

**HEAVY INDUSTRIES AND PUBLIC ENTERPRISES  
DEPARTMENT OF HEAVY INDUSTRY**

**LOK SABHA  
UNSTARRED QUESTION NO. 563  
TO BE ANSWERED ON 25.06.2019**

**Promotion of Electric Vehicles**

†563. SHRI KANAKMAL KATARA:

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

- (a) whether the Government has formulated any Phased Manufacturing Programme (PMP) to promote manufacturing of electric vehicles;
- (b) if so, the details thereof;
- (c) the names of the leading automobile manufacturers who have shown their interest in the domestic manufacturing of electric vehicles in the country;
- (d) the financial assistance provided by the Government to the companies manufacturing such vehicles in the country; and
- (e) the number of such initiatives taken?

**ANSWER**

**THE MINISTER OF HEAVY INDUSTRIES & PUBLIC ENTERPRISES  
(SHRI ARVIND GANPAT SAWANT)**

(a) & (b) Yes Sir, Department of Heavy Industry has notified a Phased Manufacturing Programme (PMP) to promote indigenous manufacturing of Electric Vehicles, its assemblies / sub-assemblies and parts / sub-parts / inputs of the sub-assemblies thereof vide Department's communication no. 12(31)/2017-AEI dated 6<sup>th</sup> March 2019 (*ANNEXURE-I*).

Subsequently, another PMP for Electric/Hybrid (xEV) Parts for eligibility of vehicles to avail demand incentives under FAME Phase-II was issued on 29<sup>th</sup> April 2019 (*ANNEXURE-II*).

*Contd./-*

(c): So far, following seven (7) OEMs have shown their interest in the domestic manufacturing of electric vehicles in the country -

1. Tata Motors Ltd.
2. Mahindra Electric Mobility Ltd.
3. Kinetic Green Energy & Power Solutions Ltd.
4. Ampere Vehicles Private Ltd.
5. Okinawa Autotech Private Ltd.
6. Ather Energy Pvt. Ltd.
7. Jitendra New EV Tech Pvt. Ltd.

(d): As per FAME India Scheme, incentives are provided to the purchaser of electric vehicle as per scheme's notification [ S.O. 1300 (E)] dated 8<sup>th</sup> March 2019, which is available in department's website ([www.dhi.nic.in](http://www.dhi.nic.in)).

(e): Various initiatives have been taken by the Government to promote electric mobility in the country. Some of them are summarized hereunder –

- (i) Under new GST regime, the rates of GST on Electric Vehicles has been kept in the lower bracket of 12% (with no Cess) as against the 28% GST rate with Cess up to 22% for conventional vehicles.
- (ii) Ministry of Power has allowed sale of electricity as 'service' for charging of electric vehicles. This would provide a huge incentive to attract investments into charging infrastructure.
- (iii) Ministry of Road Transport Highways issued notification regrading exemption of permit in case of battery operated vehicles.

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