

**GOVERNMENT OF INDIA
MINISTRY OF CORPORATE AFFAIRS**

**RAJYA SABHA
UNSTARRED QUESTION NO. 1636
ANSWERED ON TUESDAY THE 04TH AUGUST, 2015**

**REJECTION OF ALLEGATION OF UNFAIR BUSINESS PRACTICES
AGAINST AUTO-MAKERS**

QUESTION

1636. SHRI MOHD. ALI KHAN:

Will the Minister of CORPORATE AFFAIRS be pleased to state:

- (a) whether the Competition Commission of India (CCI) has rejected allegations of unfair business practices made against 18 auto-makers with respect to conditions put forward in their dealership agreements; and
- (b) if so, the details thereof and if not, the present status thereof?

ANSWER

THE MINISTER OF CORPORATE AFFAIRS

(SHRI ARUN JAITLEY)

(a) & (b) The issue of dealership agreements between the automobile manufacturers and authorized dealers being completely one sided and in favour of the automobile manufacturers was considered by the Competition Commission of India in a case (No. 20 of 2015: Shri K. Rajarajan Vs Mahindra & Mahindra Ltd. & others) against 18 automobile manufacturers. The Commission has passed an order dated 30.06.2015, holding, inter-alia, that no prima facie case of contravention of the provisions of section 3 and 4 of the Competition Act relating to anti-competitive agreements and abuse of dominant position respectively was made out against the opposite parties.
