

MINISTRY OF SMALL SCALE INDUSTRIES AND AGRO AND RURAL INDUSTRIES**DEMAND NO. 71****Ministry of Small Scale Industries and Agro and Rural Industries**

A. The Budget allocations, net of recoveries, are given below:

<i>(In crores of Rupees)</i>										
Major Head	Budget 2000-2001			Revised 2000-2001			Budget 2001-2002			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	729.47	133.77	863.24	705.97	131.44	837.41	776.53	140.68	917.21	
Capital	42.08	1.81	43.89	24.03	1.61	25.64	21.03	2.10	23.13	
Total	771.55	135.58	907.13	730.00	133.05	863.05	797.56	142.78	940.34	
1. Secretariat Economic Services	3451	...	2.07	2.07	...	2.02	2.02	...	3.62	3.62
Small-Scale Industries										
2. Development Commissioner for Small-Scale Industries (Including Library)	2851	1.92	7.54	9.46	2.02	7.18	9.20	1.10	7.91	9.01
3. Grants to National Small Industries Corpn. for development of Small Scale Industries	2851	22.00	5.50	27.50	34.25	5.50	39.75	29.00	5.50	34.50
4. Other Small-Scale Industries Schemes	2851	67.80	36.00	103.80	67.21	35.28	102.49	102.21	38.03	140.24
	3601	3.85	...	3.85	4.21	...	4.21	26.92	...	26.92
	3602	0.15	...	0.15	0.18	...	0.18	0.40	...	0.40
	4851	4.08	...	4.08	4.03	...	4.03	4.03	...	4.03
<i>Total</i>		<i>75.88</i>	<i>36.00</i>	<i>111.88</i>	<i>75.63</i>	<i>35.28</i>	<i>110.91</i>	<i>133.56</i>	<i>38.03</i>	<i>171.59</i>
5. Prime Minister's Rozgar Yojana	2851	201.00	...	201.00	201.00	...	201.00	193.50	...	193.50
Khadi & Village Industries										
6. <i>Khadi and Village Industries Commission</i>										
6.01 Khadi Industries	2851	106.00	48.10	154.10	107.00	48.10	155.10	106.30	52.25	158.55
6.02 Other Village Industries	2851	60.00	...	60.00	62.00	...	62.00	86.70	...	86.70
<i>Total</i>		<i>166.00</i>	<i>48.10</i>	<i>214.10</i>	<i>169.00</i>	<i>48.10</i>	<i>217.10</i>	<i>193.00</i>	<i>52.25</i>	<i>245.25</i>
7. Coir Industries	2851	17.00	6.08	23.08	16.25	4.50	20.75	17.90	5.01	22.91
	3601	3.00	...	3.00	0.50	...	0.50	0.10	...	0.10
	6851	...	0.30	0.30	...	0.10	0.10	...	0.10	0.10
<i>Total</i>		<i>20.00</i>	<i>6.38</i>	<i>26.38</i>	<i>16.75</i>	<i>4.60</i>	<i>21.35</i>	<i>18.00</i>	<i>5.11</i>	<i>23.11</i>
8. <i>Interest Subsidies</i>										
8.01 Khadi and Village Industries Commission (Khadi Industries)	2851	19.00	23.00	42.00	19.00	23.00	42.00	19.00	23.00	42.00
8.02 Khadi and Village Industries Commission (Other Village Industries)	2851	5.00	5.36	10.36	5.00	5.36	10.36	5.00	5.36	10.36
<i>Total</i>		<i>24.00</i>	<i>28.36</i>	<i>52.36</i>	<i>24.00</i>	<i>28.36</i>	<i>52.36</i>	<i>24.00</i>	<i>28.36</i>	<i>52.36</i>
9. Rural Employment Generation Programme-Implementation of recommendation of High Power Committee	2851	110.00	...	110.00	80.00	...	80.00	120.00	...	120.00
10. <i>Non-Plan Loans to Public Enterprises</i>										
10.01 Khadi and Village Industries Commission	6851	...	1.51	1.51	...	1.51	1.51	...	2.00	2.00
11. <i>Investment in Public Enterprises-NSIC</i>	4851	18.00	...	18.00	...	...	...	...	...	...
11.01 Loans for Development of K.& V. Industries	6851	20.00	...	20.00	20.00	...	20.00	17.00	...	17.00
<i>Total</i>		<i>38.00</i>	<i>...</i>	<i>38.00</i>	<i>20.00</i>	<i>...</i>	<i>20.00</i>	<i>17.00</i>	<i>...</i>	<i>17.00</i>
12. Counselling and retraining of rationalised labour	2851	0.75	...	0.75	0.90	...	0.90	0.40	...	0.40
13. Other Schemes	2851	12.00	0.12	12.12	6.45	0.50	6.95	8.00	...	8.00
14. Credit Gurantee Scheme	2851	100.00	...	100.00	100.00	...	100.00	60.00	...	60.00
Grand Total		771.55	135.58	907.13	730.00	133.05	863.05	797.56	142.78	940.34
B. Investments in Public Enterprises	Head of Dev	Budget Support	IEBR	Total	Budget	IEBR Support	Total	Budget	IEBR Support	Total
Village & Small Industries										
11.01 National Small Industries Corporation	12851	18.00	120.00	138.00	...	120.00	120.00	...	120.00	120.00

<i>(In crores of Rupees)</i>											
	Head of Dev	Budget 2000-2001			Revised 2000-2001			Budget 2001-2002			
		Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	
11.02 KVIC - Khadi Industries	12851	15.00	...	15.00	15.00	...	15.00	15.00	...	15.00	
11.03 KVIC - Other Village Industries.	12851	5.00	...	5.00	5.00	...	5.00	2.00	...	2.00	
11.04 Small Industrial Development Bank of India	12851	...	20.00	20.00	...	...	...	...	15.00	15.00
11.05 National Institute of Small Industries Extension Training, Hyderabad	12851	...	4.00	4.00	...	...	...	...	...	...
11.06 Indian Institute of Entrepreneurship, Guwahati	12851	...	0.50	0.50	...	0.50	0.50	...	0.50	0.50	
11.07 National Institute for Entrepreneurship and Small Business Development, New Delhi	12851	...	0.50	0.50	...	0.50	0.50	...	0.50	0.50	
Total		38.00	145.00	183.00	20.00	121.00	141.00	17.00	136.00	153.00	
C. Plan Outlay *											
1. Village & Small Industries	12851	775.00	145.00	920.00	733.45	121.00	854.45	800.00	136.00	936.00	
Total		775.00	145.00	920.00	733.45	121.00	854.45	800.00	136.00	936.00	
<i>* Inclusive of Works Outlay provided in the Demands of Ministry of Urban Development.</i>											
Demand No.80	12851	0.45	...	0.45	0.45	...	0.45	0.45	...	0.45	
Demand No.81	12851	3.00	...	3.00	3.00	...	3.00	1.99	...	1.99	
	<i>Total</i>	<i>3.45</i>	<i>...</i>	<i>3.45</i>	<i>3.45</i>	<i>...</i>	<i>3.45</i>	<i>2.44</i>	<i>...</i>	<i>2.44</i>	

1. **Sectt. Economic Services:** Provide for salary and Office Expenses etc. for the Ministry of SSI & ARI.

2. **Development Commissioner(Including Library) :** The Office of the Development Commissioner (Small Scale Industries) headed by the Development Commissioner is an apex body for formulating, coordinating and monitoring policies and programmes for promotion and development of small scale industries in the country. It maintains close liaison with the Central Ministries, Planning Commission, State Governments, Financial Institutions, Voluntary Organisations and other organisations concerned with the development of Small Scale Industries.

It provides a comprehensive range of facilities and services, tooling facilities, marketing assistance etc. to small scale units through a network of 28 Small Industries Service Institutes, 30 Branch SISIs, 4 Regional Testing Centres, 1 Production Centre, 7 Field Testing Stations, 1 Integrated Training Centre (Industry), Nilokheri, HTDD&TC, Nagpur in areas of concentration of specific types of Industries.

3. **Grants to National Small Industries Corporation for Development of Small Scale Industries:** NSIC is responsible for promotion and development of Small Scale Industries through supply of machinery on hire purchase, market promotion, arrangement of both indigenous and imported raw materials, common facilities for prototype development and export of turn-key projects.

4. **Other Small Scale Industries Schemes:** Provides mainly for specialised Institutions like Central Institute of Tools Design, Hyderabad, Central Tool Room & Training Centres at Bhubaneswar and Calcutta, Central Tool Room at Ludhiana, Central Institutes of Hand Tools, Jalandhar, 3 Indo Danish German Tool Rooms at Indore, Aurangabad and Ahmedabad and Indo Danish Tool Rooms at Jamshedpur. It also provide for Institute for Design of Electrical Measuring Instruments (IDEMI), Mumbai, National Institute of Small Industries Extension Training (NISJET), Hyderabad, National Institute for Entrepreneurship and Small Business Development (NIESBUD), New Delhi and Electronic Service and Training Centre, Ramnagar (U.P.), Central Footwear Training Institute at Agra & Chennai, PPDCs at Agra & Meerut;

Fragrance & Flavour Development Centre, Kannauj and Centre for Development of Glass Industry, Ferozabad which provide training and technical services in respective specified fields. It also provides continuing schemes like Integrated Infrastructural Development, Collection of Statistics, SENET Project etc.

Further it also provides for various schemes on quality upgradation & modernisation of small scale industries in order to improve the quality of products, increase the export potential, process modification, energy conservation, pollution control etc. The various schemes implemented under the Modernisation and Technology Upgradation are (i) Incentive scheme for acquiring ISO 9000 Certification (ii) Awareness & Motivational Programme on ISO-9000 (iii) UPT ECH Scheme including NPRI and (iv) Modernisation of SIDO workshops, (v) Credit linked subsidy for technology upgradation of SMEs.

5. **Prime Minister's Rozgar Yojana (PMRY):** Prime Minister's Rozgar Yojana for providing Self-employment to educated unemployed youth has been in operation since 2nd October, 1993. The scheme aimed at assisting the eligible youth in setting up self employment ventures in industry, service & business sector. It was envisaged to provide employment by establishing 7 lakh micro-enterprises during the 8th Plan.

The PMRY has emerged as a major Central Sector Scheme for employment generation among the educated unemployed youth, by providing financial and other entrepreneurial development assistance in establishing self-employment ventures. Significant progress has been achieved in the scheme implementation and as reported by the RBI, 7.74 lakhs persons have been sanctioned loans under PMRY, since its inception during the 8th Plan.

The scheme is continuing in the 9th Plan. During the year 1997-98 & 1998-99 & 1999-2000 loans have been sanctioned to 7.91 lakh persons as per reports available. Further 0.73 lakhs persons have been sanctioned loans during 2000-2001 upto November, 2000. The anticipated target under PMRY for 2001-2002 is 2.20 lakh beneficiaries.

6. **Khadi and Village Industries Commission:** Set up under Khadi and Village Industries Commission Act, 1956, to plan,

organise and implement programmes for development of khadi and village industries with a view to generating greater employment for rural population. Grants are given to K.V.I.C. for providing rebate on khadi and khadi products including polyvastra during festival seasons, purchase/hiring of premises, advertisement and publicity, introduction of new designs etc.

7. Coir Industries: Provisions are made to meet expenses on account of grants to promote the development of Coir Industry in the country including Science & Technology & promotion of export of coir products. The provision also includes funds for the centrally sponsored schemes for cooperativisation of coir industries, rebate and model coir villages and the scheme for modernization of Coir Industries.

8. Interest subsidies:

8.01 Khadi & Village Industries Commission (Khadi Industries): Subsidy in lieu of interest is provided to Khadi.

8.02 Village Industries: For village industries products, margin money scheme has replaced the interest subsidy.

9. Rural Employment Generation Programme-Implementation of the Recommendations of the High Power Committee: The High Power Committee on KVI sector has recommended generation of 2 million additional jobs in the KVI sector by 2000AD. The programme envisages to generate additional employment in the rural industries sector through development of Khadi & Village Industries.

10. Non-Plan Loans to Public Enterprises:

10.01. Khadi and Village Industries Commission: Provision is for granting house building advance to its employees.

11. Investment in Public Enterprises: Provides for equity and loans to the public sector enterprises to meet their requirement of finances for implementing its programmes.

11.01 National Small Industries Corporation (NSIC): NSIC was formed and registered under the Companies Act in 1955.

The functions inter-alia, include supply of imported and indigenous machines to small scale units on hire purchase basis, supply and distribution of raw materials, spares, etc. internal marketing and external marketing, upgradation of technologies and provision of technical training and common facilities. The budgetary support through grant is to part finances its activities and services which are mostly promotional in nature is for securing alternate finances for carrying out its activities and services in backward and hilly areas.

11.02 Khadi & Village Industries Commission : KVIC has been set up under the Khadi and Village Industries Commission Act, 1956 to plan, organise and implement programmes for development of Khadi and Village Industries. The aim is to generate greater employment for the rural population through the promotion of khadi and cottage and village industries. The provision is for giving loans for this purpose to State Khadi and Village Industries Boards, Khadi and Village Industries Institutions etc.

12. Counselling and Retraining of rationalised labour: Provides for counselling and retraining by O/o DC (SSI) of labour affected by technology upgradation and modernisation and implementation of voluntary retirement scheme.

13. Other Schemes: Provides for payment to promote international cooperations between Indian enterprises and SME abroad for greater institutional support to promote trade and investment links; Survey and Studies of Small Scale, Village and Rural Industries sector; Trade related entrepreneurship assistance development programme for women.

14. Credit Guarantee Scheme for SSI Sector: Provides to contribute to the Credit Guarantee Fund Scheme of India (CGFSI) which would provide guarantee cover to commercial banks for extending loans to Small/tiny SSI units without any collaterals.