

**GOVERNMENT OF INDIA
FOOD PROCESSING INDUSTRIES
LOK SABHA**

STARRED QUESTION NO:354

ANSWERED ON:18.12.2012

PROMOTION OF FPIS

Choudhary Shri Harish;Singh Rajkumari Ratna

Will the Minister of FOOD PROCESSING INDUSTRIES be pleased to state:

- (a) the percentage of public and private sector companies functioning in the food processing sector in the country along with their production capacity and actual production, separately during each of the last three years and the current year;
- (b) whether these companies are providing direct and indirect incentives to the entrepreneurs for setting up of Food Processing Industries (FPIs);
- (c) if so, the details thereof;
- (d) whether the Government proposes to follow the Chinese model for promotion of FPIs in the country; and
- (e) if so, the details thereof?

Answer

THE MINISTER OF FOOD PROCESSING INDUSTRIES (SHRI SHARAD PAWAR)

(a) to (e): A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF LOK SABHA STARRED QUESTION NO. 354 FOR ANSWER ON 18TH DECEMBER, 2012 REGARDING PROMOTION OF FPIS.

(a): Information on the public & private sector companies functioning in food processing sector, their production capacity and actual production are not maintained. Annual Survey of Industries (ASI) is the main source of data on the number of factories in operation, Invested capital, output for registered units in food processing sector. Information on these characteristics, as per latest available information in the ASI, for four years ending 2009-10 is as under:

Year	Factories in operation (Numbers)	Invested Capital (Rs in crore)	Output (Rs in crore)
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2006-07	23,952	1,12,484	2,84,313
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2007-08	24,616	1,38,996	3,37,390
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2008-09	25,787	1,57,062	4,05,367
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2009-10	25,915	1,93,850	4,46,691
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(b) & (c): Government has been providing financial incentives in the form of grant-in-aid directly to the entrepreneurs for technology up-gradation, modernization and setting up of food processing units @ 25% of the total cost of Plant & Machinery and Technical Civil Works subject to a maximum of Rs. 50 lakh in general areas and @ 33.33 % in North East Region and difficult areas subject to a maximum of Rs. 75 lakh per project. Apart from this, Government has been extending financial assistance for setting up of integrated cold chain, preservation infrastructure, Mega Food Park, skill development, R & D, laboratories and quality improvement which have been supporting entrepreneurs in the food processing sector.

(d) : No, Madam.

(e) : Does not arise.

