

**GOVERNMENT OF INDIA
DEFENCE
LOK SABHA**

UNSTARRED QUESTION NO:1398
ANSWERED ON:02.03.2006
PRODUCTION OF MILITARY HARDWARE
Chowdhury Shri Adhir Ranjan;Nikhil Kumar Shri

Will the Minister of DEFENCE be pleased to state:

- (a) whether the Government has decided to encourage transfer of technology for production of military hardware from foreign countries to private sector in the country;
- (b) if so, the details thereof; and
- (c) the steps taken by the Government in this regard?

Answer

MINISTER OF STATE FOR DEFENCE PRODUCTION (RAO INDERJIT SINGH)

(a) to (c): The Defence Industry sector is now open up to 100% for Indian private sector participation with Foreign Direct Investment permissible up to 26%, both subject to licensing.