

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

IT, E & C Dept - Promotions Wing – Allotment of 200 acres of land to M/s. Data Centre Holdings India LLP at Jagnadhapuram(V), Anandapuram(M), Visakhapatnam District for establishing a 486 MW Data Center and approval of tailor-made incentives for the proposed cumulative investment of INR 58,743 Crores with potential to create 1250 jobs – Orders – Issued.

INFORMATION TECHNOLOGY, ELECTRONICS AND COMMUNICATION [IT, E&C] (PROMOTIONS) DEPARTMENT

G.O.MS.No.56

Date:21.08.2026
Read the following

1. G.O.Ms.No.6 IT, E & C (Promotion) Department, Date: 14.11.2024
2. The proposal of Data Centre Holdings India LLP, dated 03.04.2026
3. APIIC-25/49/2026-PROJSEC-APIIC
4. Minutes of Consultative Committee on Information Technology and Electronics Industry (CCITEI) Meeting, held on 23.07.2026
5. Minutes of State Investment Promotion Committee Meeting, held on 24.07.2026
6. Minutes of State Investment Promotion Board Meeting, held on 12.08.2026

ORDER:

In the reference 1, the Government have issued the Andhra Pradesh Data Center Policy (4.0) 2024-29, that aims to add significant data center capacity in Andhra Pradesh during the policy period, with a focus on attracting investments in advanced data centers equipped with artificial intelligence (AI) capabilities and establishing the state as a preferred destination for large-scale data embassies and data center parks. Projects with investment commitment of more than INR 5,000 Crores and 50MW Data Center capacity are treated as Mega Projects are eligible for tailor-made incentives.

2. In the reference 2, Data Centre Holdings India LLP submitted a proposal to establish a Data Center in Visakhapatnam District, Andhra Pradesh, with a proposed investment of INR 58,743 Crores and an employment potential of 1250 jobs. The proposed capacity of the data center is 486 MW.

3. In the reference 3, the APIIC has identified 200 acres of land in Jagnadhapuram Village, Anandapuram Mandal, Visakhapatnam District, which is suitable for the proposed project. The company has requested the allotment of land at a concessional rate.

4. The Andhra Pradesh Economic Development Board (APEDB) after evaluating the proposal, recommended the proposal to the Consultative Committee on Information Technology and Electronics Industry (CCITEI). The proposal was placed before the CCITEI, in its 24th meeting, held on 23.07.2026. The CCITEI forwarded the proposal to the SIPC (State Investment Promotion Committee). The SIPC, in its 30th meeting held on 24.07.2026, approved the same to be placed before SIPB.

5. Accordingly, the proposal was placed before the State Investment Promotion Board (SIPB), in its 20th meeting, held on 12.08.2026, and the SIPB, based on the recommendations of the SIPC, decided as follows:

a) Non – Fiscal Incentives:

1. *Parking Requirements: Flexibility in parking space norms shall be offered in line with other DC projects.*

2. *Power Infrastructure Support: APTRANSCO shall facilitate the development of the Electrical Infrastructure. The cost of infrastructure shall be borne by the project proponent; ITE&C Dept shall offer incentive as part of the incentive package.*

3. *Building Specifications: Relaxation/customization of building by-laws shall be offered in line with other DC projects.*

4. *Green Power Allocation & Priority Status: APTRANSCO shall facilitate the green power allocation on a priority basis.*

5. *Water, Cooling & Environmental Infrastructure: Relaxation in norms shall be offered in line with other DC projects.*

6. *Assured Water Supply: Guaranteed water shall be provided by GVMC.*

7. *Diesel Generator (DG) Installation Permissions: Multi-level DG installations to optimize land utilization and ensure uninterrupted backup power shall be offered.*

8. *Power Trading License: shall be facilitated as per Energy Dept rules in force.*

9. *Deemed Distribution Licensee Status: shall be facilitated as per Energy Dept rules in force.*

10. *Road Access to the site: APIIC to lay the road to the site, the estimated cost of about INR 4.5 Cr. funded by ITE&C Dept.*

b) Fiscal Incentives:

1. *Land allotment of 200 acres of land at Jagnadhapuram(V), Anandapuram(M), Visakhapatnam (D) to M/s Data Centre Holdings India LLP with 25% discount on the APIIC cost with a cap of INR 30 Crore. APIIC shall allot the land duly taking possession with due procedure.*

2. *100% Reimbursement of Stamp Duty with a cap of INR 7 Crore.*

3. *Capital Subsidy at the rate of 10% of the investment in Machinery and Equipment, disbursed over 10 equal annual instalments with a cap of INR 1,800 Crore.*

4. *SGST reimbursement on construction: 100% reimbursement on the Net SGST accrued to the State towards the raw material for civil construction. The total incentive component is limited to INR 703.44 Crore. This incentive shall be made available for a period of 10 years or until the project reaches its maximum capacity, whichever is earlier.*

5. *SGST reimbursement on leasing cost: 100% reimbursement on the Net SGST accrued to the State. The total incentive component is limited to INR 848.00 Crore. This incentive shall be made available for a period of 10 years or until the project reaches its maximum capacity, whichever is earlier*

6. *Water tariff shall be subsidised by 25%, for a period of 10 years. The total incentive component is limited to INR 2 Crore.*

7. *Right of Way (RoW) cost related to State Government entities and State roads shall be waived. The total incentive component is limited to INR 85 Crore.*

8. *Power shall be provided with a discount of INR 1 per unit, for a period of 15 years, with cap of INR 4,800 Crore.*

9. 100% exemption on electricity duty for 20 years with a cap of INR 410.41 Crore.
10. OPGW fibre access with a discount of 30% on the cost for a period of 20 years. O&M charges will be escalated at 5% per 3 years. The total incentive component is limited to INR 142.42 Crore.
11. Renewable energy and carbon free energy access: Exemption of 100% charges for a period of 20 years. The total incentive component is limited to INR 983.45 Crore.
12. 100% reimbursement of cost incurred towards Electrical infrastructure development and upgradation, with a cap of INR 150 Crore.

6. The Government, after careful examination of the proposal and keeping in view of the recommendations of the SIPB, hereby accords approval for allotment of 200 acres of land at Jagnadhapuram Village, Anandapuram Mandal, Visakhapatnam District to Data Centre Holdings India LLP. Further, tailor-made incentives are approved as mentioned in the paragraph 5 of this Order. The land allotment is intended for establishment of a Data Center with 486 MW capacity, with proposed cumulative investment of INR 58,743 Crores and an employment commitment of 1250 jobs, within a timeline of 10 years

7. The MD, APTS and the VC& MD, APIIC, Mangalagiri, shall take necessary action.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

BHASKAR KATAMNENI

SECRETARY TO GOVERNMENT

To

M/s Data Centre Holdings India LLP

The Special Chief Secretary to Government, Revenue (CT) Department

The Special Chief Secretary to Government, Water Resources Department

The Principal Secretary to Government, Finance Department

The Principal Secretary to Government, Energy, I&I Department

The Principal Secretary to Government, MA&UD Department

The Secretary to Govt., Industries and Commerce Dept.

The Secretary to Government, Revenue (Endowments) Department

The Secretary to Government, Transport Roads & Building

The Chairman & Managing Director, AP Transco

The VC&MD, APIIC Ltd, Mangalagiri.

The Director, Industries department, Andhra Pradesh

The Collector and District Magistrate, Anakapalle District.

The CEO, Andhra Pradesh Economic Development Board

The MD, APTS, Vijayawada

The CMD, APEPDCL, Visakhapatnam.

Copy to:

The OSD to Hon'ble Minister for Information Technology, Andhra Pradesh

The DC, VSEZ, Visakhapatnam

The PS to Principal Secretary to Hon'ble Chief Minister

The Director, Airport Authority, Visakhapatnam

The LET & F (Employment) Department.

The Law (B) Department

The GM, DIC, Anakapalle District

The ZM, APIIC, Anakapalle

The P.S. to Secretary to Government, Industries and Commerce dept.

The P.S. to Secretary/Special Secretary to Government, IT, E&C Department
SC/SF

// FORWARDED: BY ORDER //

SECTION OFFICER