

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

UNSTARRED QUESTION NO:1639
ANSWERED ON:01.12.2011
DECLINE IN OUTPUT OF AUTO INDUSTRIES
Sugavanam Shri E.G.

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

- (a) whether the auto industries in the country are seriously affected and cut their output by about fifty per cent in the aftermath of devastating tsunami in Japan during this year,
- (b) if so, the details thereof and the estimated loss of revenue to the Government as a result thereof;
- (c) whether any steps have been taken by the Government to balance the production targets;
- (d) if so, details thereof; and
- (e) if not, the reasons therefor?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI PRAFUL PATEL)

(a): Yes madam. As per Society of Indian Automobile Manufacturers (SIAM), some Japanese automobile companies like Honda Siel Car India and Toyota Kirloskar Motor have been affected and announced cut in their output.

(b): According to SIAM, the details of impact on production of Honda Siel Car India is as under:-

Month/Year	2010	2011	Growth(%)
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May-July	12339	6845	(-) 45
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In addition, Toyota Kirloskar Motor Private Ltd. has loss of Production (Quantity) of 8906 vehicles and loss of revenue (excise duty) to the Government amounting to Rs. 1453 million.

(c): No Madam.

(d): Does not arise.

(e): The production of some auto companies has been impacted on account of low supply of auto ancillaries/components manufactured in Japan. The affected companies have been monitoring the position in order to normalize their operations. As a result, most of the Japan-based suppliers have been making progress to restart production and many either have or are ready to resume production of such parts.