

GOVERNMENT OF INDIA
MINISTRY OF FOOD PROCESSING INDUSTRIES
RAJYA SABHA
UNSTARRED QUESTION NO. 2035
ANSWERED ON 23.12.2022

CONTRIBUTION OF FOOD PROCESSING SECTOR TO GDP

2035 # SHRI DEEPAK PRAKASH:

Will the Minister of *FOOD PROCESSING INDUSTRIES* be pleased to state:

- (a) whether the contribution of food processing sector to the Gross Domestic Product (GDP) has increased;
- (b) if so, the details thereof during the last four years and the current year;
- (c) whether any target has been fixed for creating employment opportunities in food processing sector and increasing its share in GDP; and
- (d) if so, the details thereof and the steps taken to achieve the said targets and if not, the reasons therefor?

ANSWER

THE MINISTER OF STATE FOR FOOD PROCESSING INDUSTRIES
(SHRI PRAHLAD SINGH PATEL)

(a) Yes Sir.

(b) The Gross Value Addition (GVA) in food processing sector has increased from Rs. 1.79 lakh crore in 2016-17 to Rs.2.37 lakh crore in 2020-21 at a Compounded Annual Growth Rate (CAGR) of 7.27 %. The GVA for the last four years and latest year i.e. 2020-21 are as under:

(Rs. in lakh crore)

	2016-17	2017-18	2018-19	2019-20	2020-21
Gross Value Added	1.79	1.93	2.36	2.26	2.37

Source: National Accounts Statistics, M/o Statistics & Programme Implementation.

(c) & (d). The Ministry implement various schemes to boost value addition in the food processing sector, generate employment opportunities, augment income of farmers etc. Although no target is set for employment generation, however, the food processing sector contributes 12.2% of employment in the registered manufacturing sector. The Ministry of Food Processing Industries implements the Pradhan Mantri Kisan SAMPADA Yojana (PMKSY) which inter-alia aims at creation of modern post-harvest infrastructure, boosting value addition, providing better returns to farmers, creation of employment opportunities etc. In addition, the Ministry is also implementing the PM-Formalization of Micro Food Processing Enterprises (PMFME) Scheme for providing financial, technical and business support for setting up/upgradation of two lakh existing micro food processing enterprises across the country. A new Production Linked Incentive scheme (PLIS) for Food Processing Sector is being implemented to support creation of global food manufacturing champions.
