

**GOVERNMENT OF INDIA
DEFENCE
LOK SABHA**

UNSTARRED QUESTION NO:29
ANSWERED ON:26.07.2010
SHARE OF PRIVATE SECTOR IN DEFENCE PRODUCTION
Munda Shri Arjun

Will the Minister of DEFENCE be pleased to state:

- (a) whether the Government proposes to increase the share of private sector in defence production up to 74 per cent;
- (b) if so, the details thereof;
- (c) if not, whether the Government proposes to explore other options to increase the share of private sector; and
- (d) if so, the details thereof?

Answer

MINISTER OF DEFENCE (SHRI A.K. ANTONY)

(a) to (d): Since May 2001, Indian private sector participation is allowed upto 100% in Defence industry sector with FDI upto 26%. So far, 144 Industrial Licenses/Letters of Intent(Ls/LOIs) have been issued to a number of private sector companies for manufacturing of various defence items.