## **RAJYA SABHA**

Wednesday, the 30th November, 2011/9th, Agrahayana, 1933 (Saka)

The House met at eleven of the clock,

MR, CHAIRMAN in the Chair.

## ORAL ANSWER TO QUESTION

## Increasing dependency of manufacturing sector on import from China

- $\dagger^*$  121. SHRI MOTILAL VORA : Will the Minister of COMMERCE AND INDUSTRY be pleased to state:
- (a) whether Government is aware that 75 per cent of India's manufacturing would be dependent on goods imported from China by 2014-15;
- (b) whether the National Security Council of the country has expressed concern over the increasing dependency over China;
- (c) if so, the steps being taken by Government to make domestic industries self-dependent and to end the dependency upon China;
- (d) the percentage of export and import between India and China and the profit earned by China annually out of it; and
  - (e) the steps being taken by Government to bring parity in import and export?

THE MINISTER OF COMMERCE AND INDUSTRY (SHRI ANAND SHARMA): (a) to (e) A statement is laid on the Table of the House.

## Statement

- (a) and (b) Government has not made any study regarding dependency of Indian Manufacturing Sector on imports from China. Government, however, has been conscious of widening trade deficit with China.
- (c) Government has made concerted efforts to improve the rate of growth of manufacturing sector and making it globally competitive. Some of the measures, which have been taken to improve the competitiveness of domestic industry among others include creation of world class infrastructure; promotion and facilitation of industrial investment including the foreign direct investment, improvement in business environment; development of industry relevant skills etc.

 $<sup>\</sup>dagger\textsc{Original}$  notice of the question was received in Hindi.

(d) India's trade with China and its share as percentage to India's global trade in the current year so far and preceding two years is indicated in the table below:

(in US \$ Billion)

| Year      | World Trade |        |         | Trade with China |        |         |              |        |
|-----------|-------------|--------|---------|------------------|--------|---------|--------------|--------|
|           | Export      | Import | Trade   | Export           | Import | Trade   | % of         | % of   |
|           |             |        | balance |                  |        | balance | total        | total  |
|           |             |        |         |                  |        |         | Indian       | Indian |
|           |             |        |         |                  |        |         | export       | import |
| 2009-2010 | 178.8       | 288.4  | -109.6  | 11.6             | 30.8   | -19.2   | 6 <b>.</b> 5 | 10.7   |
| 2010-2011 | 252.3       | 346.9  | -94.6   | 19.4             | 39.8   | -20.5   | 7.7          | 11.5   |
| 2011-2012 | 111.2       | 158.0  | -46.8   | 5 <b>.</b> 6     | 18.2   | -12.6   | 5.1          | 11.5   |
| (Apr-Jul) |             |        |         |                  |        |         |              |        |

Information regarding profit made by China in trade with India is not maintained.

(e) Government has been taking initiatives to make Indian industry globally competitive so that trade and current account deficits are maintained at sustainable levels.

MR. CHAIRMAN: Question No.121. ...(Interruptions)...

SHRI MOTILAL VORA: Sir, Question No.121. ... (Interruptions)...

श्री सतीश चन्द्र मिश्रा: सर, हम लोगों ने FDI के लिए ...(व्यवधान)...

MR. CHAIRMAN: Please allow the Question Hour to be completed. ... (Interruptions)...

श्री सतीश चन्द्र मिश्रा: सर, FDI को वापस लिया जाए ...(व्यवधान)...

श्री सभापति: प्लीज़ ...(व्यवधान)... प्लीज़ ...(व्यवधान)... आप लोग बैठ जाइए ...(व्यवधान)... क्वैश्चन नं.121 ...(व्यवधान)...

SHRI MOTILAL VORA: Sir, I would like to ask the hon. Minister. ... (Interruptions)...

श्री सभापति: यहां वेल में मत आइए ...(व्यवधान)... यहां मत आइए ...(व्यवधान)... The House is adjourned till 12.00 hours.