

**GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA**

UNSTARRED QUESTION NO:942
ANSWERED ON:11.12.2013
TARGETS IN MANUFACTURING SECTOR
Shivanagouda Shri Shivaramagouda

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) whether the manufacturing sector has not achieved the targeted growth during the Eleventh Five Year Plan;
- (b) if so, the details thereof and the reasons therefor;
- (c) whether the Government has set any target for the sector in the Twelfth Five Year Plan; and
- (d) if so, the details thereof and the steps taken by the Government to achieve these target?

Answer

MINISTER OF THE STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI K.H. MUNIYAPPA)

(a)&(b) Yes Madam. As against the target growth rate of 10-11% in XIth Plan in manufacturing sector, the growth rate achieved has been 7.7% as stated in the XIth Plan document. This document attributes this shortfall to fragile economic recovery in US and European countries, subdued business sentiments, rising interest rates and appreciation of the rupee.

(c)&(d) The Government has set an average target of manufacturing growth rate at 7.1% during the XIth Plan with annual growth rates increasing to 9.5% in the last two years of the plan. Government would achieve these targets, inter-alia, with a XIth Plan allocation of Rs.24,124.00 crore to Ministry of Micro, Small and Medium Enterprises. This allocation represents an increase of 133.53% over the XIth Plan allocation.