

**GOVERNMENT OF INDIA
POWER
LOK SABHA**

UNSTARRED QUESTION NO:3303
ANSWERED ON:13.12.2012
FDI IN POWER SECTOR
Jagannath Dr. M.

Will the Minister of POWER be pleased to state:

- (a) whether currently 100 per cent FDI is allowed through the automatic route in the power sector including transmission;
- (b) if so, the names of foreign players involved in this sector;
- (c) whether the show of interest by the Chinese firm has promoted the Government to rethink on 100 per cent FDI;
- (d) if so, the details thereof;
- (e) whether the Government proposes to amend the rules relating to FDI in power sector; and
- (f) if so, the details thereof?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) OF THE MINISTRY OF POWER (SHRI JYOTIRADITYA M. SCINDIA)

(a) : Yes, Madam.

(b) : Several global power plant equipment manufacturing companies from Japan, Europe and USA have formed Joint Ventures with Indian Companies for establishing manufacturing base in India for the manufacture of supercritical boilers/ turbine generators and technology transfer. The companies are Mitsubishi Heavy Industries Ltd., Japan with L&T at Gujarat; Hitachi, Japan with BGR at Tamil Nadu; Toshiba, Japan with JSW at Tamil Nadu; Alstom, France with Bharat Forge at Gujarat; Ansaldo Caldie, Italy with Gammon at Tamil Nadu; Babcock & Wilcox, USA with Thermax at Maharashtra; Hitachi Power Europe GmbH (Germany) with BGR at Tamil Nadu. Doosan, Korea (100% FDI) has come to establish its manufacturing facilities on their own strength in Tamil Nadu.

Besides CLP India Pvt. Ltd., a wholly owned subsidiary of CLP Holdings has set up a 1320 MW thermal power project at Haryana. In addition, M/s AES (Chhattisgarh Energy Pvt. Ltd.) proposes to setup 2x660 MW Thermal Power Project in Chhattisgarh and Odisha Power Generation Corporation Ltd. (A Joint Venture of Govt. of Odisha & AES Corp. USA) also proposes to setup a new Thermal Power Project (2x660 MW) in Odisha. There are several other foreign investors who have invested in the power sector on equity basis in different Indian companies.

(c) : No, Madam.

(d) : Does not arise in view of reply at (c) above.

(e) : No, Madam.

(f) : Does not arise in view of reply at (e) above.