GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY DEPARTMENT OF INDUSTRIAL POLICY & PROMOTION

LOK SABHA

UNSTARRED QUESTION NO. 1095. TO BE ANSWERED ON MONDAY, THE 17TH DECEMBER, 2018.

GROWTH OF MANUFACTURING SECTOR

1095. SHRI D.K. SURESH:

SHRI S.P. MUDDAHANUME GOWDA:

SHRI B.V. NAIK:

SHRI NALIN KUMAR KATEEL:

Will the Minister of **COMMERCE AND INDUSTRY** be pleased to state: वाणिज्य एवं उदयोग मंत्री

- (a) whether it is a fact that the Union Government is aware that growth of manufacturing sector has witnessed unprecedented decline;
- (b) if so, the details of growth in manufacturing sector, including leather, garments/textiles, steel, etc. during the last three years and the current year, year-wise;
- (c) whether the Union Government has assessed the impact of this decline on Indian industries; and
- (d) if so, the details thereof along with the corrective measures taken by the Government in this regard?

ANSWER

वाणिज्य एवं उद्योग मंत्रालय में राज्यमंत्री (श्री सी.आर. चौधरी) THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI C.R. CHAUDHARY)

- (a) & (b): As per Index of Industrial Production, the performance of manufacturing sector has registered a growth of 5.6 per cent(provisional) during April- October 2018-19 as compared to 2.1 per cent growth in the corresponding period of previous year. Industry-wise (as per 2-digit level National Industrial Classification 2008) growth rate during the last three years and the current year as per IIP is at Annexure.
- (c) & (d): Overall performance of manufacturing sector is an interplay of several factors such as domestic demand, demand for exports, level of investment and prevailing prices. The Government aims at creating a conducive environment by streamlining the existing regulations and

processes and eliminating unnecessary requirements and procedures. 'Make in India' programme has been launched which aims at making India a global hub for manufacturing, research & innovation and an integral part of the global supply chain. Several steps to boost domestic manufacturing are being taken as part of schemes such as 'Startup India', 'Ease of Doing Business', Modified Industrial Infrastructure Upgradation Scheme, Business Reform Action Plan, Intellectual Property Rights (IPR) Policy etc. Further, Foreign Direct Investment (FDI) policy and procedures have been simplified and liberalized progressively.

<u>ANNEXURE</u>

ANNEXURE REFERRED TO IN REPLY TO PARTS (a) & (b) OF THE LOK SABHA UNSTARRED QUESTION NO. 1095 FOR ANSWER ON 17.12.2018

Annual growth rates (in per cent) of Manufacturing subgroups including annual sectoral growth as per IIP with base year 2011-12, as per National Industrial Classification (NIC-2008) - 2 digit classification

| Industry Code | Description | 2015-16 | 2016-17 | 2017-18 | 2018-19 (Apr-Oct) Provisional |
|------------------|--|---------|---------|---------|-------------------------------------|
| 10 | Manufacture of food products | -5.6 | -5.5 | 9.3 | 11.9 |
| 11 | Manufacture of beverages | 1.4 | -3.1 | -0.8 | 7.0 |
| 12 | Manufacture of tobacco products | 4.0 | -15.0 | -17.9 | -8.7 |
| 13 | Manufacture of textiles | 2.1 | -1.7 | -0.3 | 3.6 |
| 14 | Manufacture of wearing apparel | 14.5 | 15.8 | -9.4 | 6.0 |
| 15 | Manufacture of leather and related products | 0.5 | -1.1 | 1.3 | 3.0 |
| 16 | Manufacture of wood and products of wood and cork, except furniture; manufacture of articles of straw and plaiting materials | 2.3 | -4.5 | -0.8 | 15.5 |
| 17 | Manufacture of paper and paper products | 1.2 | -2.1 | -4.5 | -2.4 |
| 18 | Printing and reproduction of recorded media | 3.8 | 2.1 | -5.9 | -5.4 |
| 19 | Manufacture of coke and refined petroleum products | 4.7 | 4.7 | 3.7 | 4.6 |
| 20 | Manufacture of chemicals and chemical products | 4.1 | 2.5 | -0.3 | 4.1 |
| 21 | Manufacture of pharmaceuticals, medicinal chemical and botanical products | 13.0 | 30.4 | 23.1 | 3.2 |
| 22 | Manufacture of rubber and plastics products | 0.5 | 1.9 | -8.2 | -1.3 |
| 23 | Manufacture of other non-metallic mineral products | 2.0 | -0.5 | 3.6 | 11.0 |
| 24 | Manufacture of basic metals | 0.6 | 5.1 | 5.7 | 3.0 |
| 25 | Manufacture of fabricated metal products, except machinery and equipment | -2.4 | 2.0 | 2.3 | 6.1 |
| 26 | Manufacture of computer, electronic and optical products | 5.1 | 2.5 | 17.2 | 20.3 |
| 27 | Manufacture of electrical equipment | 5.2 | -4.5 | -12.4 | 3.7 |
| 28 | Manufacture of machinery and equipment n.e.c. | 3.2 | 7.7 | 5.6 | 7.2 |
| 29 | Manufacture of motor vehicles, trailers and semi-trailers | -1.5 | 0.6 | 12.6 | 16.8 |
| 30 | Manufacture of other transport equipment | 2.3 | 4.4 | 14.0 | 14.2 |
| 31 | Manufacture of furniture | 41.8 | 7.5 | 11.6 | 30.2 |
| 32 | Other manufacturing | 13.4 | 4.8 | -15.4 | -18.1 |
| | Mining | 4.3 | 5.3 | 2.3 | 3.8 |
| | Manufacturing | 2.8 | 4.4 | 4.6 | 5.6 |
| | Electricity | 5.7 | 5.8 | 5.4 | 6.8 |
| | General Index (IIP) | 3.3 | 4.6 | 4.4 | 5.6 |

Source: Central Statistics Office.
