## Comunidad Valenciana – Textil



**Reference** EGF/2010/009

Comunidad Valenciana - Textil

Member State Spain

**Sector** Textiles

**Submitted to European** 

Commission

Total budget planned€3 168 409EGF contribution€2 059 466Intervention criterionArticle 2 (b)

Regulation (EC) No 1927/2006

22 March 2010

**Period of reference** 13/4/2009 to12/1/2010

Redundancies during period of reference

544 in 143 enterprises in the NUTS II ES55 Comunidad Valenciana region

**Active employment measures** 

To be provided for 350 workers and include:

- Preparatory activities and accompaniment
- Training including basic training prior to the acquisition of new skills, training in vocational skills and training as qualified care workers
- Promotion of entrepreneurship
- Several allowances and incentives

## BACKGROUND

- The EU trade balance in textiles has deteriorated substantially over the period 2004-08. Over this period there was a 13 % increase in imports of textiles into the EU while the export of textiles from the EU to the rest of the world decreased by 0,5 %. As a result the trade balance for textiles of the EU decreased from a surplus of EUR 927 million in 2004 to a deficit of EUR 1 441 million in 2008.
- This decline in demand was further exacerbated by the financial and economic crisis. The trend in the European textile sector is considered to be linked to the trends in household consumption and, due to declining consumer confidence and the lack of cash, demand for textile products decreased.
- The number of dismissals in the textile sector in the Comunidad Valenciana, which remained relatively stable and on a decreasing trend during the period 2005-07, increased by 40,61 % in the following two years (2008-09). Moreover the impact of the redundancies at local level is high due to the concentration of the sector in a small area.