

Auto companies to offer 1.5-3% discount against scrapped vehicles

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Ahead of the festival season, several passenger and commercial vehicle manufacturers have agreed to offer discounts of 1.5-3 per cent on new vehicle purchase against scrapped old vehicles after a meeting with Union Minister Nitin Gadkari, an official statement said on Tuesday.

The statement further said Mercedes Benz India has offered a flat discount of ₹25,000, which will be over and above all existing discounts.

Union Road Transport and

Highways (RT&H) Minister Nitin Gadkari on Tuesday chaired a meeting with the SIAM delegation at Bharat Mandapam.

“During this interaction, responding positively to the advice of the minister RT&H and recognising the importance of fleet modernisation and circular economy, multiple commercial vehicle manufacturers and multiple passenger vehicle (PV) manufacturers have agreed to offer discounts for a limited period against a certificate of deposit (Scrappage Certificate),” the statement said.

It said commercial vehicle manufacturers are willing to offer discounts

for a limited period of two years and PV manufacturers are willing to offer discounts for a limited period of one year. The statement noted these discounts will further incentivise the scrapping of vehicles. According to the statement, PV manufacturers namely Maruti Suzuki India, Tata Motors, Mahindra & Mahindra, Hyundai Motor India, Kia Motors, Toyota Kirloskar Motor, Honda Cars, JSW MG Motor, Renault India, Nissan India and Skoda Volkswagen India, will offer discount of 1.5 per cent of the ex-showroom price of new car or ₹20,000, whichever is less, against the passenger vehicle scrapped by the owner in the past 6 months.

