

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

UNSTARRED QUESTION NO:3792  
ANSWERED ON:17.12.2012  
LEATHER INDUSTRY  
Kashinath Shri Taware Suresh

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

- (a) whether the Union Government proposes to promote and encourage leather industry in the country;
- (b) if so, the details thereof along with schemes/package given by the Government during the last three years and the current year including the funds allocated, State-wise; and
- (c) the details of leather goods manufactured/exported and imported during the above said period along with any grants being provided for their promotion?

**Answer**

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (DR. S. JAGATHRAKSHAKAN)

(a): Yes, Madam.

(b):

(i) The Central Government had implemented a scheme `Indian Leather Development Programme (ILDP)` during 11th Plan period (2007-2012) for overall development of Leather Sector in India. The scheme is being proposed for continuation during 12th Plan period (2012-17).

(ii) The State wise figure of funds released in the form of grant-in-aid under ILDP for the last three years and the current year are as under:-

For the financial year 2009-10

Name of State    Amount released (Rs. in crore)

Chandigarh    0.11

Gujarat    0.50

Haryana    25.30

Karnataka    0.04

Kerala    0.10

Madhya Pradesh    6.57

Maharashtra    0.76

New Delhi	2.82
Punjab	0.81
Tamil Nadu	56.85
Uttar Pradesh	17.19
West Bengal	28.95
Total	140.00

For the financial year 2010-11

Name of State	Amount released (Rs. in crore)
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Andhra Pradesh	0.19
Arunachal Pradesh	0.11
Bihar	1.04
Chandigarh	0.11
Haryana	33.53
Karnataka	0.29
Madhya Pradesh	11.76
Maharashtra	1.10
New Delhi	2.75
Orissa	0.37
Punjab	1.69
Rajasthan	2.68
Tamil Nadu	62.04

Uttar Pradesh 16.77

West Bengal 45.22

Total 179.75

For the financial year 2011-12

Name of State Amount released (Rs. in crore)

Andhra Pradesh 0.70

Arunachal Pradesh 0.33

Bihar 3.11

Chandigarh 0.26

Haryana 27.55

Himachal Pradesh 0.34

Karnataka 1.49

Kerala 0.09

Madhya Pradesh 5.88

Maharashtra 2.48

New Delhi 2.05

Orissa 0.74

Punjab 3.38

Rajasthan 5.51

Tamil Nadu 66.30

Uttar Pradesh 36.47

Uttarakhand 0.21

West Bengal 14.11

Total 171.00

For the financial year 2012-13

Name of State Amount released (Rs. in crore)

Gujarat 0.14

Haryana 2.18

Himachal Pradesh 0.03

Karnataka 0.22

Kerala 0.29

Madhya Pradesh 0.62

Maharashtra 0.26

New Delhi 0.71

Orissa 0.37

Punjab 4.00

Rajasthan 5.46

Tamil Nadu 7.77

Uttar Pradesh 11.79

Uttarakhand 0.47

West Bengal 3.00

Total 37.31

(C):

(i) India's export of leather & leather products has increased from Rs.161524.00 mn in 2009-10 to Rs. 233323.80 mn in 2011-12. During the current year 2012-13 upto Apr-Oct 2012, the export touched Rs. 154232.77 million during April-October 2012 as against the previous year's performance of Rs. 132869.68 million registering a positive growth of 16.08%. A Statement showing India's export of leather & leather products during the last three years and current year upto April-Oct 2012 is appended below:

(Value in Mn Rs)

CATEGORY	APRIL-MAR 2009-10	APRIL-MAR 2010-11	APRIL-MAR 2011-12	Apr-Oct 2012
FINISHED LEATHER	29791.79	38324.05	49035.50	35100.62
LEATHER FOOTWEAR	59543.36	67016.81	82196.50	50325.68
FOOTWEAR COMPONENTS	9921.57	10473.46	13506.08	7733.16
LEATHER GARMENTS	20335.10	19365.77	27437.71	17834.81
LEATHER GOODS	35915.51	38991.68	52144.59	36557.36
SADDLERY AND HARNESS	3956.42	4006.02	5156.42	3329.60
NON-LEATHER FOOTWEAR	2060.25	2639.32	3847.00	3351.54
TOTAL	161524.00	180817.11	233323.80	154232.77
% Growth		11.95%	29.04%	

Source : DGCI & S

(ii) India also imports leather and leather products. As per latest available data, India's import of leather & leather products has increased from Rs.31842.88 mn in 2008-09 to Rs.40393.95 mn in 2010-11. A Statement showing India's import of leather & leather products during the last three years is appended below:

(value in MnRs)

SI.No.	Category	2008-09	2009-10	2010-11
1	Raw Hides & Skins (ITC HS Chapter 41)	4437.51	3340.46	4071.56
2	Leather (ITC HS Chapter 41)	16671.37	15927.16	17461.61
3	Footwear Components (ITC HS Chapter 6406)	3052.60	2647.88	5089.13
4	Footwear (ITC HS Chapter 64)	4275.21	4546.60	7756.64
5	Leather Products including Leather	3406.19	3869.45	6015.01

Goods,

Leather Garments, Gloves & Saddlery

Total Imports      31842.88   30331.55   40393.95

Source: DGCI & S, Annual Number

(iii) The following funds were released under ILDP for overall development of Leather Sector:-

Sl.No. Year      GOI Assistance  
released (Rs. in crore)

1. 2009-10   140.00

2. 2010-11   170.00

3. 2011-12   171.02

4. 2012-13   35.02

The difference in state-wise figure of release of funds and GOI Assistance released by DIPP for the years 2010-11, 2011-12 & 2012-13 is due to the release of unspent balance of previous year by SIDBI.