

**GOVERNMENT OF INDIA  
TEXTILES  
LOK SABHA**

UNSTARRED QUESTION NO:3605  
ANSWERED ON:16.12.2005  
ASSISTANCE TO TEXTILE SECTOR  
Mandal Shri Sanat Kumar

**Will the Minister of TEXTILES be pleased to state:**

- (a) the loans/financial assistance being extended by the Government to the textile sector for modernisation of textile units, State-wise;
- (b) the achievements made so far through such helps extended by the Government; and
- (c) the present status of the textile sector of the country in comparison to the other developing countries of the world?

**Answer**

MINISTER OF TEXTILES ( SHRI SHANKERSINH VAGHELA)

(a) In order to provide necessary impetus to the modernization of textile and jute industry, so that its viability and competitiveness in the domestic as well as international markets may enhance, Government of India, Ministry of Textiles has launched a Technology Upgradation Fund Scheme (TUFS), which is in operation since 01.04.1999. The Scheme mainly provides for reimbursement of five percent interest charged by the financial institutions/banks for loans provided by them in respect of technology upgradation projects in conformity with the Scheme. An amount of Rs. 9136.03 crore has been disbursed as loan till 31st October, 2005 in respect of various projects located in different States. (Annexure-I).

(b) The evaluation study on TUFS conducted by Mumbai University Institute of Chemical Technology (MUICT) reveals the positive impact of the Scheme on the textile industry as follows:-

Increased      Reduced

Annual turnover on domestic front    33%    Cost per unit    12%  
Annual turnover on export front    27%    Wastage    10%  
Operating profit    15%  
Net profit    8%  
Production of TUFS covered machinery    39%  
Unit value realization for domestic sales    15%  
Unit value realization for export sales    6%

(c) The present position of the textile sector of the country in comparison of the other developing countries of the world is furnished in Annexure-II.

Annexure-I

(Amount in Rs. crore)

Name of the State    Loan disbursed under TUFS as on (31.10.2005)

Tamilnadu	2727.72
Gujarat	1224.21
Maharashtra	1117.53
Punjab	1190.37
Rajasthan	733.98
Uttar Pradesh	245.52
Karnataka	337.36
Andhra Pradesh	317.64
Dadra Nagar Haveli	343.16

Himachal Pradesh	157.25
Haryana	167.42
Madhya Pradesh	184.23
West Bengal	130.56
Delhi	126.17
Kerala	103.20
Daman & Diu	15.10
Chandigarh	12.91
Orissa	1.27
Nagaland	0.43

Total 9136.03

## Annexure-II

### India's Position in World Textile Economy

Unit	World	India	India	India's	Country
	as %	Rank	with	of in the	1st
	world	World	rank		

#### Installed Capacity

##### A. Spinning - 2003

1. Spindles (Cotton system) Mn. No. 173.85 36.84 21.19 2 China
2. Spindles (Wool) Mn. No. 15.41 1.04 6.75 3 China
3. Spindles (Cotton & Wool) Mn. No. 189.26 37.88 20.01 2 China
4. Rotors Mn. No. 8.43 0.48 5.69 5 Russia

##### B. Weaving - 2003

1. Shuttle Looms Mn. No. 4.11 1.92 46.72 1 India
2. Shuttleless Looms Mn. No. 0.78 0.03 3.85 6 China
3. Handlooms Mn. No. 4.60 3.90 84.78 1 India

Total (Weaving) 9.49 5.85 61.64 1 India

#### Production

##### Fibre/Yarn

1. Raw Cotton(2003-04) (Ag-Jul) Mn. Kg. 20610 3009 14.60 3 China

2. Cellulosic fibre/yarn(2003) Mn. Kg. 2260 284 12.57 2 China
3. Synthetic fibre/yarn (2003) Mn. Kg. 29498 1792 6.07 5 China
4. Wool (Greasy) (2003-04) Mn. Kg. 2195 49 2.23 9 Australia
5. Silk (2000) Mn. Kg. 81 15 18.52 2 China
6. Jute (2003-04) Mn. Kg. 3036 1978 65.15 1 India

Total 57680 7127 12.36

Yarn - (2004)

Cotton Yarn (Est.) Mn. Kg. 22266 2248 10.10 2 China

Fabrics - (2004)

Cotton fabrics (Est.) Mn. Kg. 11691 1704 14.58 3 China

Per Capita fibre consumption

Total fibre - 2002 (P) Kg. 8.4 6.1 - - -  
World Trade - 2003

Total textiles & Bn. US\$ 394.90 12.51 3.17 7 China  
clothing exports

Machinery shipped during 1994-2003

A. Spinning

1. Spindles Mn. No. 39.17 11.04 28.18 1 India

2. Rotors Mn. No. 2.62 0.15 5.73 5 China

B. Draw texturing (1994-2003) `000 No. 1518.77 221.32 14.57 2 China

C. Weaving

1. Shuttleless Looms `000 No. 492.50 7.19 1.46 11 China

2. Shuttle Looms `000 No. 127.59 7.39 5.79 3 China

D. Knitting (1995-2003) `000 No. 92.74 5.52 5.95 4 China

Note : P = Provisional.  
Est = Estimated.

Source : WTO, ITMF, ICAC, ISA, JMDC, AMFI, ASFI.

