## GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY (DEPARTMENT OF COMMERCE)

## LOK SABHA UNSTARRED QUESTION NO. 1869 TO BE ANSWERED ON 28<sup>th</sup> NOVEMBER, 2016

### **EXPORT ORIENTED UNITS**

# 1869. SHRI R. GOPALAKRISHNAN: SHRI GOPAL SHETTY:

Will the Minister of **COMMERCE & INDUSTRY** (वाणिज्य एवं उद्योग मंत्री ) be pleased to state:

- (a) the total number of Export Oriented Units (EOUs) set up in the country during the last three years and the current year including those which are functional and non-functional, State/UT-wise;
- (b) whether there has been a gradual decline in the number of EOUs in the country and if so, the details thereof and the reasons therefor along with the steps taken by the Government for revival of non-functional EOUs;
- (c) the percentage of business done by the EOUs in total import-export trade of the country during the last three years along with the amount of foreign currency earned therefrom during the said period; and
- $\left(d\right)$  whether these EOUs are getting several economic concessions and if so, the details thereof?

### ANSWER

### वाणिज्य एवं उद्योग राज्य मंत्री (श्रीमती निर्मला सीतारमण) (स्वतंत्र प्रभार)

#### THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (INDEPENDENT CHARGE) (SMT. NIRMALA SITHARAMAN)

(a): The total number of Export Oriented Units (EOUs) set up in the country during the last three years and the current year including those which are functional and non-functional, State/UT-wise are at Annex-I.

(b): Yes Madam, there is decline in number of EOUs from 1993 functional units in the year 2013-14 to 1886 functional units in the current year. Primarily, EOUs are getting debonded and less number of new EOUs are coming because of discontinuance of Income Tax Exemption under Section 10B of Income Tax Act.

There is no provision for revival of non-functional EOUs as EOUs are private enterprises and operate on market forces.

(c): The percentage of business done by the EOUs in total import-export trade of the country during the last three years along with the amount of foreign currency earned therefrom during the said period is as below:

Year	Import (% of total India's Import)	Export (% of total India's Import)	Foreign Currency Earned (Rs. in crores)				
2013-14	1.33	5.48	73817.60				
2014-15	1.44	5.56	75022.10				
2015-16	1.50	5.68	64536.96				

(d): Yes, the incentives/concessions provided by Government to EOUs are as follows:

- i. Exemption from payment of Customs Duty and Central Excise Duties on goods imported or procured from domestic market.
- ii. Reimbursement of Central Sales Tax (CST) on inputs used which have been manufactured in India.
- iii. Reimbursement of duty paid on fuel procured from Domestic Oil Companies.
- iv. Reimbursement of additional duty of excise levied on fuel.

Annex-I													
Zone	State/ UT	2013-2014			2014-2015			2015-2016			2016-2017		
		No. of EOUs set up	onal EOUs	Non- functio nal EOUs	EOUs set up		functio	EOUs set up	EOUs	functio	EOUs set up		Non- functio nal EOUs
NSEZ	Chan digarh	0	3	1	0	3	0	0	2	0	0	2	0
	Delhi	1	25	22	0	19	19	1	16	14	0	12	15
	Harya na	2	78	12	1	71	10	2	63	10	0	57	9
	Hima chal Prade sh	0	6	1	0	4	1	1	5	1	0	5	1
	Jamm u & Kash mir	0	3	1	0	3	1	0	2	0	0	2	0
	Punja b	0	13	10	0	12	8	0	10	8	0	8	8
	Rajas than	0	65	13	0	61	12	5	54	13	1	54	7
	Uttar Prade sh	3	81	28	2	60	26	4	56	20	1	56	19

	Uttrak hand	0	3	2	0	3	2	0	2	2	0	2	3
KASEZ	Gujara t	3	211	26	5	203	34	9	191	16	3	185	21
ISEZ	Madh ya Prade sh	0	9	0	1	10	0	0	8	0	0	7	0
CSEZ	Kerala	7	404	145	4	412	148	6	420	149	4	422	149
	Karnat aka	18	76	25	24	77	18	21	78	17	13	80	16
VSEZ	Andhr a Prade sh	1	83	39	8	83	39	7	75	42	1	77	40
	Telang ana	6	160	18	9	167	22	7	171	26	2	173	28
	Chhatt isgarh	0	0	6	0	0	6	0	0	6	0	0	6
	Yana m	0	0	0	0	0	0	0	0	0	0	0	0
FSEZ	West Benga I	1	59	0	0	45	12	1	43	12	0	37	12
	Orissa	0	14	3	0	3	13	0	3	7	1	2	6
	Jharkh and	0	2	0	0	2	0	0	2	0	0	2	0
	Megha laya	0	1	0	0	1	0	0	1	0	0	1	0
	Mizora m	0	1	0	0	0	1	0	0	1	0	0	1
	Bihar	0	1	0	0	1	0	0	1	0	0	1	0
MEPZ	Tamil Nadu	22	409	3	20	408	1	15	410	3	10	403	3
	Pondic herry	0	12	1	0	13	1	2	13	1	0	13	1
	Anda man & Nicob ar Island	0	3	2	0	3	3	0	3	3	0	3	3
SEEPZ	Mahar ashtra	5	216	2	12	219	4	8	224	0	7	224	0
	Goa, Dama n & Diu	2	36	0	2	37	1	3	37	0	0	38	0
	Dadra & Nagar Haveli	0	19	1	0	20	1	0	20	0	1	20	0
Total		71	1993	361	88	1940	383	92	1910	351	44	1886	348