



drishti

Ease of Doing Business Rankings of the States: DPIIT

drishtiias.com/printpdf/ease-of-doing-business-rankings-of-the-states-dpiit

Why in News

Recently, **the Department for Promotion of Industry and Internal Trade (DPIIT)**, Ministry of Commerce and Industry released the 4th edition of **Ease of Doing Business Rankings** based on the State **Business Reform Action Plan (State BRAP)**.

Andhra Pradesh has topped the rankings followed by **Uttar Pradesh, Telangana, Madhya Pradesh and Jharkhand**. **Tripura, Sikkim, Odisha** were among the worst performers.

S. No.	State/UT	Rank 2019
1	Andhra Pradesh	1
2	Uttar Pradesh	2
3	Telangana	3
4	Madhya Pradesh	4
5	Jharkhand	5
6	Chhattisgarh	6
7	Himachal Pradesh	7
8	Rajasthan	8
9	West Bengal	9
10	Gujarat	10
11	Uttarakhand	11
12	Delhi	12
13	Maharashtra	13
14	Tamil Nadu	14
15	Lakshadweep	15
16	Haryana	16
17	Karnataka	17
18	Daman and Diu	18
19	Punjab	19

S. No.	State/UT	Rank 2019
18	Daman and Diu	18
19	Punjab	19
20	Assam	20
21	Jammu and Kashmir	21
22	Andaman & Nicobar	22
23	Dadra & N. Haveli	23
24	Goa	24
25	Mizoram	25
26	Bihar	26
27	Puducherry	27
28	Kerala	28
29	Arunachal Pradesh	29
30	Chandigarh	29
31	Manipur	29
32	Meghalaya	29
33	Nagaland	29
34	Odisha	29
35	Sikkim	29
36	Tripura	29

Key Points

- Andhra Pradesh has achieved **100% compliance with BRAP**.
 - It is the first State to take measures to revive the economy hit by the global pandemic and revive the small and medium scale industries with a **ReSTART package**.
 - The ReSTART package includes the payment of sanctioned incentives, working capital loans, preferential market access etc. to MSME units.
- **Ease of Doing Business (EODB)** : It is a joint initiative by the Department for Promotion of Industry and Internal Trade (DPIIT) and the **World Bank** to improve the overall business environment in the States.

Ranking of all the States and Union Territories is done, based on the implementation of BRAP by them.
- **Business Reform Action Plan (BRAP)**:
 - It was launched in 2015.
 - BRAP 2019 contains a list of **80 reforms** (187 reform action points) to be implemented by **19 State departments**.
 - These reforms cover **12 business regulatory areas** such as Access to Information, Single Window System, Labour, Environment, etc.
 - **Objective** : It was introduced to **encourage a healthy competition between states**.

This would help in **attracting investments and increasing Ease of Doing Business** in each State.
- **Background**: India ranked 63rd out of 190 countries in **Doing Business 2020: World Bank Report**.
 - This was a jump of 79 places since 2014 due to a number of reforms by the central government since then including BRAP.
 - The Doing Business report, introduced in **2003**, provides an assessment of objective measures of business regulations and their enforcement across 190 economies on **ten parameters** affecting a business through its life cycle.

Source: PIB