

**GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA**

STARRED QUESTION NO:206

ANSWERED ON:27.08.2012

INVESTMENT IN DMIC PROJECT

Pathak Shri Harin;Tomar Shri Narendra Singh

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

- (a) the mode and quantum of investment and progress made so far in the proposed Delhi-Mumbai Industrial Corridor (DMIC) project and the time by which the project is likely to be completed;
- (b) the expected amount of investment from various sources including Japan along with the jobs likely to be generated in the country after completion of this project;
- (c) the details of various Airports likely to be connected with DMIC;
- (d) whether there is any proposal to construct six lane expressway for improving connectivity with Airports in the proposed industrial cities around the DMIC project; and
- (e) if so, the details thereof?

Answer

THE MINISTER OF COMMERCE AND INDUSTRY (SHRI ANAND SHARMA)

(a) to (e): A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO.206 FOR ANSWER ON 27TH AUGUST 2012.

(a): The Government of India (GoI) will provide financial assistance in the form of grant of Rs 17,500 crore over the next five years for the development of trunk infrastructure @ Rs 2500 crore per city on an average subject to a ceiling of Rs 3000 crore per city through the establishment of a Delhi Mumbai Industrial Corridor (DMIC) Project Implementation Trust Fund. In addition, a corpus of Rs 1000 crore has been set up within the aforementioned Fund for project development activities. Majority of projects in DMIC are proposed to be structured through Public Private Partnership. Depending on the geographical location and size, the development of each city in DMIC as per world standards is estimated to require an investment of the order of Rs 50,000 - 75,000 crore at 2010 prices, including cost of land procurement and development. The preparation of the Perspective Plan for the overall DMIC region is complete. Land acquisition process has been initiated by all the six DMIC States, except Uttar Pradesh. The Financial and Institutional Structure for development of the industrial cities in DMIC region has been approved by the Government of India on 15th September, 2011. The cities would be launched with the development of townships of 25-50 sq km which are envisaged to be completed by the end of 2018.

(b): During the visit of Japanese Prime Minister to India in December, 2011, the Government of Japan announced its financial support for DMIC projects with Japanese participation to an extent of US \$ 4.5 billion in the first phase of the project. The land for the industrial cities would be the contribution of the respective State Governments. It is estimated that the developments under the project will offer employment opportunities for three million people.

(c): All the industrial cities proposed to be developed under DMIC Project would be connected to the major transport arteries, i.e., National Highways and Railway network, which will further provide the connectivity to the ports and airports. Aerotropolis Project in the State of Rajasthan under Neemrana – Khushkhara – Bhiwadi Investment Region and an Airport Project in the State of Gujarat near Ahmedabad – Dholera Investment Region have been proposed under DMIC project. Both the Regions have been identified as National Investment and Manufacturing Zone (NIMZ) along the DMIC.

(d) & (e): The State Government of Rajasthan has finalized the alignment for road link project connecting Bhiwadi and Neemrana to provide connectivity to the Airport. Government of Gujarat is undertaking the development of a 6 lane expressway from Ahmedabad to Dholera to provide connectivity to the airport. Gujarat State Road Development Corporation has been entrusted with the responsibility for the project development and implementation.