

News monitored for: PricewaterhouseCoopers

BUDGET INSIGHT OUT
2025-26

CHARTING A NEW GROWTH PATH



A PwC report

RENEWABLES

Key challenges

- End users are keen to transition to renewable energy; therefore, policy and regulatory certainty would be crucial for sustaining this transition
- ALMM List -2 boosts local solar cell manufacturing, but the industry needs to compete with global majors on quality and price
- Tariffs for battery energy storage systems tenders reduced this year; however, the dependency remains on imports for cells
- Faster closure of bidding process till signing of PPAs with selected developers
- Setting up uniform RPOs and its adherence across states is lacking

Industry ask

- Re-classification of renewable energy lending as priority sector loans or differentiate with power sector loans
- Encourage infra creation for faster & economic adoption of renewables and green chemicals
- Continue to support OEMs by creating demand and addressing import challenges
- Fast-track implementation of pilot projects by creating forum to exchange ideas in emerging themes

Snapshot GREEN POWER

RE installed capacity in Gw

Year	Wind	Solar	SHP	Others
FY23	42.6	4.9	10.8	66.8
FY24	45.9	5.0	10.9	81.8
FY25*	48.2	5.1	11.4	97.8

*Till Dec 24; SHP: Small hydropower Source: MNRE

“RENEWABLES HAVE CROSSED 200 GW THIS FINANCIAL YEAR AND THE MARCH TOWARDS 50% NON-FOSSIL BASED ELECTRICITY IS EXPECTED TO CONTINUE UNABATED WITH NEWER TECHNOLOGIES COMING ON STREAM”

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