GOVERNMENT OF INDIA MINISTRY OF LABOUR AND EMPLOYMENT

LOK SABHA UNSTARRED QUESTION NO. 1157 TO BE ANSWERED ON 07.12.2015

DECLINING LABOUR SHARE IN NATIONAL INCOME

1157. SHRI C.S. PUTTA RAJU:

Will the Minister of LABOUR AND EMPLOYMENT be pleased to state:

- (a)whether the Government's current financial policies relegate labourintensive sectors and encourage capital-intensive labour displacing sectors;
- (b)if so, the reasons therefor;
- (c)if not, the reasons for declining labour share in National Income;
- (d)whether the neo-liberal and market oriented policies of the Government have contributed to the growing income inequality; and
- (e)if so, the details thereof and the reaction of the Government thereto?

ANSWER

MINISTER OF STATE (IC) FOR LABOUR AND EMPLOYMENT (SHRI BANDARU DATTATREYA)

- (a): No, Madam.
- (b): Does not arise in view of part (a) above.
- (c): At the National level, the effect of wages is context specific and cannot be evaluated without taking into account the level of wages relative to the activity and the economic situation.
- (d): No, Madam.
- (e): Does not arise in view of part (d) above.
