

MINISTRY OF SMALL SCALE INDUSTRIES

DEMAND NO. 87

Ministry of Small Scale Industries

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

		<i>(In crores of Rupees)</i>								
Major Head	Budget 2003-2004			Revised 2003-2004			Budget 2004-2005			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	326.49	51.07	377.56	326.49	51.07	377.56	347.25	52.15	399.40	
Capital	20.00	...	20.00	20.00	...	20.00	15.00	...	15.00	
Total	346.49	51.07	397.56	346.49	51.07	397.56	362.25	52.15	414.40	
1. Secretariat Economic Services	3451	...	4.50	4.50	...	4.50	4.50	...	4.91	4.91
Small-Scale Industries										
2. Development Commissioner for Small-Scale Industries (Including Library)	2851	5.53	8.17	13.70	5.53	8.17	13.70	5.69	8.50	14.19
3. Grants to National Small Industries Corporation for development of Small Scale Industries	2851	18.00	1.40	19.40	18.00	1.40	19.40	22.50	1.40	23.90
4. Promotion of Small-Scale Industries Schemes	2851	87.98	37.00	124.98	75.64	37.00	112.64	94.25	37.34	131.59
	3601	4.38	...	4.38	4.38	...	4.38	3.45	...	3.45
	3602	0.30	...	0.30	0.30	...	0.30	0.20	...	0.20
	<i>Total</i>	<i>92.66</i>	<i>37.00</i>	<i>129.66</i>	<i>80.32</i>	<i>37.00</i>	<i>117.32</i>	<i>97.90</i>	<i>37.34</i>	<i>135.24</i>
5. Investment in Public Enterprises-NSIC	4851	18.00	...	18.00	18.00	...	18.00	13.50	...	13.50
6. Other Schemes	2851	4.50	...	4.50	3.20	...	3.20	9.25	...	9.25
7. Credit Gurantee Scheme	2851	172.80	...	172.80	186.44	...	186.44	176.29	...	176.29
8. Lumpsum provision for projects/schemes for the benefit of the North Eastern Areas and Sikkim	2552	33.00	...	33.00	33.00	...	33.00	35.62	...	35.62
	4552	2.00	...	2.00	2.00	...	2.00	1.50	...	1.50
	<i>Total</i>	<i>35.00</i>	<i>...</i>	<i>35.00</i>	<i>35.00</i>	<i>...</i>	<i>35.00</i>	<i>37.12</i>	<i>...</i>	<i>37.12</i>
Grand Total		346.49	51.07	397.56	346.49	51.07	397.56	362.25	52.15	414.40
B. Investments in Public Enterprises	Head of Dev	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
5.01 National Small Industries Corporation	12851	18.00	50.00	68.00	18.00	50.00	68.00	13.50	62.00	75.50
C.Plan Outlay*										
1. Village & Small Industries	12851	315.00	50.00	365.00	315.48	50.00	365.48	328.88	62.00	390.88
2. North Eastern Areas	22552	35.00	...	35.00	35.00	...	35.00	37.12	...	37.12
Total		350.00	50.00	400.00	350.48	50.00	400.48	366.00	62.00	428.00
<i>* Inclusive of Works Outlay provided in the Demands of Ministry of Urban Development.</i>										
Demand No.101	12851	3.51	...	3.51	3.99	...	3.99	3.75	...	3.75

1. **Sectt. Economic Services:** Provides for establishment related 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 polices 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

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through a network of 30 Small Industries Service Institutes, 28 Branch SISIs, 4 Regional Testing Centres, 1 Production Centre, 7 Field Testing Stations, Nilokheri and HTD&TC, Nagpur in area of concentration of specific type 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 Designs, Hyderabad, Central Tool Room and Training, Centres at

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Bhubaneswar and Kolkata, Central Tool Room at Ludhiana, Central Institute of Hand Tools, Jalandhar, 3 Indo Danish Tool Room at Indore, Aurangabad and Ahmedabad and Indo-Danish Tool Room, Jamshedpur. It also provides for Institute for Design of Electrical Measuring Instruments (IDEMI), Mumbai and Electronic Service and Training Centre, Ramnagar (U.P.), Central Footwear Training Institutes at Agra & Chennai, PPDCs at Agra and Meerut; Fragrances & 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 for 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) UPTECH Scheme including NPRI (iv) Modernisation of SIDO workshops; and (v) Credit linked subsidy for technology upgradation of SMEs.

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

5.01 **National Small Industries Corporation (NSIC):** NSIC was formed and registered under the Companies Act in 1955. Its 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 to part finance its activities and services which are mostly promotional in nature, is for securing alternate finances for carrying out activities and services in backward and hilly areas.

6. **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.

7. **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 collateral's.

8. Lumpsum provision has been kept for the projects/schemes for the benefit of North Eastern Region including Sikkim.