LOK SABHA UNSTARRED QUESTION NO. 42 TO BE ANSWERED ON 02.02.2022

EXPORT INCENTIVE POLICIES FOR TEXTTILE SECTOR

42. SHRI SANJAY BHATIA:

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

- (a) whether the Union Government has formulated several export incentive policies for textile sector which also allow 100% FDI through automatic route in this sector;
- (b) if so, the details of the steps taken in the Parliamentary Constituency of Karnal, Panipat;
- (c) whether the Production Linked Incentive(PLI) scheme is likely to prove as a booster for the textile manufactures and whether this scheme is likely to promote 10 segments of the Man-Made Fabric(MMF) and products of technical textiles and if so, the details thereof; and
- (d) the details of the said scheme in Parliamentary Constituency of Karnal, Panipat?

उत्तर ANSWER वस्त्र राज्य मंत्री (**श्रीमती दर्शना जरदोश**) THE MINISTER OF STATE FOR TEXTILES (SMT. DARSHANA JARDOSH)

- (a) & (b): FDI policy is an enabling policy which is uniformly applicable in the country. Government has put in place a liberal and transparent policy for attracting Foreign Direct Investment (FDI), wherein most of the sectors are open to FDI under the automatic route. There is no specific sector pertaining to 'Textiles' listed in Consolidated FDI Policy Circular 2020. However, as per para 5.2 (a) of FDI Policy, in sectors/activities not listed under the FDI Policy, FDI is permitted up to 100% on the automatic route, subject to applicable laws/regulations; security and other conditionalities.
- (c) & (d): Production Linked Incentive (PLI) Scheme for Textiles has been notified with a budgetary outlay of Rs 10683 crore to promote production of MMF Apparel, MMF Fabrics and 10 Segments/ Products of Technical Textiles in the country. The objective is to attract big investment to enable Textile sector to achieve size and scale and to become competitive. Applications under PLI scheme for Textiles are being received through web portal which was initially opened from 1st January 2022 to 31st January 2022 and now extended upto 14.02.2022.
