

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

UNSTARRED QUESTION NO:3502
ANSWERED ON:26.04.2012
AUTO COMPONENT INDUSTRIES
Maadam Shri Vikrambhai Arjanbhai

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

(a) whether the Ministry has asked the Ministry of Finance to create a Rs. 1000 crore corpus to fund technology upgradation of the auto components industries to make them globally competitive; and

(b) if so, the details thereof and the reaction of the Ministry of Finance thereon?

Answer

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

(a) to (b): The Department of Heavy Industry, in its pre-budget recommendations to Ministry of Finance, had recommended for creation of a Auto Component Technology Development Fund (ATDF) with a corpus of Rs. 1000 crore, to be used to support auto component companies for their modernization and technology upgradation, incentives for facilitating manufacturing of electric vehicles (including hybrid and plug in hybrid vehicles), etc. However, in the budget, no fund for this purpose has been provided.