

**GOVERNMENT OF INDIA  
TEXTILES  
LOK SABHA**

UNSTARRED QUESTION NO:1138  
ANSWERED ON:04.03.2010  
NEW TEXTILE POLICY  
Pakirappa Shri S.

**Will the Minister of TEXTILES be pleased to state:**

- (a) whether the Government proposes to formulate New Textile Policy to bring significant changes in this sector with the objective of creating additional employment opportunities;
- (b) if so, the details thereof;
- (c) the details of concessions being provided at present to textile industry; and
- (d) the status of setting of textile parks in the country particularly of the State of Karnataka?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SMT. PANABAAGA LAKSHMI)

(a) & (b): Presently the National Textile policy 2000 is in force. However, Government is in the process of formulating a National Fiber Policy.

(c): The Government is implementing various schemes viz. 'Scheme for Integrated Textiles Parks (SITP)' 'Technology Upgradation Fund Scheme (TUFS)', for infrastructure development and technology upgradation in the textiles sector and to provide a conducive environment to enable the Indian textile industry to realise its full potential.

To strengthen the textile industry and make it more competitive, Govt. has initiated various schemes/ measures and also provided level playing field to all the segments of the textile industry, by making CENVAT optional. The mandatory duty is levied only on manmade fibers and filament yarns.

(d): So far forty (40) textiles park projects have been sanctioned under the SITP with an estimated project cost of Rs. 4,141.39 crores, of which Government of India assistance would be Rs. 1,422.43 crores. So far, Rs. 752.49 crores has been released for implementation of these projects. These projects are at various stages of implementation. After completion, these parks would facilitate additional investment of Rs. 19,459 crores, textiles production worth Rs. 33,587 crores per annum and direct & indirect employment generation for more than 8 lakh persons.

In Karnataka, one project has been sanctioned under the SITP at Doddballapur near Bangalore. The estimated cost of the project is Rs. 84.92 crores; admissible assistance under the scheme is Rs. 33.96 cores, of which Rs. 30.56 crores have already been released. The project is at an advanced stage of implementation and is expected to be completed in 2010-11.