

**GOVERNMENT OF INDIA  
RAILWAYS  
LOK SABHA**

UNSTARRED QUESTION NO:1061  
ANSWERED ON:02.03.2015  
STATUS OF WORK OF COACH FACTORY  
Rajesh Shri M. B.

**Will the Minister of RAILWAYS be pleased to state:**

- (a) the present status of Palakkad Rail Coach Factory Project;
- (b) whether the Railways have set any time line for completion of the project;
- (c) if not, the reasons therefor;
- (d) whether the delay would cause cost escalation of the said project;
- (e) if so, the estimated cost escalation in this regard; and
- (f) the time by which it is likely to be completed?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF RAILWAYS (SHRI MANOJ SINHA)

- (a) Setting up of Rail Coach Factory at Palakkad has been sanctioned under Public Private Partnership (PPP) mode. Two stage bid process consisting of RFQ (Request for Qualification) & RFP (Request for Proposal) is to be followed for selection of the bidder. Fresh Business Model has been firmed up after interaction with potential bidders and the same has been processed for seeking cabinet approval.
- (b) & (c) Since the work is yet to be awarded, the likely time for setting up the factory cannot be indicated at this stage.
- (d) to (f) Do not arise.