

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:4001
ANSWERED ON:03.12.2010
RECESSION IN EUROPEAN COUNTRIES
Yadav Shri Ranjan Prasad

Will the Minister of FINANCE be pleased to state:

- (a) whether recession has taken place in European countries particularly United Kingdom;
- (b) if so, the details thereof, country-wise;
- (c) the impact on the Indian economy in terms of employment and business, sector-wise; and
- (d) the steps taken to safeguard the people from loss of employment in the country and business community?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a) & (b) There was no recession in the Euro area and the United Kingdom (UK) in the current year, as they have achieved positive Gross Domestic Product (GDP) growth in each quarter of 2010 as per the details given below:

Growth rates of GDP in volume (based on seasonally adjusted data) 2010 (percentage change as compared to the previous quarter)

Q1 Q2 Q3

Euro Area 0.3 1.0 0.4

United Kingdom (UK) 0.4 1.2 0.8

Source: Eurostat, November 12, 2010. Q1, Q2 and Q3 denote first, second and third quarters respectively.

(c) & (d) India has registered a GDP growth of 7.4 per cent in 2009-10 and 8.9 per cent in the first (April- June) and second (July-September) quarter of 2010-11. India has registered an export growth of 28 per cent during April-September 2010-11 compared to the same period in 2009-10.