

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES & PUBLIC ENTERPRISES
DEPARTMENT OF HEAVY INDUSTRY
RAJYA SABHA
UNSTARRED QUESTION NO. 87
ANSWERED ON 14.09.2020

MANUFACTURING IN INDIA'S ECONOMY

87. SHRI PRABHAKAR REDDY VEMIREDDY:

Will the Minister of **HEAVY INDUSTRIES AND PUBLIC ENTERPRISES** be pleased to state:

- (a) the present share of manufacturing in Indian economy;
- (b) the details of share of manufacturing in the country's economy during the last five years and current year, year-wise and sector-wise;
- (c) whether it is a fact that as per Reserve Bank of India and World Bank data manufacturing has not received the kind of boost with 'Make in India' initiative;
- (d) if so, reasons therefor;
- (e) the manner in which the country can achieve 25 per cent of manufacturing share by 2022;
- (f) impact of COVID-19 on manufacturing; and
- (g) the details of push given under Atmanirbhar Bharat Package to various sectors of manufacturing?

ANSWER

THE MINISTER OF HEAVY INDUSTRIES & PUBLIC ENTERPRISES
(SHRI PRAKASH JAVADEKAR)

(a) to (d): The present share of manufacturing in Indian economy and the details of share of manufacturing in the country's economy during the last five years and current year, year-wise are given at Annexure. There is no such information available in the Department of Heavy Industry (DHI), that as per Reserve Bank of India and World Bank data manufacturing has not received the kind of boost with 'Make in India' initiative.

(e) to (g): Gross value addition at basic price from manufacturing reduced by 39.3% in Q1 of 2020-21 against Q1 of 2019-20 due to COVID-19. However, push has been given by DHI under Atmanirbhar Bharat Package to increase the share of manufacturing in Indian economy. A project Development Cell has been set up in the Department for attracting & facilitating investments in the Auto sector. A number of meetings have been held with several potential investors in the sector. A new business group '**Make in India Business Development Group**' has been formed at BHEL. The vertical is charged with the responsibility of identifying products currently being imported by the company as well as the country and which can be developed/ manufactured by BHEL.

Annexure

Share of manufacturing in GDP of INDIA at constant prices

| | Year | Share in percentage |
|---|--------------------------------|---------------------|
| 1 | 2015-16 | 16.75 |
| 2 | 2016-17 (3 rd RE) | 16.69 |
| 3 | 2017-18 (2 nd RE) | 16.63 |
| 4 | 2018-19 (1 st RE) | 16.57 |
| 5 | 2019-20 (PE) | 15.91 |
| 6 | 2020-21 (Q 1) | 13.07 |

(Source: - Website of Ministry of Statistics and Programme Implementation)
