GOVERNMENT OF INDIA POWER LOK SABHA

UNSTARRED QUESTION NO:2646 ANSWERED ON:09.12.2011 CHINESE POWER EQUIPMENT Bhadana Shri Avtar Singh

Will the Minister of POWER be pleased to state:

- (a) whether Government is aware that Chinese power equipment are emerging fast in the Indian market;
- (b) if so, the details thereof;
- (c) whether many Indian companies have represented to the Government to limit Chinese competition on power generation equipment; and
- (d) if so, the action taken by the Government thereon?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF POWER(SHRI K.C. VENUGOPAL)

- (a) & (b): Large capacity addition is envisaged in 11th Plan and utilities have been sourcing power equipment from domestic as well as foreign manufacturers based on their techno-economic evaluation. The Central Electricity Authority (CEA) has informed that as per mid term appraisal of 11th Plan, about 50,757 MW thermal generation capacity is likely to be added with high degree of certainty out of which orders for main plant equipment for about 16000 MW capacity have been placed on Chinese suppliers. In addition, out of the 10480 MW thermal projects of 11th Plan on best effort basis, orders for main plant equipment for about 5100 MW have been placed on Chinese suppliers. In respect of Hydro Power plants, about 334 MW capacity with TG set supplied by Chinese manufacturers has already been commissioned in the 11th Plan and about 170 MW is under construction.
- (c) & (d): A Committee was set up under Member (Industry), Planning Commission to look into disadvantages being suffered by the domestic manufacturers of power equipment. The Committee has submitted its report and amongst others, has made recommendation for imposition of 14% custom duty on import of equipment for Mega power projects. The recommendations of the Committee are under consideration by the Government.