

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES
LOK SABHA
UNSTARRED QUESTION NO. 1249
ANSWERED ON 03.12.2024

INCENTIVES TO TWO WHEELER PRODUCTION COMPANIES

**1249. SHRI SUDHEER GUPTA:
SHRI DHAIRYASHEEL SAMBHAJIRAO MANE:**

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

- (a) whether India has surpassed the China as biggest two wheeler market in the world and if so, the details thereof;
- (b) whether the Government proposes to incentives the two wheeler production companies in the country to maximize its reach to the people, particularly in the rural areas of the country;
- (c) if so, the details thereof and steps taken by the Government in this regard;
- (d) whether the Government proposes to link it with Production Linked Incentive Scheme to give boost to this industry; and
- (e) if so, the details thereof and measures taken by the Government in this regard?

ANSWER
THE MINISTER OF HEAVY INDUSTRIES
(SHRI H.D. KUMARASWAMY)

(a): Yes. As per information received from Society of Indian Automobile Manufacturers (SIAM), 16.6 million units of two-wheelers were sold in China in Calendar Year (CY) 2023 while total two-wheelers registered in India in CY 2023 were 17.10 million (as per Vahan database for CY 2023).

(b) to (e): Entry level two-wheeler manufacturers in India already have their reach to rural areas of the country. The Production Linked Incentive (PLI) scheme for Automobile and Auto components approved by the Government on 15th September, 2021 with a budgetary outlay of Rs. 25,938 crores proposes financial incentives to boost domestic manufacturing of Advanced Automotive Technology (AAT) products and attract investments in the automotive manufacturing value chain. AAT two-wheelers are also eligible for incentives under the scheme ranging from 13% to 18% on determined sales value. As on 26.11.2024, five two-wheeler Original Equipment Manufacturers (OEMs) are approved under the scheme. The details of the scheme are available at <https://heavyindustries.gov.in/pli-scheme-automobile-and-auto-component-industry>.
