

**GOVERNMENT OF INDIA
MINISTRY OF COMMERCE & INDUSTRY
DEPARTMENT FOR PROMOTION OF INDUSTRY AND INTERNAL TRADE
RAJYA SABHA**

**UNSTARRED QUESTION NO. 1003.
TO BE ANSWERED ON FRIDAY, THE 10TH FEBRUARY, 2023.**

Global Value Chains

1003. Shri Ayodhya Rami Reddy Alla:

Will the Minister of **Commerce and Industry** be pleased to state:

- (a) the details of the India's participation in the Global Value Chains (GVCs);
- (b) whether Government has formulated any strategy or policy for improving India's participation in GVCs, if so, the details thereof and if not, the reasons therefor; and
- (c) whether Government proposes to revamp the linkages between industry and academia for improving participation in GVCs, if so, the details thereof and if not, the reasons therefor?

ANSWER

**THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY
(SHRI SOM PARKASH)**

- (a) to (c):** Participation of a country in Global Value Chains (GVCs) depends on a number of factors including cost competitiveness, norms of doing business, cost of logistics movement, future growth prospects, trade agreements with other countries, FDI Policy, tax rates, etc. Corporate sector participates in GVCs based on their business strategy & policy framework in-place. No centralised statistics in this regard is maintained in this Department.

Government has undertaken various steps to boost industrial performance. These include introduction of Goods and Services Tax, reduction in Corporate tax, interventions to improve ease of doing business, measures for reduction in compliance burden, policy measures to boost domestic manufacturing through public procurement orders, Phased Manufacturing Programme (PMP), signing of new trade agreements, FDI policy reforms.

Government has also undertaken a series of measures under Atmanirbhar packages to improve the business environment including introduction of Production Linked Incentive (PLI) Scheme across fourteen sectors to augment the manufacturing capacity, investment opportunities under National Infrastructure Pipeline (NIP) and National Monetisation Pipeline (NMP), soft launch of National Single Window System (NSWS), etc. An institutional mechanism to fast-track investments has been put in place, in the form of Project Development Cells (PDCs) in all concerned Ministries/ Departments of Government of India. Government has focused on infrastructure development. PM Gati Shakti-NMP & Logistics Policy facilitate development of infrastructure and last mile connectivity to reduce the logistic cost and increase the efficiency of economy.

Policy measures are reviewed from time-to-time in consultations with stakeholders including academia.
