GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY DEPARTMENT FOR PROMOTION OF INDUSTRY AND INTERNAL TRADE

LOK SABHA

UNSTARRED QUESTION NO. 1733. TO BE ANSWERED ON MONDAY, THE 21ST SEPTEMBER, 2020.

IMPACT OF LOCKDOWN ON INDUSTRIES

1733. SHRI SUBHASH CHANDRA BAHERIA:

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

- (a) the steps taken so far to revive the industry and business from slowdown due to COVID-19 pandemic; and
- (b) the relief provided by the Government for the purpose under AatmaNirbhar Bharat Abhiyan?

ANSWER

वाणिज्य एवं उद्योग मंत्री (श्री पीयूष गोयल) THE MINISTER OF COMMERCE & INDUSTRY (SHRI PIYUSH GOYAL)

- (a) & (b): Promotion of industries is a continuous and ongoing effort of the Government. Government has taken a number of steps, in addition to the ongoing schemes, to boost the growth of industries. The measures taken in a few important areas are highlighted below:
 - 1) Aatmanirbhar Package to boost Industrial growth has been announced by the Government for Rs. 20.97 lakh crore with bold reforms in a number of sectors. The Emergency Credit Line Guarantee Scheme (ECLGS), having provision of Rs 3 lakh crores, is 100% credit guarantee and Collateral Free Automatic Loans for MSMEs. Financial support has been given to the stressed MSMEs with infusion of Rs.20,000 crore equity support through Subordinate Debt. Fund of Funds created to infuse equity worth Rs.50,000 crore in the MSME Sector by setting up Rs.10,000 crore Corpus Fund. Also, Government is ensuring timely payment to the MSMEs by instructing all Government of India and CPSEs to clear all receivables of MSMEs within 45 days. Procurement from domestic companies is being encouraged by disallowing global tender in government procurement tenders upto Rs 200 crores.
 - Higher FDI cap has been allowed through automatic route in a number of sectors by streamlining and liberalising several sectors. Empowered Group of Secretaries (EGoS) & Project Development

Cells (PDCs) have been set up in order to provide support and facilitation to investors for investing in India and to boost growth in key sectors of the economy.

- 3) A centralized Investment Clearance Cell is being created, which would provide end-to-end facilitation support, including preinvestment advisory, information related to land banks and facilitating clearances at Central and State level.
- 4) In order to realize the economies of scale, incentives are extended to units as per annual increases in their production/sale under **Production Linked Incentive (PLI) scheme**. PLI scheme has been announced for large scale electronics manufacturing (Rs.40,955 crore), medical devices (Rs.3,420 crore) and KSMs/Drug Intermediates and APIs (Rs. 6,940 crore).
- 5) In order to promote domestic manufacturing of sectors facing high imports or cheaper imports, incentives are provided through rationalization of Basic Customs Duty on identified products under **Phased Manufacturing Programme (PMP)**. Presently, PMP is in operation for Cellular Mobile Handsets and e-vehicles.
- 6) The Government has launched the **National Infrastructure Pipeline (NIP)** in December, 2019 to provide world-class infrastructure across the country and improve the quality of life for all citizens. As per Final Report submitted by the NIP Task Force, the projected total expenditure on infrastructure would be of Rs. 111 lakh crore during the period FY 2020-25.
