

during the last 5 years amounts to US \$ 587 million.

Rates of Indian Goods in European Markets

6066. SHRI GANGADHARA SANIPALLI: Will the Minister of COMMERCE be pleased to state:

(a) whether the rates of Indian goods in UK and other European markets have increased; and

(b) if so, the steps proposed to be taken by the Government to increase further the rates of the goods proposed to be exported to these countries?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE (SHRI P. CHIDAMBARAM): (a) and (b). The unit value realisation on exports of Indian goods have varied in different sectors. Higher unit value realisation is possible through adoption by industry of new technology, designs and management inputs which Government policies aim to facilitate.

Effects of Black Money

6067. SHRI GANGADHARA SANIPALLI: Will the Minister of FINANCE be pleased to state:

(a) the overall impact of the black money on the fiscal structure of the country; and

(b) whether the currently policy of incentives of the Government is of effective to curb the black money circulation?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI RAMESHWAR THAKUR): (a) and (b). Generation of black money distorts the fiscal

structure and production pattern of the economy. It makes it more difficult to plan resource allocations to various sectors. Further, it contributes significantly to consumption and inflationary pressures in the economy. To curb the generation of black money, Government are taking various measures including administrative, legal and fiscal etc. from time to time. In the Budgets for 1991-92 and 1992-93, a number of measures aiming at controlling its generation have been announced. These include: Reduction in personal tax rates, tax deduction at source in respect or payment of interest, winnings form horse races, lotteries, widening of the tax base by inclusion of persons engaged in retails trade, voluntary deposits scheme, etc. The overall impact of these measures will be felt over a period of time and Government will bring about modifications in the economic policies, wherever necessary, to meet the emerging situations.

[*Translation*]

Modernisation of TAFCO

6068. SHRI MRUTYUNJAYA NAYAK: Will the Minister of FINANCE be pleased to state:

(a) whether the Tannery and Footwear Corporation of India (TAFCO) has submitted to the Government a revised proposal for its modernisation and renovation duly approved by the Industrial Development Bank of India.

(b) if so, the details thereof; and

(c) the action taken thereon?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI DALBIR SINGH): (a) No, Sir.

(b) and (c). Do not arise.