

Skill Development as the Strategic Engine of India's Civilizational Renaissance: A Blueprint for VIKSIT BHARAT@2047

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Abstract: India's vision of *Viksit Bharat@2047* underscores skill development as a key driver of economic growth, technological advancement, and social transformation. However, despite multiple policy initiatives, the skill ecosystem continues to face challenges such as mismatch between education and industry needs, low employability, regional and gender disparities, and fragmented implementation. The rapid emergence of technologies like artificial intelligence and automation has further widened the gap between existing skills and evolving labour market demands, highlighting the need for continuous reskilling and upskilling. This study critically examines India's skill development framework, identifying structural and conceptual limitations. It argues that current approaches are largely focused on economic outcomes while neglecting social inclusion and civilizational dimensions. The limited integration of traditional knowledge systems and indigenous skills further constrains the development of a holistic model.

The research aims to develop a comprehensive, inclusive, and future-oriented framework that aligns skill development with economic productivity, technological progress, social equity, and cultural continuity. By proposing an integrated and policy-oriented approach, the study contributes to strengthening India's skill ecosystem in line with the vision of *Viksit Bharat@2047*.

Keywords: Skill Development, Viksit Bharat@2047, Employability, Artificial Intelligence, Social Inclusion, Traditional Knowledge Systems, Human Capital, Digital Transformation

Introduction

The passage argues that as India moves toward its 2047 vision of *Viksit Bharat*, skill development is central to achieving economic growth, technological progress, and cultural resurgence. It highlights that in a rapidly changing, technology-driven world, skills must go beyond traditional vocational training to include digital literacy, critical thinking, and adaptability. India's large youth population offers a major opportunity, but challenges such as skill gaps, low employability, and weak alignment between education and industry persist despite policy efforts. The text also emphasizes that current skill frameworks often overlook India's traditional knowledge systems, which could be integrated with modern technologies to create a more holistic model. Overall, the passage calls for a comprehensive, inclusive, and future-oriented skill ecosystem that not only supports economic development but also promotes social inclusion, innovation, and the revival of India's civilizational strengths.

Statement of the Problem

Despite numerous initiatives, India faces persistent challenges in skill development:

- Skill mismatch between education and industry requirements
- Low employability among graduates
- Unequal access to skill training (rural vs urban, gender disparities)
- Limited integration of traditional knowledge with modern skills
- Fragmentation in policy implementation
- Inadequate industry-academia collaboration

There is a need to examine whether skill development can act as a holistic transformative force, not only for economic growth but also for civilizational and cultural revival.

Problem Statement

The passage argues that despite strong policy emphasis, India's skill development system continues to face major challenges such as mismatches between education and industry needs, low employability, regional disparities, and fragmented implementation of key initiatives. Rapid technological changes like AI and automation are further transforming skill requirements, but current frameworks have not adequately adapted, particularly in terms of reskilling, upskilling, and inclusion of the informal workforce.

It also highlights a deeper conceptual gap, noting that existing approaches focus mainly on economic outcomes while neglecting socio-cultural and civilizational dimensions. India's traditional knowledge systems remain underutilized, and there is a lack of a comprehensive, integrated framework that connects economic growth, technological progress, social inclusion, and cultural continuity. The passage ultimately calls for a holistic and future-oriented skill development paradigm aligned with the vision of *Viksit Bharat@2047*.

Research Objectives

Broad Objective

To critically examine and reconceptualize skill development as a strategic engine of India's civilizational renaissance, and to develop a comprehensive, inclusive, and future-oriented blueprint aligned with the vision of **VIKSIT BHARAT@2047**.

Specific Objectives

1. **To analyze the current structure and performance** of India's skill development ecosystem, including major policies, programs, and institutional frameworks.
2. **To assess the effectiveness and long-term impact of major skill development initiatives** (e.g., Skill India Mission, PMKVY) using empirical and comparative approaches.
3. **To develop a comprehensive conceptual and strategic framework** that integrates economic growth, social inclusion, technological advancement, and civilizational values.
4. **To evaluate the extent of alignment between skill development and labour market demands**, particularly in the context of emerging technologies such as artificial intelligence, automation, and digital transformation.
5. **To examine regional, social, and economic disparities** in access to and outcomes of skill development initiatives, with special focus on rural areas, women, and marginalized communities.

6. **To explore the role of digital platforms, AI-driven learning systems, and emerging technologies** in transforming skill development delivery and accessibility.
7. **To identify key gaps and challenges** in the current skill development paradigm, including policy fragmentation, implementation inefficiencies, and demand-supply mismatches.
8. **To investigate the integration (or lack thereof) of traditional knowledge systems and indigenous skills** within modern skill development frameworks.
9. **To propose a policy-oriented and evidence-based blueprint** for strengthening India's skill ecosystem in alignment with the vision of VIKSIT BHARAT@2047.

REVIEW OF LITERATURE:

Schultz, T. W. (1961)

Theodore W. Schultz (1961) in his seminal article *Investment in Human Capital* argues that expenditures on education, health, and training should be viewed as productive investments rather than mere consumption. He demonstrates that such investments enhance individual productivity, earnings, and overall economic growth. The study highlights the critical role of human capital formation in national development and policy planning, laying the foundation for modern human capital theory.

Becker, G. S. (1993)

Human Capital: A Theoretical and Empirical Analysis, with Special Reference to Education by Gary S. Becker (1993) is a foundational work that conceptualizes education and training as investments in human capital that enhance individual productivity and earnings. Becker argues that skills, knowledge, and competencies acquired through education significantly contribute to economic growth and labour market outcomes. The study provides both theoretical and empirical evidence linking education to income differentials and national development. It has been widely used as a base framework for analyzing skill development and workforce efficiency.

Sen, A. (1999)

Development as Freedom by Amartya Sen (1999) presents development as a process of expanding individual freedoms and capabilities rather than merely economic growth. Sen argues that access to education, healthcare, political participation, and social opportunities are essential for enhancing human well-being and reducing poverty. The work highlights the interconnection between economic progress and social justice, emphasizing that freedom is both the primary objective and means of development.

King, K., & Palmer, R. (2010)

The article by Kenneth King and Robert Palmer (2010) examines Technical and Vocational Education and Training (TVET) policies in the context of global development. It analyzes how TVET contributes to skill formation, employability, and economic growth, particularly in developing countries. The study highlights policy challenges such as funding, quality assurance, and alignment with Labour market needs, while emphasizing the importance of integrating TVET into national development strategies.

Brown, P., Lauder, H., & Ashton, D. (2011)

The Global Auction: The Broken Promises of Education, Jobs, and Incomes by Phillip Brown, Hugh Lauder, and David Ashton (2011) critically examines the changing relationship between education and employment in the global economy. The authors argue that globalization has intensified competition for skilled jobs, undermining the traditional promise that higher education guarantees better income and career security. The book highlights how global Labour markets create a “race to the bottom” in wages and opportunities. It provides a critical framework for understanding skills, employability, and inequality in a knowledge-driven economy.

Autor, D. (2015)

David Autor (2015) analyzes the evolving nature of work in the context of technological change, particularly automation and computerization. The study argues that while routine jobs are increasingly displaced, technology complements human labour in non-routine cognitive and interpersonal tasks, leading to job polarization rather than mass unemployment. Autor emphasizes the continued importance of skills such as problem-solving, adaptability, and creativity in the future labour market.

Frey, C., & Osborne, M. (2017)

The study by Carl Benedikt Frey and Michael A. Osborne (2017) analyzes the susceptibility of jobs to automation using machine learning and occupational data. It finds that a significant share of employment, particularly routine and low-skill jobs, is at high risk of computerization, while creative and social intelligence-based roles are less vulnerable. The paper highlights the transformative impact of technological change on Labour markets and stresses the need for skill adaptation and policy planning.

Deming, D. (2017)

The study by David Deming (2017) highlights the growing importance of soft skills—such as communication, teamwork, and problem-solving—in the modern Labour market. It shows that jobs requiring high social interaction have expanded significantly and are associated with higher wages and employment growth. The research argues that soft skills complement technical abilities and are essential for adapting to technological change and automation.

World Bank. (2019)

Skilling India: No Time to Lose by the World Bank (2019) examines India’s skill development ecosystem and highlights the urgent need to improve workforce readiness to match industry demands. The report identifies gaps in training quality, employability, and alignment between education and labour market needs. It emphasizes strengthening vocational education, industry partnerships, and policy reforms to enhance productivity and economic growth. The study provides evidence-based recommendations to accelerate India’s transition toward a skilled and competitive workforce.

Acemoglu, D., & Restrepo, P. (2020)

The study Robots and Jobs: Evidence from US Labour Markets by Daron Acemoglu and Pascual Restrepo (2020) analyzes the impact of industrial robots on employment and wages in the United States. The

authors find that increased robot adoption significantly reduces employment and wages, particularly for low- and middle-skilled workers. The study highlights the displacement effect of automation while noting limited evidence of job creation in other sectors. It provides empirical insights into how technological change reshapes Labour markets and raises concerns about inequality.

Mehrotra, S. (2020).

The Future of Work and Skill Development in India by Santosh Mehrotra (2020) analyzes the changing nature of work in India in the context of technological advancements and structural economic shifts. The study highlights the growing demand for new-age skills, reskilling, and upskilling to address unemployment and underemployment. It also identifies gaps in the existing skill development system, particularly in quality training and industry alignment. Mehrotra emphasizes policy reforms and institutional strengthening to prepare India's workforce for future Labour market challenges.

Organisation for Economic Co-operation and Development (OECD). (2021)

OECD Skills Strategy 2021: Skills to Shape a Better Future by the Organisation for Economic Co-operation and Development (2021) presents a comprehensive framework for developing and utilizing skills to promote inclusive and sustainable growth. The report emphasizes lifelong learning, digital competencies, and resilience in the face of economic and technological changes. It highlights the importance of coordinated policies across education, employment, and innovation systems. The study provides strategic guidance for governments to build adaptive, future-ready skill ecosystems.

UNESCO. (2021)

Reimagining Our Futures Together: A New Social Contract for Education by UNESCO (2021) redefines education as a transformative public good essential for sustainable and inclusive societies. The report advocates for a new social contract centered on equity, lifelong learning, and the integration of technology and human values in education systems. It highlights the need for collaborative governance, innovation, and resilience in response to global challenges such as inequality and climate change. The study provides a forward-looking framework to align education with future societal and economic needs.

McKinsey Global Institute (2021)

The Future Workforce Report by the McKinsey Global Institute (2021) analyzes how automation, digital transformation, and AI are reshaping global Labour markets. It highlights the growing demand for technological, social, and higher cognitive skills while emphasizing large-scale workforce transitions across sectors. The report underscores the need for reskilling, upskilling, and policy support to manage job displacement and enhance employability. It concludes that proactive investment in human capital is essential for inclusive and sustainable economic growth.

World Economic Forum (2023)

The Future of Jobs Report 2023 by the World Economic Forum (2023) analyzes global labour market transformations driven by technological, economic, and environmental changes. The report highlights that nearly one-quarter of jobs will be disrupted in the next five years due to automation, AI, and the green transition. It emphasizes the growing importance of reskilling, upskilling, and lifelong learning, as a

significant proportion of workers will require new skills to remain employable. The study also identifies emerging demand for digital, analytical, and human-centric skills, shaping the future workforce.

NITI Aayog. (2023)

India's Strategy for New India @75 and Beyond by NITI Aayog (2023) outlines a comprehensive roadmap for India's socio-economic transformation with a strong focus on skill development, innovation, and inclusive growth. The report emphasizes aligning education and training systems with emerging industry needs to enhance employability and productivity. It highlights the role of technology, digitalization, and policy reforms in building a future-ready workforce. The study also underscores the importance of sustainable and equitable development to achieve long-term national progress.

Deepa, R. et al. (2024)

The study by R. Deepa et al. (2024) in *Technological Forecasting & Social Change* explores how AI-focused technologies are transforming workforce skills and HR competencies. It highlights the growing demand for digital literacy, data-driven decision-making, and adaptive learning in modern organizations. The authors emphasize that AI integration reshapes job roles, requiring continuous upskilling and reskilling strategies. The study also suggests that HR functions must evolve to manage AI-driven talent development and organizational change.

Żukowska, J., & Lemieszkiewicz-Sosnowska, K. (2025)

Future-ready workforce: A 2023–2024 literature review of essential skills and competencies for the Labour market by Joanna Żukowska and Karolina Lemieszkiewicz-Sosnowska (2025) analyzes recent literature to identify key skills and competencies required in the evolving Labour market. The study highlights over 40 competencies categorized into personal, interpersonal, and technical skills, emphasizing adaptability, digital literacy, and lifelong learning as critical for future employability. It also identifies emerging skill gaps due to rapid technological changes such as AI and automation. The review provides a framework for education and industry to align training strategies with future workforce demands.

Nigar, M. (2025)

Artificial intelligence and technological unemployment: A systematic review by M. Nigar (2025) systematically reviews existing literature on the impact of artificial intelligence on employment patterns. The study highlights that while AI-driven automation may displace routine and low-skilled jobs, it simultaneously creates new opportunities requiring advanced digital and cognitive skills. It emphasizes the growing need for reskilling and upskilling to mitigate technological unemployment and ensure workforce adaptability. The review also underscores policy interventions and education reforms as critical to balancing job displacement and job creation in the AI era.

Hanappi, T., & Egger, P. (2025)

The study by Tobias Hanappi and Peter Egger (2025) provides a systematic review of the impact of Artificial Intelligence on employment patterns and skill demand. It highlights that AI is reshaping Labour markets by increasing demand for advanced digital, cognitive, and interdisciplinary skills while reducing routine-based jobs. The review synthesizes global evidence, emphasizing job polarization and the need

for continuous reskilling and upskilling. It also suggests policy interventions to support workforce adaptation in the AI-driven economy.

CONCLUSION:

The conclusion emphasizes that skill development is a strategic driver of India's transformation into a developed and globally competitive nation under **Viksit Bharat@2047**. It highlights the need to move beyond a narrow focus on employment toward a holistic approach that integrates economic growth, technological advancement, social inclusion, and cultural heritage.

It argues that by adopting a future-oriented, inclusive, and integrated skill development framework—combining modern technologies with traditional knowledge—India can harness its demographic potential, foster innovation, and achieve sustainable development, ultimately emerging as a leading knowledge civilization.

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