GOVERNMENT OF INDIA COMMERCE AND INDUSTRY LOK SABHA

UNSTARRED QUESTION NO:1116 ANSWERED ON:28.11.2014 FTA PROVISIONS Somaiya Dr. Kirit

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

- (a) whether the Government has taken note of the observations, concern raised by Indian industries, particularly, Metal Industries regarding custom duty concession/exemption extended to various projects/industries under Free Trade Agreement (FTA) with ASEAN countries;
- (b) if so, the details thereof;
- (c) whether as per FTA, the exemption extended to import copper products such as Copper Cathodes, Copper Rods, Copper Scrap, Brass and Zinc Ingots has negatively impacted Indian industries;
- (d) if so, the details thereof; and
- (e) the protective measures taken by the Government to protect Metal industries in the country?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (INDEPENDENT CHARGE) (SMT. NIRMALA SITHARAMAN)

- (a) to (b): Some industries and associations have indicated their sensitivities on products in the metal industries (including copper) due to imports from FTA partners.
- (c) to (e) The share of preferential imports under Free Trade Agreements (FTAs) to the total imports for copper products during the period 2013-14 is insignificant. Moreover, for protecting the interest of the domestic including metal industries, these agreements provide for maintaining sensitive/negative lists of items on which limited or no tariff concessions are granted. In addition, in case of a surge in imports and injury to the domestic industry, a country is allowed to take recourse to the measures such as anti-dumping and safeguards.