HIGHLIGHTS ON GARMENT AND TEXTILE SECTOR IN KARNATAKA

Karnataka has been recognized as most preferred investment destination both for domestic and overseas investors. The inherent advantages of Karnataka like salubrious climate, pool of skilled, manpower, progressive polices and pro-active governance have made the state as favorable location both for business.

The Karnataka has been a hub of machine tools and precision engineering is also a hub of aerospace engineering and high-end manufacturing and obviously an ideal condition for textile machine manufacturing. Companies like KirloskarToyotaTextile Machinery and other players are already in Karnataka.

We would like to share few points on textile sector in Karnataka.

- Karnataka accounts for 20% of the National Garment Production valued around 75,000 crore Rupees and 11% of national export. This sector employs around 6 lakh people in the state.
- Karnataka is home to many textile majors. To name a few Shahi Exports, HimmatSingkaSiede, Aravind, ETCO, Precot, Gokuldas, Raymonds, Texport etc. have a strong presence in the State.
- Major International brands and buying houses are procuring from Karnataka.
- State also has resources for textile industries. State is growing around 20.0 lakhs bales of cotton, which is approximately 6.5% of countries production. Around 9000 tons of silk which is approximately 60% of cotton tries production, 5.3 million kgs of wool which is around 11% of total production in the country.

- Karnataka understands the needs of Industrialists and proactively takes action to facilitate them. This has made Karnataka, one of the fastest growing States in India, propelling the country's growth to greater heights.
- The <u>"ease of doing business"</u> has been guaranteed to all the investors in the textile sector by providing a very attractive Textile Policy-2013-18 (Nuthana Javali Neethi) with basket fullof incentives and concessions.
- The Policy has been formulated in consultation with the industry to meet the contemporary needs of the industry.
- The state has reserved around 2500 acres of developed area under KIADB exclusively for the development of the textile industries in the dedicated park areas.

Factor Condition - Land Bank Creation through KIADB

- 114756 Acres total land identified.
- 1000 acres land available in Yadgir.

<u>Factor Condition – Skilled Workforce</u>

- Over 2.00 Lakh Candidates trained between 2008-2015
- Total employment generation 2.56 Lakh people
- Fairly good spread of educational and vocational training infrastructure both in general and textiles across the State

<u>Policy Framework – Nuthana Javali Neethi 2013-2018</u>

- To make Textile and Garment Sector in Karnataka Competitive following initiatives have been taken up:
 - * Man Power Development
 - * Infrastructure Development
 - * Capacity Building
 - * Institutional Linkages
 - * Fiscal Incentives
 - * Professional Handholding
 - * Strengthening of Value Chain
- A new encompassing Policy for the sector covering all value chain of textiles
- Single Window Clearance for Mega & Cluster Projects