

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:3941  
ANSWERED ON:26.08.2011  
IMPACT OF TERRORIST ACTIVITIES ON THE ECONOMY  
Tarai Shri Bibhu Prasad

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

- (a) whether the Government had conducted any study regarding the overall impact of Maoist and other organisations' terrorist activities on the growth of the economy;
- (b) if so, the details thereof;
- (c) whether these activities have any definite impact on sectoral growths of the economy;
- (d) if so, the details thereof, sector-wise and State-wise; and
- (e) the details of measures taken or proposed to be taken to ensure unhindered growth of those sectors?

**Answer**

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

- (a) No specific study on the overall impact of Maoist and other organisations' terrorist activities on the growth of the economy has been carried out.
- (b) Does not arise.
- (c) Law and order is an essential component of the economic environment of the country. Terrorist activities vitiate this environment and affect growth adversely. 'Police' and 'Public Order' being State subjects, action with respect to maintenance of law and order lies primarily in the domain of the concerned State Governments, who deal with the various issues related to public order & security. The Central Government closely monitors the situation and supplements the efforts of the State Governments over a wide range of schemes, both on security and development fronts.
- (d) No such exhaustive State-wise list of the definite impact on sectoral growth of the economy has been compiled.
- (e) Does not arise.