

GOVERNMENT OF INDIA
MINISTRY OF COMMERCE & INDUSTRY
(DEPARTMENT OF COMMERCE)

RAJYA SABHA
UNSTARRED QUESTION NO. 2123
TO BE ANSWERED ON 06th AUGUST, 2021

EXPORT OF AUTOMOBILES

2123. SHRI M.V. SHREYAMS KUMAR:

Will the Minister of **COMMERCE & INDUSTRY** be pleased to state:

- (a) whether Government has taken note of a fall in export of automobiles, particularly cars, during the last three years;
- (b) if so, the details thereof and the reasons therefor;
- (c) the challenges faced by Government in boosting export of automobiles from the country; and
- (d) the steps taken by Government to boost export of automobiles?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY
(SMT. ANUPRIYA PATEL)

(a) to (d): The decline in India's export of automobiles, including cars is largely due to global economic slowdown and supply chain disruptions due to Covid-19 Pandemic. Government of India has been taking various proactive measures to boost export of automobiles, which include:

i) Various incentives/duty remission schemes like Advance Authorisation, Export Promotion Capital Goods Scheme and Interest Equalisation Scheme etc have been provided.

ii) Foreign Trade Policy (2015-20) has been extended upto 30-09-2021 due to the Covid-19 pandemic situation.

iii) Interest Equalisation Scheme on pre and post shipment rupee export credit has also been extended upto 30-09-2021.

iv) With a view to create a conducive manufacturing ecosystem and to enable integration with global supply chains, the Union Cabinet on [11th November, 2020](#) has given approval to introduce the Production-Linked Incentive (PLI) Scheme for Automobiles and Auto components, with a financial outlay of Rs. 57,042 crore over a five-year period, to make the Indian Automotive Industry more competitive.

v) Wholesale and retail trade and repair of vehicles has been brought under the ambit of MSMEs.
