

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

UNSTARRED QUESTION NO:4224
ANSWERED ON:19.08.2010
GROWTH OF AUTOMOBILE SECTOR
Mitra Shri Somendra Nath

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

- (a) the average growth rate of automobile sector in last three years;
- (b) the total turn over of Indian automotive industry during the above period;
- (c) whether the Department of Heavy Industry has proposed setting up of a National Automotive Design Institute to give a fillip to the growing importance of the automobile sector in the country and also to enhance its competitiveness;
- (d) if so, the details thereof; and
- (e) the manner in which it is likely to help automobile sector?

Answer

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

(a) & (b): As informed by the Society of Indian Automobile Manufacturers (SIAM), the estimated average growth of the Automobile Sector in the last three years is 14% and the estimated turnover of Indian Automotive industry during the last three years is as under:

(Amount Rs. in crore)
Year 2007-08 2008-09 2009-10
Turnover 215,319 215,266 262,097

Further, the Automotive Components Manufacturers Association (ACMA) has informed that turnover and growth of auto component industry during the same period as under:

(Amount Rs. in crore)
Year 2007-08 2008-09 2009-10
Turnover 72,000 76,320 103,400
% growth 11.6 6.0 35.0

(c) to (e): The Department of Heavy Industry has taken initiative for setting up of a National Automotive Design Institute (NADI). With growing automotive market in India, the customers are always looking for newer Models and better vehicle styling. Presently designing capabilities within the country are highly limited and most of the automobile manufacturers are currently outsourcing this from international design centres. NADI would go a long way to fill this gap.