

MINISTRY OF SMALL SCALE INDUSTRIES

DEMAND NO. 86

Ministry of Small Scale Industries

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

		(In crores of Rupees)								
Major Head	Budget 2005-2006			Revised 2005-2006			Budget 2006-2007			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	390.71	51.39	442.10	393.91	52.24	446.15	451.33	53.91	505.24	
Capital	18.20	...	18.20	15.00	9.47	24.47	15.00	4.00	19.00	
Total	408.91	51.39	460.30	408.91	61.71	470.62	466.33	57.91	524.24	
1. Secretariat Economic Services	3451	...	4.61	4.61	...	4.48	4.48	...	4.48	
Small Scale Industries										
2. Development Commissioner for Small Scale Industries (Including Library)	2851	6.41	8.77	15.18	6.41	9.16	15.57	6.54	9.46	16.00
3. Development of Small Scale Industries - NSIC	2851	23.80	...	23.80	22.80	...	22.80	26.45	...	26.45
	6851	...	...	...	...	9.47	9.47	...	4.00	4.00
<i>Total</i>		23.80	...	23.80	22.80	9.47	32.27	26.45	4.00	30.45
4. Promotion of Small Scale Industries Schemes	2851	131.01	38.01	169.02	130.01	38.60	168.61	222.72	39.97	262.69
	3601	4.00	...	4.00	4.00	...	4.00	4.00	...	4.00
	3602	0.20	...	0.20	0.20	...	0.20	0.30	...	0.30
<i>Total</i>		135.21	38.01	173.22	134.21	38.60	172.81	227.02	39.97	266.99
5. Investment in Public Enterprises-NSIC	4851	14.00	...	14.00	14.00	...	14.00	14.00	...	14.00
6. Other Schemes	2851	5.20	...	5.20	5.40	...	5.40	8.90	...	8.90
7. Credit Guarantee Scheme	2851	180.00	...	180.00	180.00	...	180.00	106.00	...	106.00
8. National Commission on Enterprises in the Unorganised/ Informal Sector	2851	3.00	...	3.00	4.80	...	4.80	29.57	...	29.57
9. Provision for the benefit of North Eastern Areas and Sikkim	2552	...	...	...	...	...	...	...	...	...
9.01 Lumpsum provision for projects schemes for the benefit of the North Eastern Areas and Sikkim	2552	37.09	...	37.09	40.29	...	40.29	...	...	...
9.02 Small Industries Service Institute	2552	...	...	...	...	...	...	1.45	...	1.45
9.03 Training Institutions-DC (SSI)	2552	...	...	...	...	...	...	...	...	...
9.04 Trade Related Entrepreneurs Development for Women (TREAD)	2552	...	...	...	...	...	...	0.11	...	0.11
9.05 Sub Contracting Exchange for Ancillary Development	2552	...	...	...	...	...	...	0.12	...	0.12
9.06 Tool Room	2552	...	...	...	...	...	...	4.50	...	4.50
9.07 Marketing Assistance & Export Promotion	2552	...	...	...	...	...	...	0.02	...	0.02
9.08 Testing Centres	2552	...	...	...	...	...	...	7.46	...	7.46
9.09 Technology Upgradation	2552	...	...	...	...	...	...	...	...	...
9.10 Integrated Infrastructural Development Scheme	2552	...	...	...	...	...	...	2.00	...	2.00
9.11 Collection of Statistics of Small Scale Industries	2552	...	...	...	...	...	...	0.50	...	0.50
9.12 Credit Guarantee Scheme for SSI Sector	2552	...	...	...	...	...	...	12.10	...	12.10
9.13 Micro Finance Programme	2552	...	...	...	...	...	...	3.00	...	3.00
9.14 Credit Linked Capital Subsidy	2552	...	...	...	...	...	...	6.71	...	6.71
9.15 Other Grants - NSIC	2552	...	...	...	...	...	...	2.00	...	2.00
9.16 Marketing Assistance Scheme	2552	...	...	...	...	...	...	1.50	...	1.50
9.17 Training Institutions	2552	...	...	...	...	...	...	1.50	...	1.50
9.18 Training Programmes	2552	...	...	...	...	...	...	0.58	...	0.58
9.19 National Commission on Enterprises in the Unorganised/ Informal Sector	2552	...	...	...	...	...	...	3.30	...	3.30
<i>Total</i>		37.09	...	37.09	40.29	...	40.29	46.85	...	46.85
9.20 NSIC - Investment	4552	4.20	...	4.20	1.00	...	1.00	1.00	...	1.00
<i>Total</i>		41.29	...	41.29	41.29	...	41.29	47.85	...	47.85
Grand Total		408.91	51.39	460.30	408.91	61.71	470.62	466.33	57.91	524.24

No.86/Ministry of Small Scale Industries

		(In crores of Rupees)								
B. Investments in Public Enterprises	Head of Dev.	Budget 2005-2006			Revised 2005-2006			Budget 2006-2007		
		Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
5.01 National Small Industries Corporation	12851	14.00	62.00	76.00	14.00	47.00	61.00	14.00	62.00	76.00
C. Plan Outlay*										
1. Village and Small Industries	12851	370.97	62.00	432.97	370.97	47.00	417.97	422.08	62.00	484.08
2. North Eastern Areas	22552	41.29	...	41.29	41.29	...	41.29	47.85	...	47.85
Total		412.26	62.00	474.26	412.26	47.00	459.26	469.93	62.00	531.93
* Inclusive of Works Outlay provided in the Demands of Ministry of Urban Development.										
Demand No.100	12851	3.35	...	3.35	3.35	...	3.35	3.60	...	3.60

1. **Secretariat Economic Services:** Provides for establishment related expenses, etc. for the Ministry of SSI and Ministry of ARI.

2. **Development Commissioner for Small Scale Industries (including Library):** The office of the Development Commissioner (Small Scale Industries) is the nodal 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. **Development of Small Scale Industries - NSIC :** NSIC is responsible for promotion and development of Small Scale Industries through supply of machinery on hire-purchase, market promotion, arrangement of indigenous and imported raw materials, common facilities for prototype development and export of turn-key projects.

4. **Promotion of 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, 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) Small Industry cluster Development Programme (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 contribution 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. Additional provision is for pilot projects in identified Growth Poles. Detailed Project Report in respect of these Growth Poles including the project design and financing structure, are to be prepared.

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