

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
DEPARTMENT OF HEAVY INDUSTRY

LOK SABHA
UNSTARRED QUESTION NO. 3301
TO BE ANSWERED ON. 07.08.2018

Automotive Mission Plan

3301. SHRI TEJ PRATAP SINGH YADAV:
SHRIMATI ANJU BALA:

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

- (a) whether the Government has formulated the Automotive Mission Plan, 2016 for development of automotive industry and if so, the details thereof;
- (b) whether the Government has extended the timeline for the National Automotive Testing and R&D Infrastructure Project (NATRIP);
- (c) if so, the details of facilities envisaged to be part of NATRIP that are in various stages of planning;
- (d) whether the Government provides incentives for Research and Development investment by automotive industries and if so, the details thereof;
- (e) whether the Government has assessed the challenges that the automotive sector is presently facing and if so, the details thereof; and
- (f) the steps taken by the Government in this regard?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI BABUL SUPRIYO)

(a): Yes Madam, the salient features of Automotive Mission Plan 2016-26 are:

- i The Automotive industry to be a top job creator – 65 million additional jobs.
- ii The Automotive industry to be the prime mover of Manufacturing sector and “Make in India” Programme.
- iii The Automotive industry to aim at increasing export of vehicle by 5 times and components by 7.5 times.
- iv For success of AMP 2016, there is a need of coordinated and stable policy regime for the automotive sector
- v Specific interventions are envisaged to sustain and improve manufacturing competitiveness and to address challenges of environment and safety.

(b): Yes Madam, as per the approval of CCEA in July, 2016, the timeline of NATRIP Project has been extended till June 2019 as per last facilities completion date.

(c): NATRIP has awarded most of contracts relating to Civil Infrastructure and procurement of Machines & Equipment for the testing facilities to be created at various centers. The target dates for the completion of various ongoing facilities have been advanced in many cases for ensuring early completion.

(d): Yes Madam, Government is providing fiscal incentive of weighted tax deduction for R&D expenditure for in house R&D facility.

(e) & (f): In the course of formulating AMP 2016-26, the Government has assessed the challenges being faced by the Indian Automotive Industry. These challenges include sustaining growth rate of output, export related issues, currency depreciation, congestion and pollution, inadequate infrastructure development , finance and taxation. In order to ensure a fair and predictable governing environment for the Indian Automotive Industry, AMP 2016-26 spells out views on the path of evaluation of key policies for the Auto sector, so that all regulations impacting the industry are formulated comprehensively in scope and scale to be implemented harmoniously across the nation and both at the centre and the States.
