

LOK SABHA
STARRED QUESTION NO.*172
TO BE ANSWERED ON 28.07.2016

NEW TEXTILE POLICY

*172. SHRI PANKAJ CHAUDHARY:
SHRI SULTAN AHMED

Will the Minister of TEXTILES
be pleased to state:

- (a) the present contribution of textile sector to GDP, employment and export of the country;
- (b) whether the present Textile Policy needs major restructuring and if so, the details thereof;
- (c) whether the Government has formulated any new textile policy and if so, the details and salient features thereof;
- (d) the measures taken to consolidate this sector during the last three years and the current year and the financial assistance provided under various schemes to this sector along with the steps being taken to promote export of textiles, State-wise and UT-wise; and
- (e) whether the Government has urged all the States to provide land for the Integrated Textile Parks and if so, the names of the States which have shown interest in the said Scheme?

ANSWER
MINISTER OF TEXTILES
(SMT. SMRITI ZUBIN IRANI)

(a) to (e): A statement is laid on the Table of the House.

**STATEMENT REFERRED TO IN REPLY TO PARAS (a) TO (e) OF
THE LOK SABHA STARRED QUESTION No. *172 DUE FOR
ANSWER ON 28.07.2016 .**

(a): The Textile & Apparel sector's share of GDP is 2% and 13% of exports in 2013-14. The sector is amongst the largest provider of employment.

(b)The existing policy was announced in the year 2000 when the Multi Fibre Agreement imposing quantitative restrictions on exports (quota regime) was in existence. The quota regime was dismantled in 2004 after which new opportunities and challenges emerged at the international and national level for the sector. Keeping in view the enormous employment and export potential of the sector a conducive policy framework is necessitated to harness the potential of the sector to the fullest extent.

(c) The new Textile Policy is under formulation to provide an enabling environment for the textile sector to grow.

(d) The Government has announced several new schemes to consolidate the sector in the last three years including

- I. Ammended TUFSS scheme and insitu upgradation of Powerlooms (for technology development)
- II. Scheme for promoting Agrotech and Geotech in the North East and the North East Region Textile Promotion Scheme(NERTPS)
- III. Integrated processing development Scheme(IPDS), Scheme for incubation in Apparel manufacturing(SIAM), Scheme for Textile Workers Accomodation (for infrastructure development)
- IV. A special package of reforms for the garmenting sector.
- V. The scheme-wise release of funds for the development of textiles in the last three years is given at **Annexure-1**. As the Textile sector schemes are demand driven no allocations are made State/UT wise.

VI. The steps taken to promote exports of textiles is at **Annexure II**

(e) The Government has requested all State Governments to give due publicity to the Scheme for Integrated Textile parks in their States and mobilize entrepreneurs to participate in the scheme. The Statewise list of Parks sanctioned is enclosed at **Annexure III**

v	Revival, Reforms & Restructuring of Handloom Sector	157.00	253.00	269.79	106.64									
vi	Integrated Handloom Development Scheme (CSS)													
vii	Handloom Weaver comprehensive Welfare Scheme	65.00	65.00	66.00	101.54	85.00	27.50	42.25	153.64	20.00	17.25	18.61	107.88	30.00
viii	Trade Facilitation Center	0.00	0.00	0.00			6.80	6.80		80.00	80.00	79.96	99.95	107.00
ix	Diversified Handloom Development Scheme													
x	Lum sum provision for benefit of North-east region and sikkim	61.50	90.50		0.00		83.90							
	Total (Handlooms)	487.00	612.00	550.94	90.02	577.00	479.50	410.03	85.51	400.00	516.21	549.99	106.54	547.00
2	Sericulture													
i	R&D/Transfer of Technology/ Training & IT Initiatives	23.90	27.87	37.97	136.24	44.50	32.20	44.50	138.20	14.67	88.30	88.30	100.00	85.00
ii	Grants lowards Development of silk Industry(CDP)	213.00	196.63				5.53		0.00					

iii	Seed Organization	9.00	22.60	26.64	117.88	30.56	24.56	30.56	124.43	10.00	59.78	59.78	100.00	55.00
iv	Coordination & Makret Develpoment (HRD)	6.50	6.63	7.18	108.30	9.02	8.42	9.02	107.13	3.00	9.02	9.02	100.00	9.50
v	Quality Certification Systems (QCS)	5.00	5.00	7.00	140.00	0.42	0.22	0.42	190.91	0.13	0.70	0.70	100.00	1.00
vi	Catalytic Development Programme (CDP)(CSS)			295.76		213.00	147.47	213.00	144.44	150.00	33.00	20.00	60.61	10.00
vii	Export Promotion Brands Promotion and infrasructure Upgadalions by ISEPC & SMOI	2.00	0.67	0.66	98.51	1.00	1.00	0.08	8.00	0.30	0.30	0.30	100.00	0.00
viii	Grand towards administrative expenses													
ix	Lumsum provision for the benefit of NER and Silk worm	92.60	115.81		0.00		79.10	0.00	0.00					
∩	Total (Sericulture)	352.00	375.21	375.21	100.00	298.50	298.50	297.58	99.69	178.10	191.10	178.10	93.20	160.50
3	Handicraft													
i	Design & Technical Development	20.00	24.70	30.80	124.70	26.00	14.00	16.17	115.50	27.00	27.00	26.14	96.81	20.00

ii	Baba Saheb Ambedkar Hastshilp Vikas Yojana	3.00	4.50	4.48	99.56	7.00	1.00	0.55	55.00	3.00	3.00	2.25	75.00	5.00
iii	Marketing Support & Services	37.00	41.23	44.24	107.30	39.00	30.00	38.64	128.80	56.00	56.00	55.01	98.23	56.00
iv	Research & Development	8.00	8.00	8.04	100.50	7.00	3.00	3.81	127.00	7.00	7.00	6.43	91.86	7.00
v	Integrated Package for J&K	1.00												
vi	Handicraft Artisans Comprehensive Welfare	24.00	20.00	22.71	113.55	37.00	3.00	1.15	38.33	8.00	8.00	3.38	42.25	20.00
vii	Development of other crafts in J&K					20.00	7.00	3.13	44.71	20.00	10.00	6.88	68.80	10.00
viii	Setting up Hast Kala Academy in Delhi					30.00	10.00	0.05	0.50	50.00	0.00	0.00		1.00
ix	Human Resource Development	21.00	24.70	27.16	109.96	27.00	12.00	15.56	129.67	24.00	24.00	23.89	99.54	15.00
x	Infrastructure & Technology Development Scheme New)	38.00	14.13	9.40	66.53	28.00	14.00	26.13	186.64	9.24	9.24	41.17	445.56	20.00
xi	Lum sum provision for benefit of North-east region and sikkim	39.00	43.65		0.00		20.00							

	Total (Handicraft)	191.00	180.91	146.83	81.16	221.00	114.00	105.19	92.27	204.24	144.24	165.15	114.50	154.00
4	Powerlooms													
i	Integrated Scheme for Powerloom Sector Development includes two new components									7.76	16.69	15.11	90.53	30.00
ii	Support to computer aided design (Integrated scheme for Powerloom development)	31.00	31.00	7.20	23.23	23.50	23.50	21.24	90.38					
iii	Pilot initiative regarding venture capital Text Fund - Rs 35.00 Crore													
iv	Partial Mechanisation of Handlooms - Rs.27.46 Crore (Technological upgradation of HL)													
v	Group Insurance Scheme	4.00	4.00	3.92	98.00	4.00	4.00	3.90	97.50	1.32	6.62	6.62	100.00	2.00
vi	Group Workshed Scheme	11.00	11.00	2.41	21.91	17.00	17.00	16.40	96.47	5.61	20.07	20.07	100.00	20.00

i	CHCDS- Handicrafts Mega Cluster					26.00		20.22		123.35	117.74	5.56	4.72	35.00
ii	CHCDS- Handloom Mega Cluster					20.00		14.45		94.77	94.77	6.55	6.91	35.00
iii	CPCDS – Powerloom Mega Cluster					17.00				28.88	5.61	4.11	73.26	5.00
iv	Setting up of five mega clusters (i) Zari in Bareli, (ii) Chicken in Lucknow, (iii) Emboidary in Kutch, (iv) Powerloom Cluster in Surat and (v) Handloom Cluster in Tripura					200.00		27.12				28.25		
v	Silk Mega cluster									10.00	7.88	0.00	0.00	2.00
vi	Development of Mega cluster											94.28		
	Total (Mega Cluster)					263.00		61.79		257.00	226.00	138.75	61.39	77.00
	Sub Total (A)	1133.00	1238.33	1102.51	89.03	1494.03	971.01	947.12	97.54	1102.23	1199.13	1160.49	96.78	1067.54
B	Industry & Mineral													
	Grants lo institute of Fashion Technology	59	25	17.87		80.00	65.00	75.00						

7	NIFT	15.00	15.00			23.00	10.00	0.00	0.00	74.00	74.00	86.00	116.22	100.00
8	R & D including TRAs	51.00	10.00	3.73	37.30	51.00	12.00	1.42	11.83	40.00	39.95	13.50	33.79	25.00
9	TUFS	2400.00	1956.16	1730.59	88.47	2300.00	1864.02	1883.10	101.02	1520.79	1510.79	1393.28	92.22	1480.00
10	Scheme for Integrated Textile Park	300.00	140.00	110.98	79.27	240.00	105.00	78.26	74.53	240.00	41.32	32.53	78.73	100.00
11	Export Promotion Studies	1.98	1.98	1.20	60.61	1.91	1.91	0.42	21.99	4.00	4.00	1.58	39.50	3.00
12	Sardar Vallabhbhai Patel Institute of Textile Management, Coimbatore (SVPITM)									0.01	0.01	0.00	0.00	0.01
13	Lumpsum provision NER													
14	Foreign Investment Promotion Scheme (FDI)									0.00	0.00	0.00		
15	Common Compliance Code	4.00				4.00	1.00	0.00	0.00	1.32	0.00	0.00		0.00
16	Human Resources Development	250.00	250.00	99.52	39.81	268.00	181.00	170.28	94.08	201.00	134.31	134.27	99.97	150.00
17	Technical Textiles / (TMTT)	43.00	30.00	22.57	75.23	43.00	32.00	26.18	94.31	25.00	25.00	22.18	88.72	30.80

18	Technical Textiles (New)													
19	Scheme for Usage of Geotextiles in North Eastern Region	114.00	46.00		0.00	85.00	8.00	4.00	0.00	85.00	15.00	3.63	24.20	20.00
20	Scheme for promoting Agro textiles in North East	18.00	9.00		0.00	10.00	9.00	9.00	100.00	15.00	10.00	10.00	100.00	15.00
21	Others (Identification of HS codes for technical textiles items, Standards for technical textiles, Export market intelligence, study to generate data on hospital related infections)									0.01	0.01	0.00	0.00	0.01
22	Strengthening of database for Technical Textiles													
23	Total (Technical Textiles)									100.01	25.01	13.63	54.50	35.01
24	Integrated processing Development Scheme / SPP	50.00	5.00		0.00	50.00	16.00		0.00	50.000	28.89	28.32	98.03	50.00

25	NER Textile Promotion Scheme	115.00	70.00	2.86	4.09	157.00	126.00	116.25	92.26	157.00	232.00	225.47	97.19	220.98
26	Workers Hostel		5.00		0.00	14.00	2.00	1.50	75.00	3.30	0.30	0.51	170.00	3.00
27	Housing Scheme for Jute mill workers					0.01		0.00		0.01	0.01	0.00	0.00	0.01
28	Jute Technology Mission-II									0.01	0.01	0.00	0.00	0.01
29	Institute of textile management	0.01												
30	Flatted factory cum Incubators		5.00		0.00	10.00	4.00	8.00	200.00	4.62	0.62	0.00	0.00	4.62
31	Others		0.05		0.00	0.04	0.03		0.00	0.02	0.02	0.00	0.00	0.01
	Sub Total(B)	3420.99	2568.19	1989.32	77.46	3336.96	2436.96	2373.41	97.39	2421.09	2116.24	1951.27	92.20	2202.45
C	Jute													
32	Lumsum provision for the benefit of NER						14.00							
33	Jute technology mission	0.01	39.68	39.68	100.00	0.01	0.03	0.01						0.01
34	Development of Mega cluster	77.00	53.80	38.75	72.03		78.00							80.00
35	New Scheme													
36	Total	77.01	93.48	78.43	172.03	0.01	92.03	0.01	0.00	0.00	0.00	0.00		80.01
	GRAND TOTAL (A+B).	4631.00	3900.00	3170.26	81.29	4831.00	3500.00	3320.54	94.87	3523.32	3315.37	3111.76	93.86	3350.00
#: Based on releases from PAO														

Annexure II

Steps taken to promote Export of Textiles

- (i) MEIS Scheme under new Foreign Trade Policy 2015-20.
- (ii) Restoring Interest rate subvention for pre and post shipment credit for the textile sector,
- (iii) Expanding the scope of Merchandise Export from India Scheme (MEIS) since 29.10.2015 to 110 new tariff lines and increase rates or country coverage or both for 2228 existing tariff lines.
- (iv) Increased Duty Drawback rates for some textile articles.
- (v) Market Access Initiative (MAI) Scheme.
- (vi) Market Development Assistance (MDA) Scheme.
- (vii) Duty Free import of trimmings, embellishments and other specified item under Export Performance Certificate Entitlement Scheme.

Annexure III

State wise Details of Grants released under SITP in Rs crores			
Sr.No	Name	Grants Released	
1	Andhra Pradesh	100.00	
2	Arunachal Pradesh		
3	Assam	4.00	
4	Bihar		
5	Chhattisgarh		
6	Goa		
7	Gujarat	300.00	
8	Haryana	4.00	
9	Himachal Pradesh	34.88	
10	Jammu and Kashmir	35.73	
11	Jharkhand		
12	Karnataka	33.86	
13	Kerala		
14	Madhya Pradesh	11.48	
15	Maharashtra	328.66	
16	Manipur		
17	Meghalaya		
18	Mizoram		
19	Nagaland		
20	Odisha(Orissa)		
21	Punjab	112.00	
22	Rajasthan	131.21	
23	Sikkim		
24	Tamil Nadu	155.68	
25	Telangana	37.12	
26	Tripura		
27	Uttar Pradesh		
28	Uttarakhand		
29	West Bengal	39.41	
	Total	1,328.03	