

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1185
ANSWERED ON:30.11.2012
SHARE OF MANUFACTURING IN GDP
Pal Shri Raja Ram

Will the Minister of FINANCE be pleased to state:

- (a) the performance of manufacturing sector in the country during the last three years and the current year, year-wise and sector-wise;
- (b) the details of the confidence building measures undertaken by the Government during the last three years to boost industrial climate in the country, year-wise;
- (c) whether any blueprint has been prepared to increase the share of manufacturing sector in GDP of the country in future; and
- (d) if so, the details thereof?

Answer

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

- (a) Index of Industrial Production (IIP) based performance of manufacturing sector (Base:2004-05=100) between 2009-10 to 2012-13 (April-September) is provided as an Annex to this reply.
- (b) Several initiatives have been taken by the Government during the last three years to boost industrial climate in the country. The announcement of the National Manufacturing Policy (NMP) on 4th November, 2011 is the key policy action to strengthen the manufacturing sector. The objective of the NMP is to bring about a qualitative and quantitative change in the manufacturing sector policy to achieve 12-14 per cent growth over the medium term. Other measures undertaken by the Government to revive the industrial growth, inter alia, includes better access to finance for manufacturing sector, fast tracking of large investment projects, promoting Micro Small & Medium Enterprises (MSME) sector by way of higher allocation of funds, enhancing investment in the infrastructure sector by focusing on Public Private Partnerships, etc. Certain measures taken by the Government recently to achieve higher growth, inter alia, include liberalisation of FDI policy in sectors like multi-brand retail, aviation, power and broadcasting to attract foreign investment, announcing a road map to achieve fiscal consolidation, reduction in the subsidy on diesel etc.
- (c) & (d) The National Manufacturing Policy (NMP) announced by the Government, inter alia, envisages enhancing the share of manufacturing in GDP to 25 per cent and creation of additional 100 million jobs by 2022.