

Industrial Policy Resolution of 1980

- Promotion of **competition** in the domestic market, technological up gradation and modernization of industries
- Some of the socio-economic objectives spelt out in the Statement were
 - i) optimum utilization of installed capacity,
 - ii) higher productivity,
 - iii) higher employment levels,
 - iv) removal of regional disparities,
 - v) strengthening of agricultural base,
 - vi) promotion of export oriented industries and
 - vi) consumer protection against high prices and poor quality.

Industrial Policy 1991

- The Industrial Policy Statement of 1991 stated that “the Government will continue to pursue a sound policy framework encompassing encouragement of **entrepreneurship**, development of **indigenous technology** through investment in research and development, bringing in new technology, **dismantling of the regulatory system**, development of the **capital markets and increased competitiveness** for the benefit of common man”.

- It further added that "the spread of **industrialization** to **backward areas** of the country will be actively promoted through appropriate incentives, institutions and infrastructure investments".

Industrial Policy 1991

- *Policy focus is on:*
 - **Deregulating** Indian industry & increased competition;
 - Allowing the **industry freedom and flexibility** in responding to market forces and encouraging **entrepreneurship**
 - Providing a policy regime that facilitates and **fosters growth** of Indian industry especially backward areas

Industrial Policy 1991

- In pursuit of the industrial objectives, Government decided to take a series of initiatives in respect of the policies relating to the following areas:
 - Public Sector Policy
 - MRTP Act
 - Industrial Licensing
 - Foreign Investment
 - Foreign Technology Agreements