

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

LOK SABHA
UNSTARRED QUESTION NO. 677
TO BE ANSWERED ON 01st DECEMBER, 2021

EXPORT INSURANCE

677. SHRI MANICKAM TAGORE B.:

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

- (a) whether it is true that the Government has approved an infusion of more than Rs.6,000 crore to entities providing export insurance cover to facilitate additional exports worth in excess of Rs.5.6 lakh crore over the next five years;
- (b) if so, the details thereof;
- (c) whether it is also true that the Government has also approved the listing of State run Export Credit Guarantee Corporation on the stock exchanges and if so, the details thereof;
- (d) whether it is a fact that the Government aims to create an additional 62 lakh jobs with these measures; and
- (e) if so, the details thereof?

ANSWER

वाणिज्य एवं उद्योग मंत्रालय में राज्य मंत्री (श्रीमती अनुप्रिया पटेल)

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY
(SMT. ANUPRIYA PATEL)

(a): Yes Sir.

(b): The details are as below:

- (i) Government has approved capital infusion of Rs.4,400 crore into ECGC during the period from 2021-22 to 2025-26.
- (ii) Government has approved Grant-in-aid infusion of Rs.1,650 crore into National Export Insurance Account (NEIA) Trust during 2021-22 to 2025-26.
- (iii) Capital infusion in ECGC will increase its capacity to underwrite risks up to Rs.88,000 crore and this will enable ECGC to issue covers that can support additional exports of Rs.5.28 lakh crore over the five-year period in line with the existing pattern. With the Grant-in Aid infusion in the NEIA Trust, it will be able to support project exports worth up to Rs.33,000 crore. Cumulatively, an additional export of Rs.5.61 lakh crore over the next five years are likely to be facilitated by the approval.

(c): Yes Sir. Department of Investment and Public Asset Management (DIPAM) is in the process of implementing the Government's decision.

(d): Yes Sir.

(e): As per the report on 'Export to Jobs' published by World Bank and International Labour Organisation in February 2019, ₹5.28 lakh crore of additional exports (estimated support by ECGC) will lead to formalization of 2.6 lakh workers. The total number of workers (both formal and informal) will increase by 59 lakhs as per the report. Further, Rs. ₹33,000 Crore of additional exports (estimated support by NEIA) will help create 2.6 lakh new jobs, including around 12,000 in formal sector. Thus, the total additional jobs, in both formal and informal sectors, that can be created over the next five years are estimated to be 61.6 lakh.
