

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>									
		Budget 2004-2005			Revised 2004-2005			Budget 2005-2006			
Major Head		Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue		347.25	52.15	399.40	347.25	51.99	399.24	390.71	51.39	442.10	
Capital		15.00	...	15.00	15.00	...	15.00	18.20	...	18.20	
Total		362.25	52.15	414.40	362.25	51.99	414.24	408.91	51.39	460.30	
1.	Secretariat Economic Services	3451	...	4.91	4.91	...	4.44	4.44	...	4.61	
Small-Scale Industries											
2.	Development Commissioner for Small-Scale Industries (Including Library)	2851	5.69	8.50	14.19	5.74	8.59	14.33	6.41	8.77	15.18
3.	Grants to National Small Industries Corpn. for development of Small Scale Industries	2851	22.50	1.40	23.90	22.50	1.26	23.76	23.80	...	23.80
4.	Promotion of Small-Scale Industries Schemes	2851	94.25	37.34	131.59	94.80	37.70	132.50	131.01	38.01	169.02
		3601	3.45	...	3.45	3.40	...	3.40	4.00	...	4.00
		3602	0.20	...	0.20	0.05	...	0.05	0.20	...	0.20
	<i>Total</i>	<i>97.90</i>	<i>37.34</i>	<i>135.24</i>	<i>98.25</i>	<i>37.70</i>	<i>135.95</i>	<i>135.21</i>	<i>38.01</i>	<i>173.22</i>	
5.	Investment in Public Enterprises-NSIC	4851	13.50	...	13.50	13.50	...	13.50	14.00	...	14.00
6.	Other Schemes	2851	9.25	...	9.25	7.35	...	7.35	5.20	...	5.20
7.	Credit Guarantee Scheme	2851	176.29	...	176.29	176.29	...	176.29	180.00	...	180.00
8.	National Commission on Enterprises in the Unorganised/Informal Sector	2851	1.50	...	1.50	3.00	...	3.00
9.	Lumpsum provision for projects/schemes for the benefit of the North Eastern Areas and Sikkim	2552	35.62	...	35.62	35.62	...	35.62	37.09	...	37.09
		4552	1.50	...	1.50	1.50	...	1.50	4.20	...	4.20
	<i>Total</i>	<i>37.12</i>	<i>...</i>	<i>37.12</i>	<i>37.12</i>	<i>...</i>	<i>37.12</i>	<i>41.29</i>	<i>...</i>	<i>41.29</i>	
Grand Total		362.25	52.15	414.40	362.25	51.99	414.24	408.91	51.39	460.30	
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	13.50	62.00	75.50	13.50	62.00	75.50	14.00	62.00	76.00
C. Plan Outlay*											
1.	Village & Small Industries	12851	328.88	62.00	390.88	328.88	62.00	390.88	370.97	62.00	432.97
2.	North Eastern Areas	22552	37.12	...	37.12	37.12	...	37.12	41.29	...	41.29
Total			366.00	62.00	428.00	366.00	62.00	428.00	412.26	62.00	474.26
* Inclusive of Works Outlay provided in the Demands of Ministry of Urban Development.											
Demand No.101	12851	3.75	...	3.75	3.75	...	3.75	3.35	...	3.35	

1. **Secretariat Economic Services** : Provides for establishment related expenses, etc. for the Ministry of SSI and Ministry of 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 30 Small Industries Service Institutes, 28 Branch SISIs, 4 Regional Testing Centres, 1 Production Centre, 7 Field Testing Stations, Hand Tool Design Development Training Centre, Nagaur in areas of concentration of specific types of Industries.

3. **Grants to National Small Industries Corporation (NSIC) 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 specialized Institutions like Central Institute of Tools

Design, Hyderabad, Central Tool Room and Training Centres at Bhubaneshwar and Kolkata, Central Tool Room at Ludhiana, Central Institute of Hand Tools, Jalandhar, Indo Danish Tool Room at Indore, Aurangabad, Ahmedabad and 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 provides training and technical services in respective specified fields. It also provides for continuing schemes like Integrated Infrastructural Development, SENET Project, Trade Related Entrepreneurship Assistance Development Programme and Micro Finance Programmes, CAD/CAM Centres, Testing Centres, etc. Funds for collection of statistics are provided to Small Scale Sector and including State Govts. and U.Ts.

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 (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 cooperation between Indian enterprises and Small and Medium Enterprises abroad for greater institutional support to promote trade and investment links; Survey and Studies of Small Scale, Village and Rural Industries Sector and Training Institutions.

7. **Credit Guarantee Scheme for SSI Sector :** Provides to contribute to the Credit Guarantee Fund Scheme of India (CGFSI) for providing guarantee cover to commercial banks for extending loans to small/tiny SSI units without any collaterals.

8. **National Commission on Enterprises in the Unorganised/Informal Sector :** Provides for establishment related expenditure of the Commission and its activities.

9. Lump Sum Provision has been kept for the projects/schemes for the benefit of North Eastern Region including Sikkim.