

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

UNSTARRED QUESTION NO:2273
ANSWERED ON:11.03.2010
PERFORMANCE OF AUTOMOBILE SECTOR
Maadam Shri Vikrambhai Arjanbhai

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

- (a) the overall performance of the automobile sector during the current financial year in the country;
- (b) the total turnover of this sector in each of the various product range both in value and quantity;
- (c) the individual performance of the leading industries of automobile during the current financial year;
- (d) the main reasons for the slump in the sector; and
- (e) the measures are being considered to improve this sector?

Answer

MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI ARUN YADAV)

(a) & (b): The performance of automobile sector during the current financial year and the total turnover of this sector in each of the various product ranges (upto February, 2010) as obtained from the Society of Indian Automobile Manufacturers (SIAM) is at Annexure-I and Annexure- II.

(c): The individual performance of the leading industries of automobile during the period is at Annexure-III.

(d) & (e): The slump in the auto industry witnessed earlier was due to factors like inadequate availability of credit at reasonable interest rates, fluctuating and high commodity prices, impact of global recession and the slowdown of the economy etc. The various stimulus measures taken by the Government have resulted in the turnaround and substantial improvement in the performance of the sector.