

Daikin India, Rechi form JV to make AC compressors

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Daikin India, a 100 per cent subsidiary of Japan-based Daikin Industries, and Rechi Precision, a major in the compressor business, have announced a joint venture (JV) to manufacture, design and sell rotary (inverter and non-inverter) compressors in India and some overseas markets.

“Rechi Precision’s innovative rotary compressor technology complements Daikin India’s portfolio and delivers substantial benefits, including localised products, affordability and enhanced reliability,” the release said.

This is the first partnership for Daikin India in the country.

Under the agreement, Daikin India will hold a majority share. In the initial phase, efforts will con-

centrate on providing test samples of Rechi’s rotary compressors to India’s AC manufacturers to facilitate swift adoption and evaluation. The JV is expected to become operational by the fourth quarter of the current FY. “The JV includes plans to build a 33-acre manufacturing plant in Sri City, Andhra Pradesh,” it said.

“This JV formation is in line with our mid-term business strategy to establish a major hub in India. By partnering Rechi Precision, a Taiwanese firm known for its cost-effective material procurement and manufacturing expertise and extensive global track record in compressor sales, we aim to build a business foundation for compressor production and sales in India,” Shoji Uehara, executive officer, global operations division, Daikin Industries, Japan said in its release.

