MINISTRY OF TEXTILES

Textiles PLI gets Round 4 terms and runs to FY 2033-34

Textiles Ministry sets Round 4 PLI terms: Rs. 150 crore or Rs. 50 crore investment, Rs. 600 crore or Rs. 100 crore turnover, 15% to 7% incentive, to FY 2033-34.

THE MINISTRY OF TEXTILES issued notification F. No. 12014/01/2024-MMF(Part-I), dated October 28, 2026, on the partial modification of the Production Linked Incentive (PLI) Scheme for Textiles. It appears in the Gazette of India, Extraordinary, Part I, Section 1, No. 330, dated October 28, 2026, and went online on October 31, 2026 (CG-DL-E-31102026-277567). It is issued in continuation of the Ministry's Notification No. 12015/03/2020-IT dated September 24, 2021 and its amendments, "to address the genuine hardships arising during the course of implementation of the Scheme." It comes into force from the date of its issuance and is signed by Manisha Chatterjee, Joint Secretary.

KEY FACTS

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Notification F. No. 12014/01/2024-MMF(Part-I), "Partial modification of the Production Linked Incentive (PLI) Scheme for Textiles"



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For Round 4 applicants only, Part I is open to any person, including a firm or company, willing to invest at least Rs. 150 crore in plant and machinery, equipment and civil works, excluding land and administrative building cost, to make products of notified lines. A participant earns incentive once its turnover from making and selling the notified products reaches Rs. 600 crore; both conditions must be met. The incentive is 15% of turnover in performance year 1 in the notified lines of MMF (man-made fiber) and technical textiles, falling by 1% a year to 11% in year 5. Part II needs Rs. 50 crore of investment and Rs. 100 crore of turnover, with 11% in year 1 falling to 7% in year 5.

In both parts, incentive after year 1 needs a minimum additional incremental turnover of 10% over the preceding year's, up to year 5, and only sales through the normal banking channel count. Participants of Rounds 1, 2 and 3, in any part, that have not claimed or received any incentive may apply under Round 4 if they withdraw their existing applications. For them, investment made from September 24, 2021, the scheme's start, to March 31, 2026 counts at actual cost toward eligible investment if no production or turnover has started from it. If it has, the capitalized assets are charged depreciation from April 1, 2026 to March 31, 2027, at Companies Act 2013 rates. This does not apply to new applicants.

For Round 4 participants, the scheme is valid up to FY 2033-34. FY 2026-27 and FY 2027-28 are the gestation period, FY 2028-29 to FY 2032-33 are performance years 1 to 5, and each year's incentive is claimed in the following year, the last in FY 2033-34. The notification says detailed operational guidelines with these changes will be issued in due course.

The October 28, 2026 notification does not list the products in the notified lines, gives no application window and states no budget for Round 4. It does not state the investment, turnover or incentive terms that applied in Rounds 1 to 3.

A later notification adds products to the scheme's list of technical textiles. The Ministry of Textiles' notification F. No. 12015/03/2022-TTP, dated November 13, 2026, appears in the Gazette of India, Extraordinary, Part I, Section 1, No. 341 of the same date and went online on November 18, 2026 (CG-DL-E-18112026-277995). It notifies "additional Technical Textiles

Products under the PLI scheme" in Annexure III, the List of Technical Textiles Products, in continuation of Notification No. 12015/03/2020-IT of September 24, 2021 and its amendments of June 9, 2023, October 9, 2024 and February 24, 2025.

Under segment 2, Agro-textiles, it adds turf protection nets (HSN code 56031400). Under segment 7, Protective Textiles (other than defence textiles), it adds fire retardant fabrics under 27 HSN codes ending in -FR: woven fabrics of cotton (5212), woven fabrics of synthetic staple fibres (5512 to 5515), woven fabrics of artificial staple fibres (5516) and knitted or crocheted fabrics (6004 and 6006). It is signed by Manisha Chatterjee, Joint Secretary. It does not say which round the added products apply to.

Issued by	Ministry of Textiles
Document	Notification F. No. 12014/01/2024-MMF(Part-I), "Partial modification of the Production Linked Incentive (PLI) Scheme for Textiles"
Dated	October 28, 2026
Published	Gazette of India, Extraordinary, Part I, Section 1, No. 330, October 28, 2026; online October 31, 2026
Gazette ID	CG-DL-E-31102026-277567
Modifies	Notification No. 12015/03/2020-IT dated September 24, 2021, the PLI Scheme for Textiles, and its amendments
Applies to	Round 4 applicants, including Round 1 to 3 participants that move to Round 4
Takes effect	From the date of its issuance; the notification is dated October 28, 2026
Part I	Minimum investment Rs. 150 crore; minimum turnover Rs. 600 crore; incentive 15% in year 1 to 11% in year 5
Part II	Minimum investment Rs. 50 crore; minimum turnover Rs. 100 crore; incentive 11% in year 1 to 7% in year 5
Investment counted	Plant and machinery, equipment and civil works, excluding land and administrative building cost
Incentive after year 1	On a minimum additional incremental turnover of 10% over the preceding year, up to year 5
Sales counted	Only sales transacted through the normal banking channel
Products	Notified lines of MMF and technical textiles

Moving to Round 4	Round 1 to 3 participants that have not claimed or received any incentive, on withdrawing their existing applications
Earlier investment of those moving	September 24, 2021 to March 31, 2026: at actual cost if no production or turnover has started from it; otherwise depreciation from April 1, 2026 to March 31, 2027, at Companies Act 2013 rates
Scheme period, Round 4	Valid up to FY 2033-34; gestation FY 2026-27 and FY 2027-28; performance years FY 2028-29 to FY 2032-33
Guidelines	Detailed operational guidelines to be issued in due course
Application window (PIB release)	November 1, 2026 to December 31, 2026, on https://pli.texmin.gov.in, as PIB release ID 2329667 of October 28, 2026 states; the notification gives no window
Products added	Notification F. No. 12015/03/2022-TTP, November 13, 2026 (Gazette of India, Extraordinary, Part I, Section 1, No. 341; online November 18, 2026, CG-DL-E-18112026-277995): Annexure III, List of Technical Textiles Products
Agro-textiles (segment 2)	Turf protection nets, HSN 56031400
Protective textiles (segment 7)	Fire retardant fabrics: 52121100-FR to 52121500-FR, 52122100-FR to 52122500-FR, 55121990-FR, 55122990-FR, 55129990-FR, 55132900-FR, 55133900-FR, 55142900-FR, 55159920-FR, 55159930-FR, 55159990-FR, 55169200-FR, 60049000-FR, 60062100-FR, 60062200-FR, 60062300-FR, 60062400-FR, 60063200-FR and 60063300-FR
Signed by	Manisha Chatterjee, Joint Secretary

Round 4 scheme years and incentive rates (Part I and Part II)

Year	Gestation period	Performance year	Incentive claim year	Part I incentive	Part II incentive
*	FY 2026-2027				
*	FY 2027-2028				
1		FY 2028-2029	FY 2029-2030	15%	11%
2		FY 2029-2030	FY 2030-2031	14%	10%
3		FY 2030-2031	FY 2031-2032	13%	9%
4		FY 2031-2032	FY 2032-2033	12%	8%
5		FY 2032-2033	FY 2033-2034	11%	7%

The notification (PDF, 719 KB)

Source: Gazette of India, CG-DL-E-31102026-277567.

Checked against the official copy on November 1, 2026.

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