GOVERNMENT OF INDIA
MINISTRY OF MINES
RAJYA SABHA
UNSTARRED QUESTION NO. 2026
ANSWERED ON 21.03.2022

GROWTH OF MINING SECTOR

2026. SHRI G.C. CHANDRASHEKHAR:
DR. L. HANUMANTHAIAH:
SMT. PHULO DEVI NETAM:

Will the Minister of MINES be pleased to state:

(a) whether Government has assessed the impact of the closure and disruptions of mining activities in States like Goa and Karnataka, on the decline in the mining sector's share of National GDP and, if so, the details thereof;

(b) the annual growth rate of the mining industry from 2016 till date;

(c) whether Government has reached the objective of increasing the growth of the mining sector from 3 per cent in 2017-18 to 14 per cent in 2022, as per NITI Aayog's Strategy for New India @ 75 Report 2019; and

(d) if so, the details thereof and, if not, the reasons therefor?

ANSWER

THE MINISTER OF MINES, COAL AND PARLIAMENTARY AFFAIRS
(SHRI PRALHAD JOSHI)

(a) to (d): An assessment of the impact in mining activities in Goa and Karnataka on the mining sector's share of national GDP is given in Annexure-I. As per the NITI Aayog's Strategy for New India @ 75 Report 2019, the objective was to "accelerate the growth of the mining sector from 3 per cent in 2017-18 to 14 per cent, with an average growth of 8.5 per cent during 2018-23." The year-wise Gross Value Added (GVA) by the Mining and Quarrying Sector and percentage growth since 2016-17 is provided at Table in Annexure-II.

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Annexure-I

Annexure referred to in reply to RS USQ No. 2026 answered on 21.03.2022 regarding 'GROWTH OF MINING SECTOR'

The percentage share of GVA of metallic and non-metallic minerals under the ambit of Mineral Conservation and Development Rules (MCDR) in the country's GDP since 2014-15 is given below:

Year	Contribution to GDP (%)
2014-15	0.53
2015-16	0.51
2016-17	0.58
2017-18	0.52
2018-19	0.47
2019-20	0.45

Note: Calculated from Statement 8.5 (Outputs & Value Added from Mining and Quarrying) provided in the National Accounts Statistics published by the Ministry of Statistics and Programme Implementation. Figures for 2020-21 not yet available

As regards impact in mining activities in the States of Goa and Karnataka, it is mentioned that the percentage share of value of production of MCDR minerals in Goa to the total value of production of MCDR minerals of the country was already quite low, at 2.1% in the year 2017-18. From 2018-19 onward, the figure has been negligible. In the case of Karnataka, the percentage share of the State, which was 14.5% in 2017-18, declined to 11.5% in 2018-19 and 10.5% in 2019-20. The value of production of MCDR minerals in Karnataka had marginally declined from Rs. 8,681 crores in 2017-18 to Rs. 8,479 crore in 2018-19 and further to Rs. 8,129 crores in 2019-20. However, the value of production of MCDR minerals in the State of Karnataka has increased to Rs. 9,922 crores in 2020-21, with an increase in the percentage contribution to total value of MCDR mineral production of the country to 12.6%.

Annexure-II

Annexure referred to in reply to RS USQ No. 2026 answered on 21.03.2022 regarding 'GROWTH OF MINING SECTOR'

Table: GVA in Mining Sector since 2016-17 at Constant Prices

Year	GVA (Rs. crore)	Growth (%)
2016-17	3,49,248	9.84
2017-18	3,29,612	-5.62
2018-19	3,26,815	-0.85
2019-20	3,21,766	-1.54
2020-21	2,94,024	-8.62
2021-22 (2nd AE)	3,30,945	12.56

AE: Advanced Estimate; Source: Ministry of Statistics and Programme Implementation

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