

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

IT, E & C Department – Promotions Wing – Approval to M/s. AM AI Factory (Vizag) Private Limited for establishment of a 512 MW Green Integrated AI Data Centre Facility at Amanam Village, Bheemunipatnam Mandal, Visakhapatnam District and approval of tailor-made incentives for the proposed cumulative investment of INR 31,387 Crores with employment potential of 1,000 persons – Orders – Issued.

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

G.O.MS.No.59

Date:22.08.2026
Read the following

1. G.O.Ms.No.6 IT, E & C (Promotion) Department, Date: 14.11.2024
2. The proposal of AM Intelligence Labs Private Limited, dated 23.06.2026
3. ITC51-22024(32)/6/2026- CA SECTION-APTS
4. Minutes of Consultative Committee on Information Technology and Electronics Industry (CCITEI) Meeting, held on 28.07.2026
5. Minutes of State Investment Promotion Committee Meeting, held on 29.07.2026
6. Minutes of State Investment Promotion Board Meeting, held on 12.08.2026

ORDER:

In the reference 1, Government 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, M/s AM Intelligence Labs Private Limited submitted a proposal to establish a Data Center in Amanam(V), Bheemunipatnam (M), Visakhapatnam District, Andhra Pradesh, with a proposed cumulative investment of INR 31,387 Crores and employment potential of 1000 jobs. The proposed capacity of the data center is 512 MW.

3. 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 28.07.2026. The CCITEI forwarded the proposal to the SIPC (State Investment Promotion Committee). The SIPC, in its 31st meeting held on 29.07.2026, approved the same to be placed before SIPB.

4. 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:

It is noted that the company submitted a request on 31st July 2026 that their group has incorporated a new entity M/s. AM AI Factory (Vizag) Private Limited for ensuring the structured execution, dedicated capital allocation and streamlined project implementation. It is decided that the orders shall be issued in the name of M/s. AM AI Factory (Vizag) Private Limited. The Non-Fiscal and Fiscal Incentives provided under this Order shall be extended to the proposed new entity i.e. M/s AM AI Factory (Vizag) Private Limited, as the group is having more than 51% in the new entity.

a) Non – Fiscal Incentives:

i. *Power Infrastructure Support:* APTRANSCO shall facilitate the power infrastructure by duly conducting the technical feasibility. The project proponent shall carry out the works. The project proponent shall bear the cost of infrastructure.

ii. *Assured Water Supply:* Guaranteed availability of treated/recycled water and uninterrupted water supply for the project shall be considered as per APIIC guidelines;

iii. *Road Access to the Site:* Road connectivity to the project site should be developed as per APIIC guidelines;

iv. *Realignment of Existing Vagu and Road:* The request for realignment of the existing vagu passing through Survey Nos. 104/1, 101/3, 101/4, 98/2 and others, and the road passing through Survey Nos. 105, 107 and others of Amanam Village is approved subject to feasibility. Realignment shall be carried out at the company's cost.

v. *Allotment of Adjoining Government Land:* The request for allotment/alienation of adjoining Government and D-Patta lands, including approximately 6.46 acres in Survey Nos. 110, 102 and others, and 0.36 acres in Survey No. 106/16 and others of Amanam Village is approved and allotted subject to feasibility from APIIC on actual cost basis.

b) Fiscal Incentives:

i. *Stamp Duty Exemption:* 100% exemption of Stamp Duty and Registration Charges with a cap of INR 16 Crore.

ii. *Capital Subsidy:* Capital Subsidy at the rate of 10% of the investment in Plant & Machinery for 10 years, disbursed over 10 equal annual instalments, with a cap of INR 300 Crore.

iii. *SGST Reimbursement – Construction:* 100% reimbursement of the Net SGST accrued to the State towards construction for a period of 10 years. The total incentive component shall be limited to INR 490 Crore.

iv. *Transmission and Wheeling Charges:* 100% exemption on Transmission and Wheeling Charges imposed by GoAP (Energy Dept) for a period of 20 years, with a cap of INR 1,250 Crore.

v. *Electricity Duty Exemption:* 100% Electricity Duty exemption for a period of 20 years, with a cap of INR 90 Crore.

vi. *Cross-Subsidy Surcharge (CSS):* 100% exemption on Cross-Subsidy Surcharge (CSS) for a period of 20 years, with a cap of INR 3,000 Crore.

vii. *OPGW Fibre Access:* 30% discount on OPGW fibre access charges for a period of 20 years, with a cap of INR 30 Crore.

5. The Government, after careful examination of the proposal and keeping in view of the recommendations of the SIPB, hereby accords approval to M/s. AM AI Factory (Vizag) Pvt Ltd for establishment of a 512 MW Green Integrated AI Data Centre Facility at Amanam Village, Bheemunipatnam Mandal, Visakhapatnam District within a period of two (2) years and four (4) months. Further, tailor-made incentives are approved as mentioned in the paragraph 4 (a) and 4 (b) of this Order. The approval is intended for establishment of a Data Center with

512 MW capacity, with a proposed cumulative investment of INR 31,387 Crores and an employment commitment of 1000 jobs. The benefits shall be applicable only when the parent organisation has 51% shareholding M/s. AM AI Factory (Vizag) Pvt. Ltd.

6. 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

AM Intelligence Labs Private Limited
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 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, Visakhapatnam District
The ZM, APIIC, Visakhapatnam
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