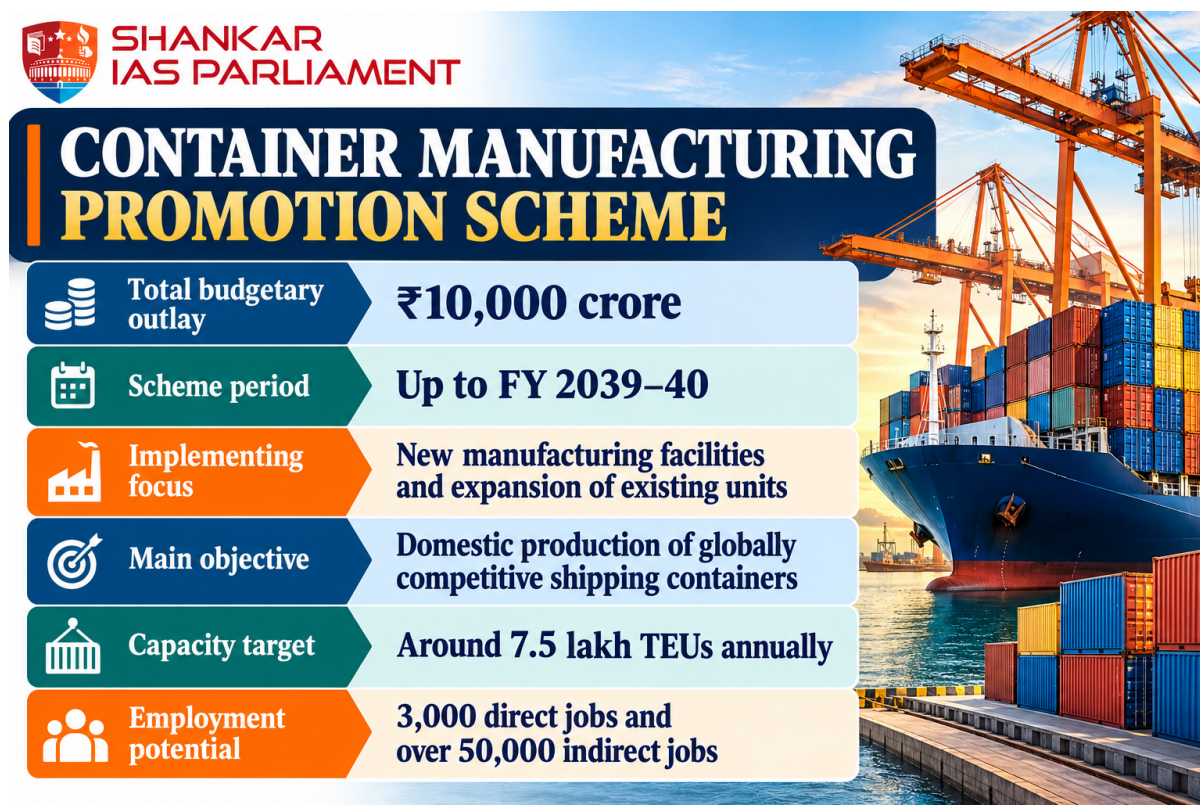


Container Manufacturing Promotion Scheme (CMPS) 2026

Prelims: *Current events of national and international importance | Government Policies & Interventions*

Why in News?

Recently, the Union Cabinet approved the Container Manufacturing Promotion Scheme (CMPS).



SHANKAR IAS PARLIAMENT

CONTAINER MANUFACTURING PROMOTION SCHEME

 Total budgetary outlay	₹10,000 crore
 Scheme period	Up to FY 2039–40
 Implementing focus	New manufacturing facilities and expansion of existing units
 Main objective	Domestic production of globally competitive shipping containers
 Capacity target	Around 7.5 lakh TEUs annually
 Employment potential	3,000 direct jobs and over 50,000 indirect jobs

- **Announced in** - Union Budget 2026-27.
- **Aim** - To establish a globally competitive container manufacturing ecosystem in India, reduce import dependence and strengthen supply-chain resilience.
- **Key Components**
- **Interest Subvention Assistance (ISA): Rs.859 crore**
 - Offers a 3% annual interest subvention on eligible term loans (capital loans).
 - Facilitates the establishment of greenfield manufacturing facilities and the expansion of existing capacity through brownfield projects.
- **Operational Expenditure Assistance (OEA): Rs.8,891 crore**
 - Offers financial assistance for containers that are manufactured in compliance with global shipping standards and sold by eligible manufacturers.

- Aims to reduce the cost differential and enhance the competitiveness of containers manufactured in India.
- **Testing and Certification Assistance: Rs.150 crore**
 - Provides support for shared testing and certification facilities.
 - Includes provisions for facilities conducting dynamic longitudinal impact testing.
- **Expected outcomes**
- **Manufacturing & Import Substitution** - Increase domestic container manufacturing capacity ten-fold to 7.5 lakh TEUs annually, reducing import dependence.

TEU – Twenty-foot Equivalent Unit

A standard unit used to measure containerised cargo capacity.

One TEU represents the capacity of a standard 20-foot shipping container.

- **Exports & Supply-Chain Resilience** - Position India as a global container export hub and strengthen maritime and logistics supply chains
- **Employment & Ancillary Industries** - Generate 3,000 direct and over 50,000 indirect jobs, supporting specialised steel, corner castings, wooden frames and paint industries.
- **Significance**
- **Industrial Growth & Employment** - Promotes domestic manufacturing and investment, creates direct and indirect jobs, and supports ancillary industries.
- **Trade & Supply-Chain Resilience** - Improves logistics competitiveness, reduces import dependence, strengthens maritime supply chains, and boosts export potential.

Reference

[PIB | Container Manufacturing Promotion Scheme](#)