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

UNSTARRED QUESTION NO:149 ANSWERED ON:21.07.2015 Decline in Automobile Industry Shekhawat Shri Gajendra Singh

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

- (a) whether the Government is aware that the automobile industry of the country is under stress due to non-sale of products particularly trucks and other heavy vehicles and cars etc., as well as other factors;
- (b) if so, the details thereof; and
- (c) the remedial measures taken by the Government to protect automobile industry?

## Answer

## MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI G.M. SIDDESHWARA)

- (a): The automobile industry had been under stress in the last three years and had been witnessing de-growth in a few segments on account of slowdown in the economy. The passenger vehicle segment, the commercial vehicle segment (specially the Medium & Heavy Commercial Vehicles) were either flat or de-growing during this period. The growth in these segments has revived in the current financial year.
- (b): Details of the domestic sales and growth since FY 2013 14 are given below:

Category Domestic Sales
Segment 2013-14 2014-15 2015-16
(Upto June 2015)
Units Growth (%) Units Growth (%)
Passenger Vehicles 25,03,509 -6.05 26,01,111 3.90 6,53,302 6.17
Commercial Vehicles 6,32,851 -20.23 6,14,961 -2.83 1,46,159 3.55
Three Wheelers 4,80,085 -10.90 5,31,927 10.80 1,13,041 -6.77
Two wheelers 148,06,778 7.31 160,04,581 8.09 39,75,724 0.64
Grand Total 184,23,223 3.53 197,52,580 7.22 48,88,226 1.24

- (c): The remedial measures taken by the Government to protect the industry were as below:
- i. The Government had lowered the duty on vehicles in February 2014, which continued until December 2014.
- ii. Orders were placed for buses under the JNNURM scheme.
- iii. Subsidies are being given electrical vehicles.

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