

**GOVERNMENT OF INDIA  
MINISTRY OF HEALTH AND FAMILY WELFARE  
DEPARTMENT OF HEALTH AND FAMILY WELFARE**

**LOK SABHA  
UNSTARRED QUESTION NO. 4095  
TO BE ANSWERED ON 9<sup>TH</sup> DECEMBER, 2016**

**GROWTH RATE IN HEALTHCARE SECTOR**

**4095. SHRI S. RAJENDRAN:**

Will the Minister of **HEALTH AND FAMILY WELFARE** be pleased to state:

- (a) the current Compounded Annual Growth Rate (CAGR) in healthcare sector;
- (b) the CAGR worked out for 2015—2030;
- (c) whether the Government has any action plan for achieving such growth of healthcare sector in future; and
- (d) if so, the details thereof?

**ANSWER  
THE MINISTER OF STATE IN THE MINISTRY OF HEALTH AND  
FAMILY WELFARE  
(SMT. ANUPRIYA PATEL)**

(a): Healthcare sector has a complex structure which inter-alia comprises of own account enterprises, hospitals & dispensaries, etc. It is a mix of both public and private sector and covers segments like pharmaceuticals, medical devices, medical education, health research, telemedicine, medical tourism, health insurance, medical equipment, etc. A single Compounded Annual Growth Rate (CAGR) to represent the entire healthcare sector would be based on numerous assumptions about each segment of the healthcare sector. As each of these sectors grow at different rates and are impacted differently, computing a single representative Compounded Annual Growth Rate (CAGR) for the health sector becomes difficult.

(b): There is no Government estimate of the Compounded Annual Growth Rate (CAGR) in healthcare sector for 2015-30. However, Federation of Indian Chambers of Commerce and Industries (FICCI) and [KPMG](#), have estimated the CAGR of India in healthcare sector. The FICCI-KPMG report “Healthcare: the neglected GDP driver” has estimated CAGR of healthcare sector at 16 per cent during the period 2011-2020 and in monetary terms, health sector’s growth from US\$ 73.92 billion in 2011 to US\$ 280 billion in 2020.

(c) & (d): The Draft National Health Policy 2015 envisages public expenditure on health to increase to 2.5% of GDP in a time bound manner and aligning the growth of the private health care sector with public health goals.