

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES
RAJYA SABHA
UNSTARRED QUESTION NO. 1875
ANSWERED ON 04.08.2023

FAME SCHEME

1875. SHRI RAGHAV CHADHA:

Will the Minister of **Heavy Industries** be pleased to state:

- (a) whether Government acknowledges that two-wheeler EV makers have not received subsidies for 4.5 Lakh vehicles under Faster Adoption and Manufacturing of Electric Vehicles (FAME-II), if so, steps that are being taken by Government in this regard;
- (b) whether Government acknowledges that a sudden reduction of subsidy on electric twowheelers will lead to a major decline in EV adoption, if so, the reasons behind and the steps taken by Government;
- (c) the details of the incentives provided to e-rickshaw drivers and whether Government plans to increase the subsidy for the same; and
- (d) action taken by Government to conduct a comprehensive review of the FAME II scheme?

ANSWER
THE MINISTER OF STATE FOR HEAVY INDUSTRIES
(SHRI KRISHAN PAL GURJAR)

(a): Sir, the Ministry of Heavy Industries formulated Faster Adoption and Manufacturing of Electric Vehicles in India Phase II (FAME India Phase II) Scheme for a period of five years commencing from 1st April, 2019 with a total budgetary support of Rs. 10,000 crore. This phase mainly focuses on supporting electrification of public & shared transportation, and aims to support through demand incentive 7090 eBuses, 5 lakh e-3 Wheelers, 55000 e-4 Wheeler Passenger Cars and 10 lakh e-2 Wheelers. In addition, creation of charging infrastructure is also supported under the Scheme.

Under phase-II of FAME India Scheme, 8,72,920 no. of electric vehicles amounting to Rs. 4267.00 Cr. (approx..) have been sold by the electric vehicle manufactures to consumers as on 02.08.2023 (as per <http://fame2.heavyindustries.gov.in/dashboard.aspx>). The details of sold electric vehicles category wise are as under:

Sl. No.	Wheeler Type	Total No. of Vehicle
1.	2 wheeler	7,75,753
2.	3 wheeler	87,570
3.	4 wheeler	9,597
Total		8,72,920

Further, MHI sanctioned 6315 electric buses to 65 cities/STUs/State Govt. entities for intracity operations.

(b): Sir. The government has reduced the Electric Vehicle (EV) subsidy per unit to 15% of the ex-factory price from 40% for e-2Ws under FAME India Scheme Phase-II keeping in mind the increasing penetration of the EV market. This has been implemented after stakeholder's consultation meetings with OEMs of e-2W on 16.05.2023 and the approval of the Project Implementation and Sanctioning Committee (PISC) for FAME India Scheme Phase-II.

(c): Sir, under Phase-II of FAME-India Scheme, incentives are provided to buyers of e-rickshaw in the form of an upfront reduction in the purchase price of electric vehicles. The incentive is linked to battery capacity i.e. Rs. 10,000/KWh for e-3W with a cap 20 % of the cost of vehicle.

(d): Sir, at present, Government has no plan to conduct a comprehensive review of the FAME-II scheme.
