

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

UNSTARRED QUESTION NO:4068

ANSWERED ON:30.04.2012

DEVELOPMENT OF INDUSTRIES IN NORTH EASTERN REGION

Ajmal Shri Badruddin;Bwiswmuthiary Shri Sansuma Khunggur;Dashmunsi Deepa

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

- (a) whether Government has given incentives/financial Assistance to the North Eastern Regions especially Bodoland Territory for industrial development/setting up of industries and employment generation for the unemployed tribal and local youths of that regions;
- (b) whether the Government has formulated the comprehensive industrial policy for development of North-Eastern Region;
- (c) if so, the details thereof;
- (d) whether Indian companies have been allowed to set up industries in other countries like America; and
- (e) if so, the details of industries set up/being set up and investment made therein during the last three years?

Answer

THE MINISTER OF COMMERCE AND INDUSTRY (SHRI ANAND SHARMA)

(a): Yes, Madam.

(b) & (c): Yes, Madam. A package of incentives namely North East Industrial Policy (NEIP), 1997 was announced w.e.f. 1.04.1997 for a period of ten years for development of industries in North Eastern Region. A fresh package of incentives has been announced under North East Industrial and Investment Promotion Policy (NEIIPP), 2007 to give a further boost to industrialization in North East Region w.e.f. 1.04.2007. Under the existing NEIIPP, 2007 three different subsidies, namely Central Capital Investment Subsidy, Central Interest Subsidy and Comprehensive Insurance Subsidy are being provided to eligible industrial units.

(d) & (e): Indian companies can set up industries in other countries like America subject to extant rules and regulations. As per information available on the website of Department of Economic Affairs, approvals of Indian Direct Investments made in other countries in Joint Ventures and Wholly Owned Subsidiaries on investments in the year 2006-07, 2007-08 and 2008-09 are 15142.27 Million US\$, 23071.59 Million US\$ and 22089.75 Million US\$ respectively.