

**GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA**

UNSTARRED QUESTION NO:2397
ANSWERED ON:18.12.2003
GROWTH OF AUTOMOBILE INDUSTRY
VILAS BABURAO MUTTEMWAR

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

- (a) whether the Government has achieved significant growth in the automotive industry and its fast emerging as the most preferred sourcing base for global majors;
- (b) if so, the details thereof;
- (c) the names of the foreign car manufactures who have established their companies in India and the investment made by each and the vehicles with their trade marks produced by them every year;
- (d) whether some more companies have put forward their request to establish their companies in India;
- (e) if so, the details alongwith the total number of vehicles of different categories produced by each company during the last two years;
- (f) whether the vehicles being produced in India are also exported to the other countries; and
- (g) if so, the details alongwith the foreign exchange earned therefrom during last three years?

Answer

MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES AND MINIST
PARLIAMENTARY AFFAIRS (SHRI SANTOSH KUMAR GANGWAR)

(a) & (b): As a result of progressive liberalisation of auto sector during last decade and owing to implementation of the comprehensive Auto Policy announced by the Government in March 2002, the automotive industry has shown steady growth over the last few years. During the year 2002-03 the automobile industry has achieved a growth rate of 18.59% while the Auto component industry has achieved a growth rate of 16%. During the current financial year (April-October, 2003) automobile industry achieved a growth rate of 12.10% while the Component industry grew by about 18% during April-August 2003. Component export has also shown steady growth over the years. During the last three years the export of components has been Rs. 2706 crore, Rs. 2775 crore and Rs. 3800 crore respectively.

(c): In the wake of progressive liberalisation, several foreign car manufacturers have set up their plants for manufacture of Passenger Cars in India. The details of investment and the important models of cars currently being produced by these foreign car manufacturer are as under:

| S.No. | Name of the Company | Investment (in Rs. crore) | Important Models of cars being produced |
|-------|---|---------------------------|---|
| 1. | Daimler Chrysler India Pvt.Ltd. | 51.00 | Mercedez Benz |
| 2. | Fiat India Pvt. Ltd | 1772.00 | Palio & Uno |
| 3. | Ford India Pvt. Ltd | 1024.80 | Escort & Ikon |
| 4. | General Motors India Pvt. Ltd. | 588.3 | Opel Astra & Opel Corsa |
| 5. | Honda Siel cars India Pvt. Ltd | 423.0 | Honda city & Accord |
| 6. | Hyundai Motor India Ltd. | 1620.4 | Santro, accent & Sonata |
| 7. | Suzuki Motor Corporation (Maruti Udyog Ltd) | 4523.1 | Maruti 800, Baleno, Gypsy Zen & Alto etc. |
| 8. | Toyota Kirloskar Motor Pvt. Ltd | 700.0 | Qualis & Corolla |

9. Skoda Auto India Ltd. NA Octavia,

(d) So far, the Government has not received any such proposal.

(e) : As per the information received from Society of Indian Automobile Manufacturers (SIAM), production of various categories of vehicles by each of their manufacturers during the last two years is as under:

(in nos.)

| Segment/ Manufacturer | 2001-2002 | 2002-2003 |
|-----------------------|-----------|-----------|
|-----------------------|-----------|-----------|

I. Passenger vehicles

A. Passenger Cars

| | | |
|-------------------------------------|--------|--------|
| 1. Daewoo Motors (India) Ltd | 0 | 0 |
| 2. Daimler Chrysler India Pvt. Ltd. | 1412 | 1057 |
| 3. Fiat India Automobiles Pvt. Ltd. | NA | NA |
| 4. Ford India Ltd. | 14307 | 15831 |
| 5. General Motors India Ltd. | 7964 | 7573 |
| 6. Hindustan Motors Ltd. | 19397 | 18534 |
| 7. Honda Siel Cars India Ltd. | 10568 | 13723 |
| 8. Hyundai Motor India Ltd. | 93888 | 112527 |
| 9. Maruti Udyog Ltd. | 288437 | 306293 |
| 10. Tata Engineering | 64328 | 81821 |
| 11. Toyota Kirloskar Motor Ltd. | 0 | 1350 |

| Segment/ Manufacturer | 2001-2002 | 2002-2003 |
|-----------------------|-----------|-----------|
|-----------------------|-----------|-----------|

B. Utility Vehicles

| | | |
|-------------------------------------|-------|-------|
| 1. Bajaj Tempo Ltd. | 4435 | 3805 |
| 2. Daimler Chrysler India Pvt. Ltd. | 0 | 0 |
| 3. General Motors India Ltd. | 0 | 0 |
| 4. Hindustan Motors Ltd. | 1397 | 1467 |
| 5. Mahindra & Mahindra Ltd | 44031 | 52034 |
| 6. Maruti Udyog Ltd. | 5153 | 3503 |
| 7. Tata Engineering. | 25693 | 25493 |

8.Toyota Kirloskar Motor Ltd. 24958 28579

C. Multi Purpose Vehicles

1.Mahindra & Mahindra Ltd. 214 165

2.Maruti Udyog Ltd. 63537 48214

Total: Passenger Vehicles 669719 720969

II. Commercial Vehicles

Medium & heavy (M&H)

A. Passenger Carriers

1.Ashok Leyland Ltd. 10623 9501

2.Tata Engineering 9660 11532

B. Goods Carrier

1.Ashok Leyland Ltd. 20594 23694

2.Eicher Motors Ltd. 4782 6328

3.Hindustan Motors Ltd. 12 72

4.Swaraj Mazda Ltd. 1237 1872

5.Tata Engineering 49703 66944

6.Tatra Udyog Ltd. 141 138

7Volvo India Pvt. Ltd. NA NA

LCVS

A. Passenger Carriers

1.Ashok Leyland Ltd. 215 341

2.Bajaj Tempo Ltd. 1307 3743

3.Daimler Chrysler India Pvt. Ltd. 0 0

4.Eicher Motors Ltd. 836 1296

5.Hindustan Motors Ltd. 1834 1123

6.Mahindra & Mahindra Ltd. 3618 4133

| | | |
|---|--------|--------|
| 7Swaraj Mazda Ltd. | 1689 | 1555 |
| 8.Tata Engineering B. Goods Carriers | 5478 | 7236 |
| 1.Ashok Leyland Ltd. | 391 | 110 |
| 2.Bajaj Tempo Ltd. | 1485 | 2063 |
| 3.Eicher Motors Ltd. | 4021 | 5172 |
| 4.Hindustan Motors Ltd. | 596 | 406 |
| 5.Mahindra & Mahindra Ltd. | 15177 | 20477 |
| 6.Swaraj Mazda Ltd. | 3434 | 4774 |
| 7Tata Engineering | 25675 | 30436 |
| Total Commercial Vehicles | 162508 | 202948 |

| | | |
|-----------------------|-----------|-----------|
| Segment/ Manufacturer | 2001-2002 | 2002-2003 |
|-----------------------|-----------|-----------|

III. Three Wheelers

| | | |
|-------------------------------|--------|--------|
| 1. Bajaj Auto Ltd. | 158342 | 194303 |
| 2. Bajaj Tempo Ltd. | 18899 | 25764 |
| 3. Mahindra & Mahindra Ltd. | 3208 | 10279 |
| 4. Piaggio Vehicles Pvt. Ltd. | 32299 | 40878 |
| 5. Scooters India Ltd. | 13011 | 14088 |
| Total: Three Wheelers | 225759 | 285312 |

IV. Two Wheelers

A. Scooter

| | | |
|---|--------|--------|
| 1. Bajaj Auto Ltd. | 473723 | 321585 |
| 2. Honda Motorcycles & Scooter India Ltd. | 55669 | 166809 |
| 3. Kinetic Engg. Ltd. | 21282 | 40773 |
| 4. Kinetic Motors Co. Ltd. | 106479 | 92171 |
| 5. LML Ltd. | 125470 | 66529 |
| 6. Majestic Auto Ltd. | 8462 | 11090 |
| 7 TVS Motor Co. Ltd. | 146421 | 151145 |

B. Motorcycles

| | | |
|---------------------------------|---------|---------|
| 1. Bajaj Auto Ltd. | 724397 | 941151 |
| 2. Hero Honda Motors Ltd. | 1371325 | 1695367 |
| 3. Kinetic Engg. Ltd. | 50492 | 59827 |
| 4. LML Ltd. | 42180 | 119704 |
| 5. Majestic Auto Ltd. | 0 | 5406 |
| 6. Royal Enfield Motors | 24136 | 28088 |
| 7 TVS Motor Co. Ltd. | 455224 | 740370 |
| 8. Yamaha motor India Pvt. Ltd. | 238569 | 324713 |

C. Mopeds

| | | |
|-----------------------|---------|---------|
| 1. Kinetic Engg. Ltd. | 81164 | 39687 |
| 2. Majestic Auto Ltd. | 75407 | 58557 |
| 3. TVS Motor Co. Ltd | 270927 | 246447 |
| Total: Two Wheelers | 4271327 | 5109419 |

(f) & (g): During the last few years the India made vehicles have increasingly gained recognition in the world market and are being exported to Srilanka, Europe, Bangladesh, South Africa, Morocco, Latin America and even in North America. According to the information received from Society of Indian Automobile manufacturers (SIAM), the details of export of vehicles along with its value are as under: -

Period Export in Units Export in value (Rs. in Crore)

| | | |
|-------------------------|--------|---------|
| 2001-02 | 184680 | 2564.00 |
| 2002-03 | 305368 | 3396.00 |
| 2003-04 (April-October) | 254589 | 2928.00 |