

**GOVERNMENT OF INDIA
TEXTILES
LOK SABHA**

UNSTARRED QUESTION NO:1525
ANSWERED ON:04.03.2011
CRISIS IN SPINNING AND GARMENT UNITS
Reddy Shri Komatireddy Raj Gopal

Will the Minister of TEXTILES be pleased to state:

- (a) whether the spinning and garment units are facing an unprecedented crisis owing to high input and labour costs;
- (b) if so, the details thereof; and
- (c) the remedial measures taken in this regard alongwith the financial assistance provided by the Government to such units during the Eleventh Five Year Plan, Statewise?

Answer

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

(a): Yes, Madam.

(b): There have been representations and reports from spinning industry and garment industry during the current financial year that cost of inputs i.e. raw cotton and cotton yarn have gone up due to which these industries are facing problems of viability.

(c): Government has capped cotton exports at 55 lakh bales and yarn exports at 720 million Kgs to address the issues of steep increase in prices and restoring domestic supply lines.