

**GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA**

STARRED QUESTION NO:453
ANSWERED ON:25.08.2000
INDUSTRIAL DEVELOPMENT
SAVSHIBHAI MAKWANA

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

- (a) the progress made by the country in the field of industrial development during the last two years;
- (b) the contribution of Indian companies and companies with the foreign collaboration in the total industrial production; and
- (c) the sectors in which the Indian companies registered the maximum rate of development during the period after liberalisation?

Answer

THE MINISTER OF COMMERCE AND INDUSTRY (SHRI MURASOLI MARAN)

(a) to (c) :- A Statement is laid on the Table of the House.

Statement referred to in reply to parts (a) to (c) of the Lok Sabha Starred Question No. 453 for answer on 25th August, 2000.

(a) : The latest official data on industrial development is available with respect to Index of Industrial Production. As per this industry has grown by 8.1% in 1999-2000 as compared to 3.8% in 1998-1999. During April-June 2000-2001 however, industrial growth was 5.4% as against 5.7% in April-June, 1999-2000. The details of sector-wise growth during the last two years are as under:

Index of Industrial Production - Sector-wise Growth Rates Base 1993-94 = 100 (In percentage)

Sector	Weight	1998-99	1999-2000	1999-2000	2000-2001
				April-June	

Mining	104.73	-1.7	0.8	-1.1	4.0
Manufacturing	793.58	4.1	9.3	6.7	5.5
Electricity	101.69	6.5	6.1	4.5	4.9
Overall	1000.00	3.8	8.1	5.7	5.4

The above table indicates that there was an acceleration of overall industrial growth in 1999-2000 compared to 1998-1999. In the current year there is marginal slow down in overall industrial growth in the first quarter.

(b): The contribution of Indian companies and companies with foreign collaboration is not separately maintained because data regarding industrial production are collected and compiled from industrial units (called factories) who are engaged in production activity only. Companies on the other hand are engaged in all kinds of commercial activities manufacturing being only one of them.

(c): 2,43,041 companies limited by shares with an aggregate paid-up capital of Rs.70,192 crores were at work in the country as on 31st December, 1991. As against this 5,32,580 companies limited by shares with an estimated aggregate paid-up capital of Rs.2,72,865.2 crores were at work in the country on 1st January 2000.

The sectors in which the maximum number of companies were registered after liberalization (from 31st December, 1991 to 1st January, 2000) (in descending order) are as under :

- `Manufacturing Metals, Chemicals and Products thereof, Machinery and Equipment`,
- `Finance, Insurance, Real Estate and Business Services`,
- `Wholesale and Retail Trade and Restaurants and Hotels` and
- `Manufacturing of Food stuffs, Textiles, Wood products, Leather and Products thereof`.

