A STRATEGIC REPORT **Artificial Intelligence** and India's Growth

REPORT BY



ARTIFICIAL INTELLIGENCE AND INDIA'S GROWTH: A STRATEGIC REPORT



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INTRODUCTION

The Global Significance of AI in the 21st Century

Artificial Intelligence (AI) is reshaping industries worldwide, revolutionizing healthcare, finance, education, manufacturing, and governance. AI-driven automation, machine learning, and data analytics are enhancing efficiency, decision-making, and innovation. Countries like the United States, China, and the European Union have invested heavily in AI, recognizing its potential to drive economic growth, enhance cybersecurity, and optimize infrastructure development.

India's AI Potential and Aspirations

India, with its robust IT sector, vast talent pool, and emerging AI startups, is poised to become a global AI leader. The government's push for a "Digital India" and its commitment to AI adoption across sectors highlight India's ambition to leverage AI for economic and social development. Prime Minister Narendra Modi envisions AI as a transformative force in governance, business, and everyday life, ensuring that India remains competitive in the Fourth Industrial Revolution.

Why AI is Crucial for India's Growth

1. **Economic Impact**: AI is expected to contribute \$500 billion to India's GDP by 2025.

- 2. **Employment**: AI and automation will create millions of new jobs, requiring reskilling efforts.
- 3. **Public Services**: AI-driven solutions in healthcare, agriculture, and governance will enhance service delivery.
- 4. **Innovation Hub**: India's AI startup ecosystem is growing, with investments pouring into AI research and development.

PRIME MINISTER MODI'S VISION FOR AI

Emphasis on "Double AI": Artificial Intelligence and Aspirational India

Prime Minister Narendra Modi has consistently highlighted AI as a transformative force that aligns with his vision of a "Viksit Bharat 2047" (Developed India by 2047). He envisions AI not just as a technological advancement but as a means to bridge socio-economic gaps, improve governance, and enhance India's global competitiveness.

During multiple public addresses and international forums, PM Modi has emphasized "**Double AI**", which stands for:

- **Artificial Intelligence (AI):** Harnessing AI's potential for economic and social progress.
- **Aspirational India (AI):** Ensuring AI-driven development is inclusive and benefits all citizens, not just urban elites.

This vision aligns with the government's commitment to "AI for All," ensuring that AI development in India is ethical, transparent, and accessible.

Statements Highlighting AI's Role in India's Future

PM Modi has made several key statements on AI, reinforcing its role in shaping India's future:

• "AI is not just about machines; it is about empowerment."

- "India aims to lead the world in AI research and deployment, ensuring that AI remains human-centric."
- "The youth of India will drive the AI revolution, making India a powerhouse of innovation and job creation."

These statements underline his commitment to AI as a tool for innovation, governance, and societal progress.

AI as a Strategic Tool for National Growth

Under PM Modi's leadership, AI is being integrated into various national strategies:

- **Economic Growth**: AI-driven automation and data analytics are boosting productivity across industries.
- **Digital Governance**: AI is enhancing e-governance platforms, improving service delivery and reducing bureaucracy.
- **Security & Defense**: AI is being used in cybersecurity, surveillance, and national defense systems.
- **Healthcare & Education**: AI-powered diagnostics and personalized learning tools are improving accessibility and outcomes.

NATIONAL AI INITIATIVES AND POLICIES

India has launched several key initiatives under the leadership of Prime Minister Narendra Modi to strengthen its AI ecosystem. These initiatives focus on research, governance, skill development, and innovation, ensuring that AI benefits all sectors of the economy.

IndiaAI Mission (₹10,371 crore initiative)

One of the most ambitious AI programs launched by the government, the **IndiaAI Mission**, aims to establish India as a global AI powerhouse. Announced in 2024, this initiative includes:

- AI Compute Infrastructure: Establishing high-performance AI computing centers across the country.
- **AI Innovation Centre:** Supporting startups, researchers, and enterprises in AI development.
- National Data Platform: Facilitating access to high-quality datasets for AI model training.
- **Skilling & Reskilling Programs:** Training 10 million individuals in AI technologies by 2030.

The IndiaAI Mission will accelerate AI-driven economic growth while ensuring that AI solutions align with India's values of inclusivity and transparency.

Digital Science Park & AI Research Hubs

- In 2023, PM Modi inaugurated India's first Digital Science Park in Thiruvananthapuram, Kerala. This facility focuses on AI research, semiconductor technology, and quantum computing.
- Several AI research hubs are being set up in collaboration with academic institutions and private enterprises to boost AI-related R&D.

Bhashini Project – National Language Translation Mission

Recognizing India's linguistic diversity, the government launched **Bhashini**, an AI-powered initiative to:

- **Develop real-time translation tools** across multiple Indian languages.
- **Improve accessibility** of digital content and government services.
- **Bridge the digital divide** by ensuring rural and non-English speakers can benefit from AI-driven platforms.

This initiative will play a key role in **democratizing AI accessibility** for India's diverse population.

AI in Governance and Public Services

The Modi government has integrated AI into various governance mechanisms:

- **Facial recognition technology** for better security and identity verification.
- **AI chatbots** for digital grievance redressal systems in government departments.
- **AI-powered land records digitization** to eliminate land disputes and fraud.
- Traffic management and smart city projects, optimizing urban infrastructure.

Global AI Leadership – India's Role in International AI Policy

- PM Modi **co-chaired the AI Action Summit 2025** with French President Emmanuel Macron, advocating for global AI governance.
- India is set to host the **Global AI Summit 2026**, reinforcing its commitment to ethical AI leadership.
- India has been actively involved in AI policy discussions at the G20 and UN, ensuring AI development aligns with global ethical standards.

INTERNATIONAL COLLABORATIONS AND DIPLOMACY

Under Prime Minister Narendra Modi's leadership, India has positioned itself as a key player in the global AI landscape. Through strategic partnerships and diplomatic initiatives, India is fostering international cooperation to ensure ethical AI development, drive innovation, and strengthen AI governance.

Co-chairing the AI Action Summit 2025

In 2025, PM Modi co-chaired the AI Action Summit alongside French President Emmanuel Macron, focusing on:

- **Global AI Governance:** Establishing frameworks for responsible AI use and regulation.
- **AI for Development:** Ensuring AI benefits the Global South, particularly developing nations.
- **Ethical AI Practices:** Addressing biases in AI systems and ensuring transparency in AI decision-making.

This summit reinforced India's **commitment to leading AI discussions** on a global scale.

India to Host the Global AI Summit 2026

As part of its growing AI leadership, India has been selected to **host the Global AI Summit in 2026**. This event will:

- Bring together AI researchers, policymakers, and industry leaders from across the world.
- Showcase India's AI advancements, including government-led AI projects and private sector innovations.
- Establish India as a hub for AI research, policy, and business collaborations.

This move strengthens India's **position as a major influencer** in shaping the future of AI.

Bilateral AI Collaborations

India has established strategic partnerships with several countries to drive AI innovation and governance:

us India-USA AI Partnership

- India and the U.S. have launched a **joint AI research initiative** focused on cybersecurity, healthcare, and defense.
- Collaboration between NITI Aayog and the U.S. Department of Commerce to ensure AI regulation aligns with international standards.
- Indian tech firms like **TCS**, **Infosys**, **and Wipro** are working with American AI companies to develop cutting-edge AI models.

EU India-EU AI Cooperation

• A joint task force on AI regulation and ethics to create shared AI governance policies.

- Indian startups collaborating with European AI research labs on sustainable AI solutions.
- Strengthening data protection policies in line with the EU's GDPR and India's Digital Personal Data Protection Act.

GB India-UK AI Collaboration

- India and the UK launched an **AI Innovation Fund** to support AI-driven startups.
- AI-powered public health initiatives to enhance disease detection and predictive analytics.
- AI-focused research in **climate change mitigation and** renewable energy.

JP India-Japan AI Alliance

- Partnership with Japan's RIKEN Institute and top AI firms to advance robotics and AI applications.
- Joint research in autonomous systems, AI-driven supply chains, and disaster management solutions.
- Strengthening India's semiconductor and AI chip manufacturing capabilities.

AU India-Australia AI Collaboration

- AI research in **agritech and climate resilience**, helping farmers adapt to climate change.
- Development of AI-based ocean monitoring systems for marine conservation.

 AI-powered education tools to bridge skill gaps in emerging tech sectors.

AI and Global Digital Public Goods

PM Modi has emphasized India's role in **contributing to global digital public goods** such as:

- AI-driven healthcare solutions for disease prediction and outbreak management.
- AI-powered EdTech platforms providing quality education to developing nations.
- Smart governance solutions using AI for better policy implementation in emerging economies.

India's Advocacy for Inclusive AI Governance

- India has pushed for global AI ethics frameworks at the G20, UN, and BRICS summits.
- The Modi government emphasizes **AI democratization**, ensuring AI benefits all and does not widen socio-economic gaps.
- India has called for **AI transparency laws** to protect citizens from algorithmic biases and misinformation.

ECONOMIC IMPACT AND MARKET PROJECTIONS

Artificial Intelligence (AI) is expected to play a significant role in India's economic transformation, driving growth across industries, creating new job opportunities, and enhancing productivity. Under Prime Minister Narendra Modi's leadership, AI is being strategically positioned as a **key enabler** of India's goal to become a **\$5 trillion economy**.

AI Market Growth in India

The Indian AI market has witnessed **exponential growth**, with several reports indicating its massive economic potential:

- The Indian AI market is projected to reach \$17 billion by 2027, growing at a CAGR of 25-35%.
- AI could contribute \$500 billion to India's GDP by 2025, according to NASSCOM.
- Generative AI adoption in IT and services is expected to boost productivity by up to 45%.
- AI-driven automation in the manufacturing sector could result in cost savings of \$100 billion by 2030.

Al's Contribution to Different Sectors

PM Modi's government is **integrating AI across industries**, making AI a major economic driver:

IT and Software Services

- The **Indian IT industry is investing heavily in AI-driven automation**, cloud computing, and generative AI.
- **Tech giants like Infosys, TCS, and Wipro** are leveraging AI to enhance efficiency and improve global competitiveness.
- Microsoft announced a \$3 billion AI and cloud expansion in India in 2024, reinforcing India's AI growth.

Manufacturing and Industry 4.0

- AI-powered robotics and **predictive maintenance** are improving efficiency in **textile**, **automotive**, **and electronics industries**.
- **Smart factories** are being developed under **Make in India**, with AI optimizing production lines.
- **Indian semiconductor firms** are collaborating with global players to develop AI chips.

Agriculture and AgriTech

- AI-powered drones and sensors are revolutionizing farming techniques.
- AI **crop yield prediction models** help farmers improve productivity and reduce losses.

• The **Kisan AI Platform**, launched by the government, is assisting farmers with real-time analytics.

Healthcare and Pharmaceuticals

- AI-driven **disease detection systems** are improving diagnosis rates.
- **AI in drug discovery** is reducing research timelines, making medicines more affordable.
- **AI-powered chatbots** in public health services are enhancing accessibility for rural areas.

Space and Defense

- **ISRO** is leveraging AI for satellite data processing and autonomous navigation.
- AI-driven **cybersecurity solutions** are protecting national security from digital threats.
- **DRDO's AI-based defense projects** include autonomous drones, AI surveillance, and threat detection systems.

Banking, Finance, and FinTech

- AI is **reducing fraud risks** and improving financial inclusion through digital banking solutions.
- AI-driven credit scoring models are making lending more accessible to MSMEs.
- **Blockchain-powered AI solutions** are improving transparency in financial transactions.

AI Job Creation and Workforce Impact

AI is **reshaping the job market** with new opportunities and skills:

- The AI industry in India is expected to create over 3 million new jobs by 2030.
- AI is enabling high-paying roles in machine learning, data science, and robotics.
- **Reskilling programs** are being introduced to train the existing workforce in AI technologies.
- The National AI Talent Development Program aims to train 10 million individuals in AI by 2030.

Government Policies Supporting AI-Driven Growth

PM Modi's government is actively **supporting AI-led economic expansion** with key policies:

- **IndiaAI Mission** (₹10,371 crore) to build AI infrastructure and computing power.
- PLI (Production-Linked Incentive) Scheme encouraging AIdriven manufacturing.
- **Startup India & AI Innovation Hubs** providing financial support to AI startups.
- **Data Protection and AI Regulation** frameworks ensuring ethical AI growth.

Future AI Market Projections

- By 2035, AI is expected to add \$1 trillion to India's economy.
- India is expected to rank among the top 3 AI-powered economies globally by 2040.
- AI adoption across MSMEs and rural enterprises will fuel inclusive growth.

AI IN PUBLIC SERVICES AND INFRASTRUCTURE

Under the leadership of Prime Minister Narendra Modi, AI is being actively integrated into public services and national infrastructure to improve efficiency, accessibility, and transparency. The government is leveraging AI-powered solutions in areas such as governance, urban planning, transportation, and security to enhance the quality of life for citizens.

AI in Governance and Public Administration

The Indian government has introduced AI-based tools to enhance efficiency in governance and service delivery:

- **AI-powered Chatbots and Virtual Assistants**: Used in government portals like **MyGov**, helping citizens access information, file grievances, and receive updates.
- AI-driven Document Processing: Reducing bureaucratic delays by automating tasks such as passport applications, land record verifications, and tax filings.
- Facial Recognition for Digital Identity Verification: Used in Aadhaar authentication and law enforcement to ensure security and streamline public services.

AI in Smart Cities and Urban Development

The **Smart Cities Mission** integrates AI to optimize urban infrastructure:

- AI-powered Traffic Management Systems: Real-time monitoring to reduce congestion in cities like Bengaluru, Delhi, and Mumbai.
- **Smart Waste Management**: AI-driven systems track garbage collection and waste segregation.
- AI-driven Energy Optimization: Smart grids using AI predict power consumption patterns, reducing electricity wastage.
- Predictive Maintenance for Public Infrastructure: AI-based sensors detect faults in roads, bridges, and water pipelines, preventing large-scale failures.

AI in Law Enforcement and National Security

The Indian government is using AI to enhance security and policing:

- Facial Recognition and AI Surveillance: Used in large public gatherings like **Kumbh Mela 2025** for crowd monitoring.
- **Crime Prediction Models**: AI-driven data analytics help law enforcement identify high-risk areas for crime prevention.
- AI in Cybersecurity: Protecting government websites and financial institutions from cyber threats.
- AI-powered Border Surveillance: The DRDO and Indian Army have deployed AI-powered drones and surveillance cameras along borders to enhance national security.

AI in Transportation and Mobility

AI is revolutionizing transportation infrastructure in India:

- AI-based Railway Safety Systems: Preventing train collisions and improving scheduling efficiency.
- **Intelligent Traffic Signals**: AI-driven systems adjust traffic light durations based on real-time congestion levels.
- **Autonomous Vehicles Research**: Government-backed AI labs are working on self-driving technology for safer transportation.
- AI in Aviation: Airports in Delhi and Mumbai are using AI-based facial recognition boarding systems to enhance passenger experience.

AI in Healthcare and Public Health Services

PM Modi's vision for AI includes transforming healthcare delivery:

- AI-powered Diagnostic Tools: Used for early detection of diseases like cancer and tuberculosis.
- AI-driven Predictive Healthcare Models: Helping track disease outbreaks, like predicting COVID-19 hotspots during the pandemic.
- **AI in Telemedicine**: Platforms like **eSanjeevani** use AI for remote consultations and patient monitoring.
- **AI-assisted Drug Discovery**: Pharmaceutical companies are using AI to accelerate vaccine and medicine development.

AI in Agriculture and Rural Development

AI is playing a crucial role in empowering India's rural sector:

- AI-based Crop Monitoring: Using satellite imagery to predict yields and detect pest infestations.
- AI-powered Soil Testing: Helping farmers optimize fertilizer use and improve crop quality.
- AI-driven Weather Forecasting: Providing real-time data to farmers for better planning.
- **Kisan AI Platforms**: AI chatbots provide real-time agricultural advice in local languages.

AI in Judiciary and Legal System

To tackle case backlogs, the Indian judiciary is incorporating AI:

- AI-powered Legal Research Tools: Assisting lawyers and judges in case law analysis.
- AI-based Case Prediction Models: Helping courts prioritize cases based on urgency.
- Automated Transcription and Translation: Ensuring multilingual access to court proceedings.

AI in Disaster Management and Climate Resilience

AI is aiding India's response to natural disasters and climate change:

• **AI-driven Flood and Cyclone Prediction**: Predicting disasters to improve evacuation measures.

- **AI-based Forest Fire Detection**: Monitoring and preventing wildfires in vulnerable regions.
- AI-powered Water Management Systems: Optimizing irrigation and water conservation efforts.

Government AI Platforms and Frameworks

PM Modi's government has launched several AI platforms:

- **INDIAai Portal**: A national AI knowledge hub for researchers, policymakers, and industry experts.
- **National AI Marketplace**: A platform connecting AI service providers with government and private sector clients.
- AI Ethics and Safety Guidelines: India's AI frameworks focus on responsible and transparent AI use.

TALENT DEVELOPMENT AND SKILL ENHANCEMENT

To fully harness the potential of Artificial Intelligence (AI), Prime Minister Narendra Modi's government is prioritizing **AI education**, **workforce reskilling, and research development**. The aim is to ensure that India's talent pool remains competitive in the global AI revolution.

India's AI Workforce Growth Strategy

With AI expected to create over **3 million new jobs** by 2030, India is actively preparing its workforce through:

- Massive AI skilling initiatives to train students, professionals, and government employees.
- Integration of AI courses in universities and schools to develop early AI expertise.
- **Industry-academia collaborations** to bridge the AI skill gap in sectors like IT, healthcare, and finance.

AI Skilling and Reskilling Programs

The Indian government, in collaboration with NASSCOM, private firms, and educational institutions, has launched several initiatives:

National AI Talent Development Program

• Goal: Train 10 million individuals in AI by 2030.

- AI courses in engineering, data science, and robotics at top universities.
- AI training **certification programs** in partnership with platforms like Coursera and edX.

FutureSkills PRIME Initiative (by NASSCOM and MeitY)

- AI-focused courses on machine learning, deep learning, and cybersecurity.
- Online and offline AI training for students and working professionals.

AI Skilling in Schools - PM eVidya Program

- AI curriculum introduced in **NCERT syllabus** for students in grades 6-12.
- AI-powered adaptive learning platforms to provide personalized education.

AI Research and Innovation Centers

The Indian government is investing heavily in **AI research and innovation hubs**:

- **AI Supercomputing Labs** in IITs and IIITs for advanced AI model training.
- DRDO Young Scientist Labs focusing on AI in defense and cybersecurity.

- National AI Research Institutes collaborating with global AI leaders like Google, Microsoft, and OpenAI.
- **Digital Science Park (Kerala)** fostering AI and quantum computing research.

Industry Collaboration for AI Upskilling

PM Modi's administration has partnered with leading tech companies to enhance AI skill development:

- Google India AI Research Hub: Focus on AI accessibility and language models for India.
- **Microsoft's AI Skilling Initiative**: Providing AI literacy to 2 million students and professionals.
- **IBM AI for India Program**: AI-driven courses for IT professionals and students.

These initiatives **ensure India's workforce remains globally competitive** and is prepared for an AI-driven future.

AI and Entrepreneurship – Startups and Innovation

India is nurturing **AI-driven startups and entrepreneurs** with various programs:

- **Startup India and AI Innovation Hubs**: Funding AI startups in fintech, healthcare, and agritech.
- PLI Scheme (Production-Linked Incentive) for AI Startups: Encouraging AI-driven manufacturing.

AI-Powered Incubators in major universities to support young innovators.

With these efforts, India has **over 4,000 AI startups**, making it **one of the fastest-growing AI startup ecosystems** in the world.

AI and Employment - Addressing Job Displacement

While AI creates new job opportunities, it also **disrupts traditional jobs**. The government is:

- **Investing in AI upskilling programs** to transition workers into AI-related roles.
- **Promoting AI-human collaboration** in industries like healthcare and education.
- **Encouraging ethical AI adoption** to balance automation with job security.

AI in Higher Education and Global AI Talent Pipeline

India is becoming a **global supplier of AI talent**, with:

- Indian universities ranking among the top AI research institutes worldwide.
- Foreign universities collaborating with Indian institutions for AI research programs.
- India leading in AI research paper publications and patents.

ETHICAL CONSIDERATIONS AND AI SAFETY

As Artificial Intelligence (AI) becomes a central force in India's digital transformation, **ethical considerations and AI safety** have become key focus areas under Prime Minister Narendra Modi's leadership. The government is ensuring that AI development in India aligns with ethical, transparent, and responsible AI principles.

8.1 India's AI Ethics and Responsible AI Framework

PM Modi has emphasized that AI should be **human-centric** and **inclusive**, ensuring that it benefits society without reinforcing biases or posing risks. The **IndiaAI Mission** includes a strong focus on AI safety through:

- AI Ethics and Safety Guidelines (developed by NITI Aayog and MeitY).
- AI Regulation Laws to prevent the misuse of AI in finance, social media, and governance.
- **Explainable AI (XAI) Research** to ensure transparency in AI decision-making.

8.2 AI Bias and Fairness – Preventing Discrimination

One of the major challenges in AI adoption is **algorithmic bias**, which can lead to discrimination in hiring, finance, and governance. To tackle this:

- The AI Safety Institute in India is working on AI bias detection tools.
- **Ethical AI frameworks** are being introduced in AI-powered recruitment and law enforcement.
- **Diverse AI datasets** are being developed to ensure that Indian AI models do not favor certain demographics unfairly.

8.3 AI and Data Privacy - Ensuring Citizens' Rights

With the rise of AI in governance and business, data privacy is a critical concern. The **Digital Personal Data Protection Act (DPDPA) 2023** ensures:

- AI-driven data collection must be transparent and consentbased.
- Strict penalties for AI systems misusing personal data.
- Encryption standards for AI systems handling sensitive information.

The **IndiaAI Data Management Framework** provides guidelines on **responsible data usage in AI applications**.

8.4 Deepfake Detection and Misinformation Control

AI-powered **deepfakes and misinformation** are becoming a major challenge, especially in elections and media. To counter this, the Indian government is:

- Developing AI-powered deepfake detection tools in collaboration with IITs.
- Implementing AI-based fact-checking systems in media and social platforms.
- Regulating AI-generated content to ensure authenticity in journalism.

8.5 AI and Job Security – Addressing Automation Risks

While AI is creating **millions of new jobs**, automation is also a concern for certain industries. PM Modi's administration is:

- Encouraging AI augmentation instead of full automation in labor-intensive industries.
- Investing in large-scale AI reskilling programs for affected workers.
- Promoting AI in MSMEs (Micro, Small & Medium Enterprises) to assist businesses rather than replace jobs.

8.6 AI Energy Consumption – Sustainable AI Development

AI models, particularly large-scale ones like **GPT and BERT**, require massive computational power, leading to high energy consumption. To promote **sustainable AI**, the Indian government is:

- Investing in green AI research to develop energy-efficient AI models.
- Promoting renewable energy-powered data centers for AI computing.
- Encouraging AI research in climate change mitigation and resource optimization.

8.7 India's Role in Global AI Safety and Regulation

PM Modi has positioned India as a **leader in AI ethics and safety**, ensuring that AI benefits all humanity. India is:

- Collaborating with G20 and UN bodies to develop global AI safety policies.
- **Hosting the Global AI Ethics Summit 2026** to discuss AI fairness, safety, and inclusivity.
- Pushing for an international AI regulatory framework similar to GDPR for ethical AI usage worldwide.

CHALLENGES AND FUTURE OUTLOOK

While India is rapidly advancing in AI adoption and innovation under Prime Minister Narendra Modi's leadership, several **challenges must be addressed** to ensure sustainable and inclusive AI growth. The government is implementing strategic measures to overcome these hurdles and position India as a global AI leader.

Key Challenges in India's AI Growth

AI Infrastructure Limitations

- India requires more high-performance computing (HPC)
 centers and AI data centers to compete globally.
- Dependence on foreign AI chips and semiconductors increases costs and limits scalability.

Government Strategy:

- IndiaAI Mission (₹10,371 crore) is building AI supercomputing hubs.
- PM Modi's push for Make in India semiconductors aims to reduce reliance on foreign AI chips.

AI Talent Shortage and Skill Gap

- While India has a vast IT workforce, there is a shortage of AI experts in deep learning, generative AI, and robotics.
- Lack of AI research funding compared to countries like the US and China.

Government Strategy:

- National AI Talent Development Program to train 10 million AI professionals by 2030.
- IITs, IIITs, and NITs offering AI specialization courses to boost AI research.
- **Partnerships with global tech leaders** (Google, Microsoft, OpenAI) for AI education initiatives.

Data Privacy and AI Regulations

- Concerns over data security, surveillance, and AI-driven misinformation.
- AI-powered deepfakes and cyber threats pose risks to democracy and governance.

Government Strategy:

- Digital Personal Data Protection Act (DPDPA) 2023 enforces strict AI data security laws.
- AI-based misinformation tracking systems deployed in collaboration with IITs.

 Global AI Ethics Summit 2026 to establish international AI safety standards.

AI Job Displacement and Automation Risks

- Automation may impact jobs in manufacturing, banking, and customer service.
- MSMEs and rural industries fear job losses due to AI-driven efficiency.

Government Strategy:

- AI Upskilling Initiatives to help workers transition to AIassisted jobs.
- AI in MSMEs policy ensuring AI is used for enhancing rather than replacing jobs.
- Ethical AI framework to balance automation and employment growth.

AI Compute Energy Consumption and Sustainability

 Training AI models like GPT-4 requires large amounts of electricity, raising concerns about sustainability.

Government Strategy:

- Green AI research to develop low-energy AI models.
- Renewable energy-powered data centers for sustainable AI computing.

Future Outlook - India's AI Roadmap

India as a Global AI Powerhouse by 2040

India is on track to becoming a top 3 AI-powered economy by:

Expanding AI investments across all sectors.

AI-driven productivity growth, boosting GDP by \$1 trillion by 2035.

AI startup ecosystem scaling, with India's **AI unicorns** leading global innovation.

Ethical and Inclusive AI Growth

PM Modi's AI vision ensures:

AI benefits all sections of society, including rural India.

Ethical AI policies prevent bias, discrimination, and misinformation.

AI skill development creates new employment opportunities rather than replacing jobs.

AI in Strategic Sectors

India will strengthen AI deployment in defense, healthcare, agriculture, and governance to:

Enhance national security with AI-powered surveillance and cybersecurity.

Improve healthcare accessibility through AI-driven diagnostics. **Boost agricultural productivity** with AI-powered precision farming.

AI Leadership in Global Policy

India is positioning itself as a **thought leader in AI ethics and global AI governance**:

Hosting the Global AI Summit 2026 to shape AI policy frameworks. **Collaborating with G20, UN, and BRICS** for international AI

regulations.

Leading AI diplomacy efforts with USA, UK, France, Japan, and EU.

CONCLUSION

India is at the **forefront of the AI revolution**, with Prime Minister Narendra Modi leading a **strategic**, **structured**, **and visionary approach** to AI development. Under his leadership, India is not only adopting AI but is also shaping its future by integrating it into **economic growth**, **public services**, **governance**, **security**, **and education**.

Recap of Key AI Strategies Under PM Modi

AI for Economic Growth

AI is projected to contribute \$500 billion to India's GDP by 2025 and \$1 trillion by 2035.

AI-led automation is driving productivity in **IT**, **manufacturing**, **agriculture**, **healthcare**, **and fintech**.

The **IndiaAI Mission** (₹10,371 crore) is establishing India as a **global AI innovation hub**.

AI for Governance and Public Services

Al-driven **e-governance**, **traffic management**, **and smart cities** improving citizen services.

AI-powered **law enforcement and cybersecurity** ensuring national security.

AI in **agriculture and healthcare** enhancing rural and public service efficiency.

AI for Talent Development and Job Creation

AI skilling programs to train **10 million AI professionals** by 2030. Expansion of **AI education** in schools, colleges, and professional training institutes.

AI-driven **job creation outweighing job displacement** through reskilling initiatives.

India's Global AI Leadership

Co-chairing **AI Action Summit 2025** and hosting the **Global AI Summit 2026**.

Collaborations with **USA**, **EU**, **UK**, **France**, **Japan**, **and Australia** on AI policy and research.

Advocacy for **global AI governance**, **ethics**, **and inclusivity** at G20 and UN forums.

Ethical and Responsible AI Development

AI Ethics and Safety Guidelines ensuring AI is fair, unbiased, and transparent.

AI-powered misinformation tracking to combat deepfakes and cyber threats.

Investments in **green AI and sustainable computing** to minimize environmental impact.

The Road Ahead: India's AI-Driven Future

The next decade will define India's position as a **global AI superpower**. By 2040, India aims to:

- Rank among the top 3 AI-driven economies worldwide.
- Develop indigenous AI chips and computing infrastructure.

- Lead global AI governance frameworks for responsible AI development.
- **Ensure AI inclusivity** so that all citizens benefit from AI advancements.

With **AI** at the heart of India's technological transformation, PM Modi's leadership is ensuring that AI is **not just a tool for economic** growth but a force for social and national progress.

Final Thought:

As PM Modi famously said:

"Artificial Intelligence is not just about technology; it is about progress, empowerment, and a better future for all."

India is **not just embracing AI**—it is **defining the future of AI for the world**.