

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF REVENUE

RAJYA SABHA UNSTARRED QUESTION NO. 540
ANSWERED ON – 25/07/2023

Impact of GST on industries

540. SHRI. KUMAR KETKAR:

Will the Minister of FINANCE be pleased to state:

- (a) the number and details of industrial sectors closed down after introduction of GST; and
- (b) whether it is a fact that nearly 36 per cent of industries in the country have been closed down after introduction of faulty implementation of GST, if not, the correct per cent with the industry-wise bifurcation?

ANSWER

THE MINISTER OF STATE IN MINISTRY OF FINANCE
(SHRI PANKAJ CHAUDHARY)

(a) & (b): Data regarding closure of industries is not maintained by the Ministry. However, GST has been a milestone in the economic landscape of India. It has decreased the number of taxes and overall tax burden while significantly increasing transparency. It has resulted in the significant increase in the number of registered tax payers. Before the GST regime, the number of registered taxpayers was around 54 lakhs which has now increased to around 1.46 Crores after the GST regime. Since, GST is a total IT based system, all compliances by taxpayers are submitted through electronic mode only. Further, with continued efforts for simplification, GST has leveraged assessee facilitation and sustained progress towards rationalising and making indirect tax administration more taxpayer friendly.
