

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES
LOK SABHA
UNSTARRED QUESTION NO.1591
ANSWERED ON 07.12.2021

ORIGINAL EQUIPMENT MANUFACTURERS

1591. SHRI PARVESH SAHIB SINGH VERMA:

Will the Minister of HEAVY INDUSTRIES **भारी उद्योग मंत्री** be pleased to state:

- (a) whether the Government has taken any steps to compensate the significant financial distress across the automobile value chain caused by the exit of foreign automobile Original Equipment Manufacturers (OEMs) from Indian market, if so, the details thereof;
- (b) whether the Government has sought a report from the concerned departments to assess the financial impact and the employment losses caused by such exits, if so, the details thereof;
- (c) if not, whether the Government intends to undertake an enquiry into the impact of such exits on all stakeholders in the industry; and
- (d) whether the Government has devised a strategy to protect automobile dealers from above mentioned foreign automobile OEM exits, if so, the details thereof?

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

(a) to (d): Investments in the automobile sector is through the automatic route, except in respect of few instances. Further, the investments are guided by FDI policy.
