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

LOK SABHA UNSTARRED QUESTION NO. 2833 TO BE ANSWERED ON 20th MARCH, 2017

QUANTITATIVE RESTRICTION ON IMPORTS

2833. SHRI K. ASHOK KUMAR:

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

- (a) whether the quantitative restriction on the import of many items has been brought to an end under the new policy;
- (b) if so, the details thereof;
- (c) whether the Government has increased the basic customs duty on many products to address the interest of domestic producers; and
- (d) 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)& (b): Since 1995 when World Trade Organisation (WTO) came into existence, members were obliged to eliminate quantitative restrictions on imports/exports. India, being a responsible member of WTO, has been able to progressively remove quantitative restrictions on most of the goods. However, consistent with the Article XX (General Exceptions) of General Agreement on Tariff & Trade, 1994, a member can maintain restrictions on imports/exports on the grounds of protection of public morals; human, animal or plant life or health; patents, trademarks and copyrights, and prevention of deceptive practices; conservation of exhaustible natural resources; and protection of trade of fissionable material or material from which they are derived; preventing traffic in arms. Accordingly, India maintains restrictions on around 500 tariff lines under quantitative restrictions in the form of prohibition, restriction, or exclusive trading by State Trading Enterprises (STEs).
- (c) &(d): In the Budget 2017-18, basic customs duty was increased from 30% to 45% on Cashew nut, roasted, salted or roasted and salted, and from 7.5% to 10% on RO membrane element for household type filters. Also, SAD of 2% was imposed on Populated Printed Circuit Boards (PCBs) for the manufacture of mobile phones, subject to actual user condition.