

**GOVERNMENT OF INDIA
TEXTILES
LOK SABHA**

UNSTARRED QUESTION NO:2731
ANSWERED ON:12.03.2015
LABOUR PRODUCTIVITY
Jaiswal Dr. Sanjay

Will the Minister of TEXTILES be pleased to state:

- (a) the labour productivity in the country (per employee per year) and the manner in which it has progressed over the past few years;
- (b) whether the labour productivity in India is lower compared to many developed countries as well as many developing countries also;
- (c) if so, whether the Government plans to increase the share of manufacturing from current levels to around 25 per cent of GDP as envisaged under the National Manufacturing Policy; and
- (d) if so, the details thereof?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF TEXTILES (SHRI SANTOSH KUMAR GANGWAR)

(a) & (b): IMD World Competitiveness Yearbook (IMD-WCY) is being published every year by Institute for Management Development (IMD); Lausanne, Switzerland (for which National Productivity Council is the Partner Institute from India). The Report provides Labour Productivity data for different countries. The data related to India for the last four years are given below:-

Labour Productivity of India (Purchasing Power Parity-PPP)
Gross Domestic Product (PPP) per person employed per hour, US\$

	2010	2011	2012	2013
Labour Productivity (PPP)	4.17	4.47	4.46	4.78

(Authentic information, however, is not available on per year basis)

For comparative basis, Labour Productivity (PPP) estimates across 60 major countries for the last four years (2011, 2012, 2013 and 2014) as published by IMD-WCY are enclosed as Annexure.

(c) & (d): Recognizing that the manufacturing sector has a multiplier effect on the creation of jobs, even in allied sectors, the government has brought out the National Manufacturing Policy in 2011 with the objective of enhancing the share of manufacturing in the GDP to 25% and creating 100 million jobs over a decade or so. The policy is based on the principle of industrial growth in partnership with the states. The Central Government will create the enabling policy framework, provide incentives for infrastructure development on a Public Private Partnership (PPP) basis through appropriate financial support.