LOK SABHA UNSTARRED QUESTION NO.4629 TO BE ANSWERED ON 30.03.2017

EXPORT OF READYMADE GARMENTS

4629. SHRI MANSUKHBHAI DHANJIBHAI VASAVA: SHRI CHANDRAKANT KHAIRE:

Will the Minister of TEXTILES वस्त्र मंत्री be pleased to state:

- (a) whether the export of readymade garments is declining even after the Government announced two percent additional financial assistance to encourage export of garments and promoting the same separately;
- (b) if so, the reasons therefor and the reaction of the Government thereto;
- (c) whether increasing inflation is adversely affecting export of garments and if so, the details thereof; and
- (d) the efforts being made by the government for promoting export of garments?

उत्तर

ANSWER

वस्त्र राज्य मंत्री (श्री अजय टम्टा) MINISTER OF STATE FOR TEXTILES

(SHRI AJAY TAMTA)

(a): No. The exports of readymade garments has witnessed a positive growth of 4.5% in INR terms and 1.0% in USD terms from April-January, 2016-17, as compared to the same period of previous financial year. The details are:-

India's RMG Export to World						
Month	FY 2015-16		FY 2016-17		Growth of 2016-	
					17 over 2015-16 (%)	
					(70)	
	In INR	In US\$	In INR	In US\$	INR	US\$
	Crore	Million	Crore	Million	IINK	USÞ
April-					4.5	1.0
January	87560.23	13476.60	91467.85	13610.60	4.3	1.0
Source: DGCI&S, Kolkata, 2017						

- **(b):** Does not arise.
- (c): No Madam. In fact, India's exports of readymade garment during April-January, 2016-17 have increased in comparison to the previous the financial year.
- (d): Government has announced a special package of reforms for apparel sector in June, 2016 targeting employment generation and exports. The details of the special package are given below:-
 - Employee Provident Fund Scheme Reforms (12% Employer' share of Provident Fund is paid by Govt.)
 - Introduction of fixed term employment.
 - Additional incentives under ATUFS.
 - Enhanced duty drawback coverage through ROSL.

In addition the special package for apparel, the following initiatives/ schemes of the Government are also contributing to exports promotion:-

- 3% Interest Equalization Scheme for manufacturer exporters of readymade garments.
- Integrated Skill Development Scheme
- Amended Technology Up-gradation Fund Scheme (ATUFS)
- 2% MEIS scheme.
- All India Duty Drawback.
