the Applicant is a foreign entity or Applicant is using commitment letter(s) from an entity towards establishment of net worth, the equity/ funds shall be infused in the Applicant Company/ SPV within 120 days from the LoA.

For all the other cases, the equity/fund infusion in SPV can be done as per operational requirement of projects.

**3. Submission of Construction Plan/ Pert chart & other related documents**

The successful applicants will be allowed to submit the documents pertaining to construction plan, pert chart, approvals/ clearances, employment generation at time of acceptance of LOA. Further statutory details related to SPV can be submitted on formation of SPV as per timelines of IFA.

**4. Formation of SPV for the project:**

It is reiterated that The Applicant company is required to form a new (or utilize existing) Special Purpose vehicle (SPV) exclusively for setting up of the manufacturing facility after the issue of Letter of Award by IREDA, in case of application not being made by SPV itself.

**5. Location**

The location of the project is indicative/tentative and may be changed till 90 days from issue of LOA. After expiry of the 90 day period from the date of LOA, location can only be changed with prior approval of MNRE/IREDA.

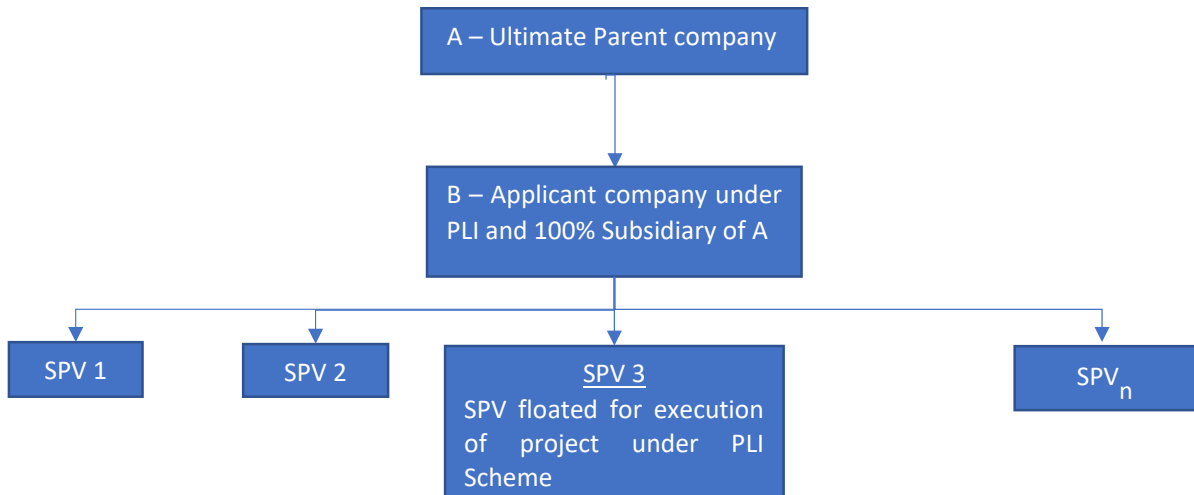
**6. Board Resolution**

Corrigendum 6 for board resolution is being issued.

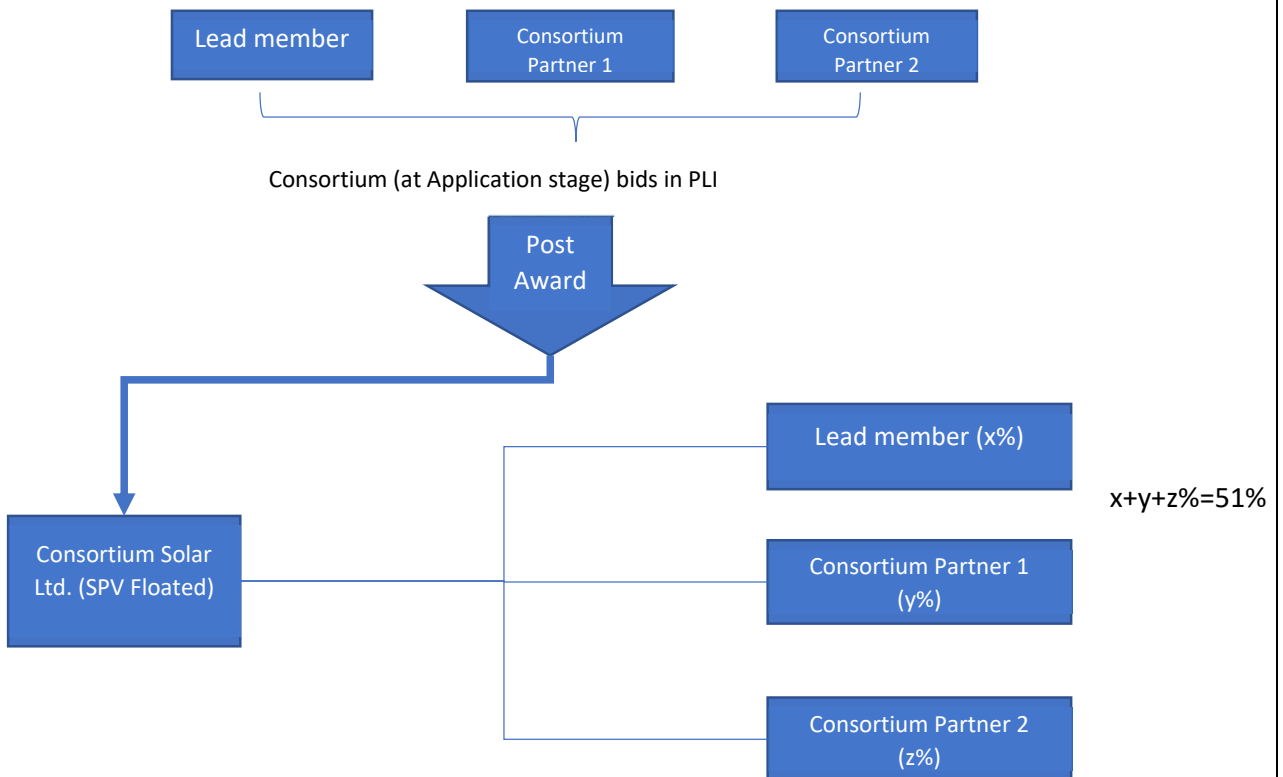
## 7. Few Plausible Structures for application under the PLI scheme

- **With credentials of ultimate Parent**

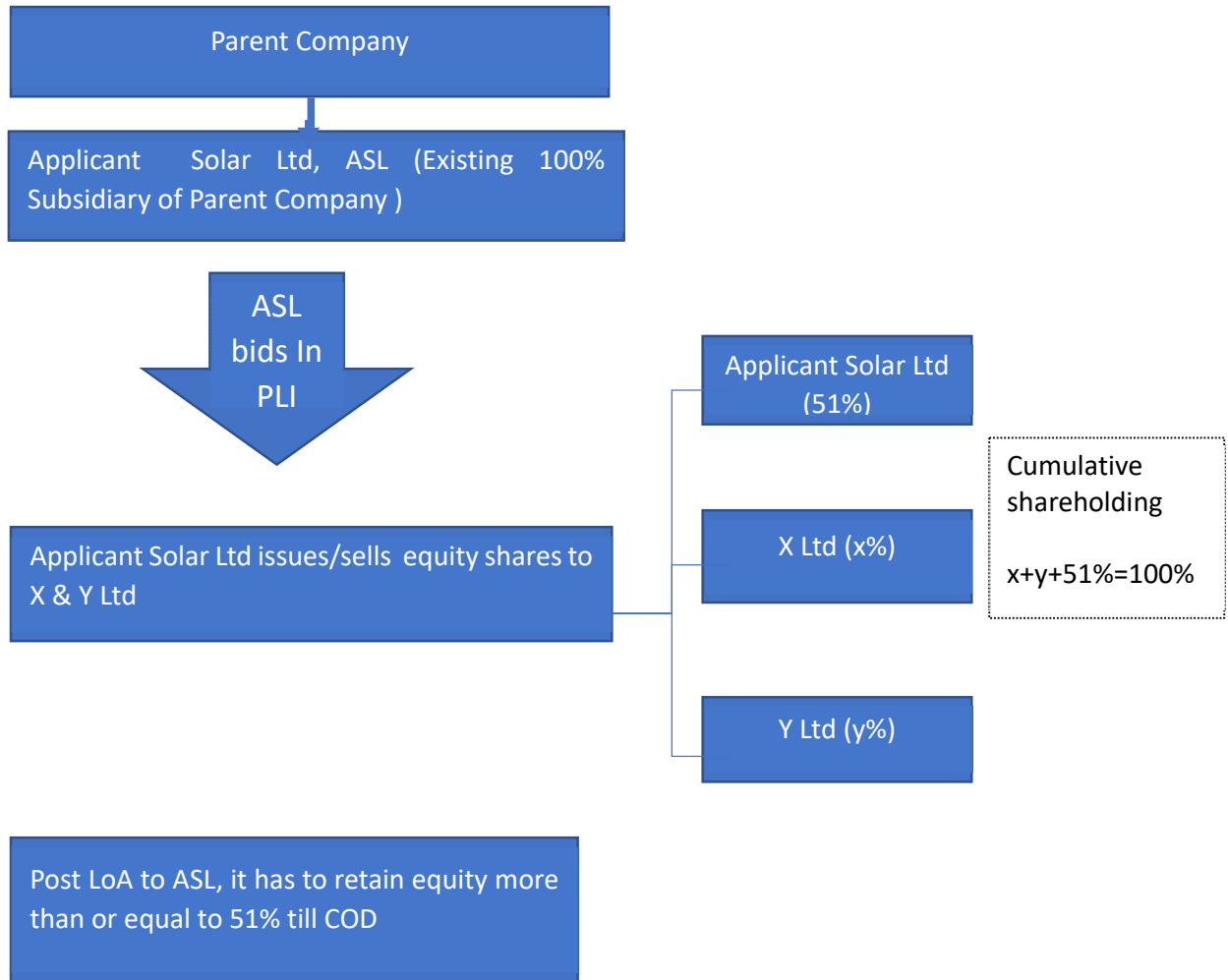
The Financials of Ultimate Parent can be utilised to meet Net worth and other financial criteria under the PLI Scheme with indicative structure as below:



- **As Consortium (SPV Formation Post Award of PLI)**



- **Applying through existing SPV**



P.S: Original Applicant shall hold minimum 51% in any new SPV so formed for manufacturing under PLI scheme