

**GOVERNMENT OF INDIA
TEXTILES
LOK SABHA**

STARRED QUESTION NO:10

ANSWERED ON:05.08.2013

MODERNISATION EXPANSION OF TEXTILE INDUSTRY

Rathwa Shri Ramsinhbhai Patalbhai

Will the Minister of TEXTILES be pleased to state:

(a) the contribution of the textile industry in terms of percentage to industrial production, foreign exchange earnings and employment generation during the last three years and the current year;

(b) whether the textile sector including weaving and processing segments are facing constraints due to lack of modernisation and expansion;

(c) if so, the details thereof along with the schemes, if any, formulated by the Government for expansion and modernisation of the textile industry in view of the large employment and export potential of the sector; and

(d) the concrete measures taken by the Government to modernise the weaving and processing sector and also to encourage export of processed clothes in the country?

Answer

MINISTER OF TEXTILES (DR. KAVURU SAMBASIVA RAO)

(a) to (d): A statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (d) OF THE LOK SABHA STARRED QUESTION NO. 10 ON MODERNISATION / EXPANSION OF TEXTILE INDUSTRY RAISED BY SHRI RAMSINH RATHWA FOR 05.08.2013

(a): The contribution of the textile industry in terms of percentage to industrial production and total export earnings of the country during each of the last three years is given below:-

Particulars	2009-10	2010-11	2011-12	2012-13
Industrial Production (% age)	12	12	12	12
Export Earnings (% age)	12.39	10.91	10.73	10.45

(ii) As per the report of the Working Group on Textiles & Jute Industry for the Twelfth Five Year Plan, the direct employment in textile at the end of eleventh five year plan (2007-12) was 45.19 million. Of this, the year-wise figures of employment in Organized Cotton/ Man-made Fibre Textiles are given below:-

Employment in the Organized Cotton/ Man-made Fibre Textiles

(in 000's No.)				
Item	2010-11	2011-12	2012-13	2013-14
(as on June end) (P)				
Employment	923	944	952	952
Note: (P) -				
Provisional				

(b) to (d): Under TUFs, the scheme aimed at technological upgradation, the investments on modernization in weaving and processing sector have been Rs.10392 crores and Rs.13024 crores respectively leading to capacity expansion of 4.3 Bn sq. mtr. (57333 shuttleless looms) in weaving and 6.512 Bn sq. mtr. in Processing sector respectively. However, the pace of modernization of weaving & processing in textile industry has not been commensurate with the progress in spinning. Government has therefore announced the continuation of TUF scheme during the 12th plan period with a focus on Weaving/Powerloom Sector. For further expansion and modernization of textile industry including weaving and processing, Government has also taken various other measures like Scheme for Integrated Textile Parks (SITP), Integrated Skill Development Scheme, Schemes for the development of the Powerloom Sector including In-situ upgradation of Powerlooms.

To encourage exports including export of processed clothes, incentives are available under the Foreign Trade Policy namely Interest subvention, Market Access Initiative (MAI), Market Development Assistance (MDA) Schemes and Focus Market & Focus Product Schemes. The Ministry of Textiles has adopted 4 pronged strategy for Textiles exports namely (i) larger textiles trade shows (ii) Skill Development initiatives (iii) Compliance programs and (iv) Duty Drawback Schemes.

A provision of Rs. 500 crore has been made in the 12th Plan for introducing a scheme for Integrated Processing Development.