GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY (DEPARTMENT OF COMMERCE)

LOK SABHA UNSTARRED QUESTION NO. 277 ANSWERED ON 22.07.2025

SEZ Norms

277. SHRI BAIJAYANT PANDA:

Will the Minister of COMMERCE AND INDUSTRY (वाणिज्य और उद्योग मंत्री) be pleased to state:

- (a) whether the Government has reduced the minimum plot size for Special Economic Zone units that manufacture semi-conductors or electronic parts;
- (b) if so, the reasons therefor:
- (c) whether the Government allows such semi-conductor units to also supply to the rest of India, apart from exporting; and
- (d) if so, the details thereof along with the tax rate and suits applicable.

ANSWER

वाणिज्य और उद्योग मंत्रालय में राज्य मंत्री (श्री जितिन प्रसाद) THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI JITIN PRASADA)

- (a) to (b): In order to facilitate establishment of manufacturing facilities in semiconductors and electronics components, Rule 5 of the Special Economic Zone Rules, 2006 has been amended vide notification G.S.R. 364(E) dated 3rd June, 2025 to reduce the requirement of minimum contiguous land area to 10 Hectares from 50 Hectares for setting up of Special Economic Zones (SEZs) exclusively for manufacturing semiconductors or electronic components.
- **(c) to (d)**: As per Section 30 of the Special Economic Zone Act, 2005, SEZ Units, including semiconductor units, are allowed to supply their products to the Domestic Tariff Area in the country by paying the applicable duties of customs including antidumping, countervailing and safeguard duties under the Customs Tariff Act, 1975, where applicable, as leviable on such goods when imported.
