PM MITRA TEXTILE PARK : ECONOMY

NEWS: Madhya Pradesh gets approval for Rs 2,100 crore PM MITRA textile park project

WHAT'S IN THE NEWS?

Madhya Pradesh's ₹2,100 crore PM MITRA Textile Park in Dhar aims to revolutionize India's textile manufacturing by offering integrated infrastructure, sustainability features, and employment generation. The park is part of a broader national mission to position India as a global textile hub under the PM MITRA scheme.

Context: Approval for PM MITRA Textile Park in Madhya Pradesh

- The Government of India has formally approved the **PM MITRA Textile Park in Bhainsola village, Dhar district**, Madhya Pradesh, with an investment outlay of ₹2,100 crore.
- This is part of the broader **PM MITRA Scheme**, aimed at building **world-class**, **integrated textile parks** to enhance India's competitiveness in global textile manufacturing.

1. About the PM MITRA Scheme (2021–2028)

- Full Form: Mega Integrated Textile Region and Apparel scheme.
- Vision: Inspired by PM Narendra Modi's **5F** Vision *Farm to Fiber to Factory to Fashion to Foreign*.
- Duration: Implemented from 2021-22 to 2027-28.
- Objective:
 - Develop world-class textile infrastructure.
 - Reduce logistics costs and improve efficiency.
 - Position India as a **global textile hub**.
 - Enable integrated manufacturing across the textile value chain at a single location.

2. Features of PM MITRA Textile Parks

- Integrated Value Chain: Parks will house processes from spinning to garmenting and even value-added services like printing and dyeing.
- Infrastructure Components:
 - Incubation centers for startups.

- Developed factory sites with plug-and-play facilities.
- Roads, power and water infrastructure.
- Common Processing Facilities including effluent treatment and testing labs.
- Worker housing complexes for ease of access and productivity.
- **Green energy infrastructure** solar and eco-friendly systems.
- Greenfield vs Brownfield:
 - Greenfield: Built from scratch on undeveloped land (e.g., Bhainsola in MP).
 - **Brownfield**: Built on land with some existing infrastructure needing further development.
- **Project Execution**:
 - Managed by a Special Purpose Vehicle (SPV) jointly owned by the Centre and State Government.
 - The SPV is a separate legal entity responsible for park development, management, and investment coordination.

3. Financial Support under PM MITRA

- Development Capital Support (DCS):
 - Up to ₹800 crore for Greenfield parks.
 - Up to ₹500 crore for Brownfield parks.
- Competitive Incentive Support (CIS):
 - Up to ₹300 crore per park to encourage early operationalization and scaling.
- Commercial Development:
 - **10% of land** within the park may be used for **commercial activity** to improve financial sustainability.

4. Madhya Pradesh PM MITRA Park – Specifics

- Location: Bhainsola village, Dhar district, near Indore.
- Land Area: Spread across 2,100 acres.
- Strategic Advantage:
 - Proximity to **Pithampur Industrial Cluster**.

- Well-connected to the **Delhi-Mumbai Expressway** for faster logistics and exports.
- Infrastructure Highlights:
 - Zero Liquid Discharge (ZLD) 20 MLD plant to support sustainable water recycling.
 - Solar-powered energy unit to promote green manufacturing.
 - Plug-and-play factory units to reduce entry barriers for businesses.

5. Approved PM MITRA Parks in India (7 Total)

| State | Location |
|----------------|-----------------------|
| Madhya Pradesh | Bhainsola, Dhar |
| Tamil Nadu | Virudhunagar |
| Maharashtra | Amravati |
| Gujarat | Navsari |
| Uttar Pradesh | Lucknow-Hardoi region |
| Telangana | Warangal |
| Karnataka | Kalaburagi |

6. Significance of PM MITRA for India's Economy

- Reduces production cost by creating integrated value chains and shared services.
- **Boosts employment**, especially for women and rural youth in Tier-II/III areas.
- Encourages MSME participation through ready-to-use facilities and common services.
- Speeds up manufacturing timelines for domestic and export markets.
- Improves logistics by placing parks near transport corridors and industrial zones.
- Enables Make in India, Skill India, and Aatmanirbhar Bharat goals in textiles.

7. Current Status and Contribution of the Indian Textile Industry

- **GDP Contribution**: 2.3% of India's GDP.
- Industrial Output: 13% of India's total industrial production.

- Exports:
 - ₹34.4 billion in 2023–24.
 - **Apparel**: 42%
 - **Raw/semi-finished materials**: 34%
 - Non-apparel finished goods: 30%
- Employment:
 - Over 45 million people directly employed.
 - Second-largest employment generator after agriculture.
 - Strong presence of women workers and rural employment.
- Annual Garment Production: 22,000 million pieces.
- Projected Market Size by 2030: From US\$ 174 billion → US\$ 350 billion.

Conclusion

- The approval of the PM MITRA Park in Madhya Pradesh marks a **transformational step** in India's textile infrastructure development.
- By integrating sustainability, scale, and industry readiness, the park is expected to attract investments, create employment, and position India as a leading textile exporter globally.

Source: <u>https://economictimes.indiatimes.com/industry/cons-products/garments-/-</u> textiles/madhya-pradesh-gets-approval-for-rs-2100-crore-pm-mitra-textile-parkproject/articleshow/120607881.cms