

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

RAJYA SABHA
STARRED QUESTION NO. *9
TO BE ANSWERED ON 16.11.2016

Objectives of Automotive Mission Plan, 2026

*9. PROF. M.V. RAJEEV GOWDA :

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

- (a) the objectives of the Automotive Mission Plan, 2026;
- (b) the Ministry's analysis of the challenges that the automotive sector is presently facing;
- (c) whether Government aims to provide incentives for Research and Development investment by automotive industries; and
- (d) if so, the details thereof and if not, the reasons therefor?

ANSWER

MINISTER OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
(SHRI ANANT G GEETE)

(a) to (d) : A statement is laid on the Table of the House.

Statement referred to in reply to parts (a) to (d) of Rajya Sabha Starred Question No. 09 for 16.11.2016 asked by Prof. M.V. Rajeev Gowda regarding “OBJECTIVE OF AUTOMOTIVE MISSION PLAN, 2026”

- (a): The objectives of the Automotive Mission Plan, 2026 include:
- i. To propel the Indian Automotive industry to become the engine of the “Make in India” programme.
 - ii. To make the Indian Automotive Industry a significant contributor to the “Skill India” programme.
 - iii. Promote safe, efficient and comfortable mobility for every person in the country, with an eye on environmental protection and affordability through both public and personal transport options.
 - iv. To seek increase net exports of the Indian Automotive industry several fold.
 - v. Promote comprehensive and stable policy dispensation for all regulations impacting the industry.

(b): The challenges faced by the Indian Automotive Industry include, inter alia, sustaining the growth rate; increasing net export of Indian Automotive Industry; improving inspection and certification regime along with well planned urban development and parking infrastructure especially to address the congestion and environmental concerns; improving infrastructure of ports, road transport; keeping the Indian Automotive Industry cost competitive and providing suitable tax and non tax incentives for the same.

(c) & (d): Government is providing fiscal incentive of weighted tax deduction for R&D expenditure for in House R & D facility.

Government is implementing The National Automotive Testing and R&D Infrastructure Project (NATRiP). This project aims at putting in place state-of-the-art automotive testing infrastructure that will meet safety and emission regulation requirements and also deepen India’s automotive R&D capabilities.

The Faster Adoption and Manufacturing of Hybrid and Electric Vehicles (FAME) India scheme being implemented by the Government also addresses technology development and commercialization aimed at making the electric/hybrid vehicles (xEV) market self-sustaining.
