

**GOVERNMENT OF INDIA
RAILWAYS
LOK SABHA**

UNSTARRED QUESTION NO:651

ANSWERED ON:02.12.2015

FDI in Rail Engine Factories

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Will the Minister of RAILWAYS be pleased to state:

- (a) whether the Government has any proposal to start a project by investing hugely through Foreign Direct Investment in rail engine factories across the country;
- (b) if so, the details thereof and whether the Government has chosen sites for the purpose;
- (c) if so, the details thereof and whether any international/foreign company has been invited for the purpose;
- (d) if so, the details thereof along with the share/stake of foreign company and Government in the project; and
- (e) the further steps taken/being taken by the Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF RAILWAYS

(SHRI MANOJ SINHA)

(a) Yes, Madam.

(b) Projects to be set up through Foreign Direct Investment are:

(i) Diesel Locomotive Manufacturing Factory at Marhaura; and

(ii) Electric Locomotive Manufacturing Factory at Madhepura.

(c) M/s GE Global Sourcing India Pvt. Ltd. has been selected as Joint Venture Partner for manufacture of Diesel Locomotives at Marhaura and M/s Alston Manufacturing India Ltd. has been selected as Joint Venture Partner for manufacture of Electric Locomotives at Madhepura.

(d) The share of Ministry of Railways in the equity of each of the project will be 26 % subject to a maximum of ` 100 cr. for each of the projects.

(e) Contracts have been signed with the respective Joint Venture Partners (JV) and further action would be taken in terms of the contract agreements.
