

**MINISTRY OF SMALL SCALE INDUSTRIES**

## DEMAND NO. 86

**Ministry of Small Scale Industries**

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

		<i>(In crores of Rupees)</i>								
Major Head	Budget 2006-2007			Revised 2006-2007			Budget 2007-2008			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	451.33	53.91	505.24	451.33	54.89	506.22	530.00	55.41	585.41	
Capital	15.00	4.00	19.00	15.00	...	15.00	...	...	...	
<b>Total</b>	<b>466.33</b>	<b>57.91</b>	<b>524.24</b>	<b>466.33</b>	<b>54.89</b>	<b>521.22</b>	<b>530.00</b>	<b>55.41</b>	<b>585.41</b>	
1. Secretariat Economic Services	3451	...	4.48	4.48	...	4.48	4.48	...	4.58	4.58
<b>Small-Scale Industries</b>										
2. Development Commissioner for Small-Scale Industries (Including Library)	2851	6.54	9.46	16.00	5.99	9.66	15.65	...	9.89	9.89
3. Development of Small Scale Industries - NSIC	2851	26.45	...	26.45	26.45	...	26.45	18.00	...	18.00
	6851	...	4.00	4.00	...	...	...	...	...	...
<i>Total</i>		<i>26.45</i>	<i>4.00</i>	<i>30.45</i>	<i>26.45</i>	<i>...</i>	<i>26.45</i>	<i>18.00</i>	<i>...</i>	<i>18.00</i>
4. Promotion of Small-Scale Industries Schemes	2851	222.72	39.97	262.69	232.25	40.75	273.00	...	40.94	40.94
	3601	4.00	...	4.00	4.00	...	4.00	...	...	...
	3602	0.30	...	0.30	0.30	...	0.30	...	...	...
<i>Total</i>		<i>227.02</i>	<i>39.97</i>	<i>266.99</i>	<i>236.55</i>	<i>40.75</i>	<i>277.30</i>	<i>...</i>	<i>40.94</i>	<i>40.94</i>
5. Quality of Technology Support Institution & Programmes	2851	...	...	...	...	...	...	144.00	...	144.00
6. Promotional Services Institutions and Programmes	2851	...	...	...	...	...	...	27.00	...	27.00
7. MSME Clusters Development Programmes and MSME Growth Poles	2851	...	...	...	...	...	...	61.20	...	61.20
8. Credit Support Programme	2851	...	...	...	...	...	...	186.80	...	186.80
9. MDA Programme	2851	...	...	...	...	...	...	4.00	...	4.00
10. Upgradation of Database	2851	...	...	...	...	...	...	18.00	...	18.00
11. Investment in Public Enterprises-NSIC	4851	14.00	...	14.00	14.00	...	14.00	...	...	...
12. Other Schemes	2851	8.90	...	8.90	8.90	...	8.90	5.90	...	5.90
13. Promotion & Handholding of Micro & Small Enterprises	2851	...	...	...	...	...	...	6.75	...	6.75
14. Credit Guarantee Scheme	2851	106.00	...	106.00	114.00	...	114.00	...	...	...
15. National Commission on Enterprises in the Unorganised/Informal Sector	2851	29.57	...	29.57	13.44	...	13.44	4.50	...	4.50
16. Provision for the projects/schemes for the benefit of North Eastern Region and Sikkim	2552	...	...	...	...	...	...	...	...	...
16.01 Small Industries Service Institute	2552	1.45	...	1.45	1.45	...	1.45	...	...	...
16.02 Training Institutions - DC (SSI)	2552	...	...	...	...	...	...	...	...	...
16.03 Trade Related Entrepreneurs Development for Women(TREAD)	2552	0.11	...	0.11	0.11	...	0.11	...	...	...
16.04 Sub Contracting Exchange for Ancillary Development	2552	0.12	...	0.12	0.03	...	0.03	...	...	...
16.05 Tool Room	2552	4.50	...	4.50	4.50	...	4.50	...	...	...
16.06 Marketing Assistance & Export Promotion	2552	0.02	...	0.02	0.02	...	0.02	...	...	...
16.07 Testing Centres	2552	7.46	...	7.46	...	...	...	...	...	...
16.08 Technology Upgradation	2552	...	...	...	7.46	...	7.46	...	...	...
16.09 Integrated Infrastructural Development Scheme	2552	2.00	...	2.00	5.00	...	5.00	...	...	...
16.10 Collection of Statistics of Small Scale Industries	2552	0.50	...	0.50	0.50	...	0.50	...	...	...
16.11 Credit Guarantee Scheme for SSI Sector	2552	12.10	...	12.10	14.40	...	14.40	...	...	...
16.12 Micro Finance Programme	2552	3.00	...	3.00	3.00	...	3.00	...	...	...

No.86/Ministry of Small Scale Industries

		(In crores of Rupees)								
Major Head		Budget 2006-2007			Revised 2006-2007			Budget 2007-2008		
		Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total
16.13 Credit Linked Capital Subsidy	2552	6.71	...	6.71	2.95	...	2.95	...	...	...
16.14 Other Grants - NSIC	2552	2.00	...	2.00	2.00	...	2.00	0.50	...	0.50
16.15 Marketing Assistance Scheme	2552	1.50	...	1.50	1.50	...	1.50	1.50	...	1.50
16.16 Training Institutions	2552	1.50	...	1.50	1.50	...	1.50	1.50	...	1.50
16.17 Training Programmes	2552	0.58	...	0.58	0.58	...	0.58	...	...	...
16.18 Survey and Studies for Policy Research	2552	...	...	...	...	...	...	0.10	...	0.10
16.19 Quality of Technology Support Institution & Programmes	2552	...	...	...	...	...	...	16.00	...	16.00
16.20 Promotional Services Institutions and Programmes	2552	...	...	...	...	...	...	3.00	...	3.00
16.21 MSME Clusters Development Programmes and MSME Growth Poles	2552	...	...	...	...	...	...	6.80	...	6.80
16.22 Credit Support Programme	2552	...	...	...	...	...	...	21.20	...	21.20
16.23 MDA Programme	2552	...	...	...	...	...	...	...	...	...
16.24 Upgradation of Database	2552	...	...	...	...	...	...	2.00	...	2.00
16.25 Promotion & Handholding of Micro & Small Enterprises	2552	...	...	...	...	...	...	0.75	...	0.75
16.26 National Commission on Enterprises in the Unorganised/ Informal Sector	2552	3.30	...	3.30	1.00	...	1.00	0.50	...	0.50
	<i>Total</i>	<b>46.85</b>	...	<b>46.85</b>	<b>46.00</b>	...	<b>46.00</b>	<b>53.85</b>	...	<b>53.85</b>
16.27 National Small Industries Corporation - Investment	4552	1.00	...	1.00	1.00	...	1.00	...	...	...
	<i>Total</i>	<b>47.85</b>	...	<b>47.85</b>	<b>47.00</b>	...	<b>47.00</b>	<b>53.85</b>	...	<b>53.85</b>
<b>Grand Total</b>		<b>466.33</b>	<b>57.91</b>	<b>524.24</b>	<b>466.33</b>	<b>54.89</b>	<b>521.22</b>	<b>530.00</b>	<b>55.41</b>	<b>585.41</b>
<b>B. Investments in Public Enterprises</b>	Head of Dev	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	62.00	76.00	...	48.25	48.25
<b>C. Plan Outlay*</b>										
1. Village & Small Industries	12851	422.08	62.00	484.08	423.33	62.00	485.33	476.15	48.25	524.40
2. North Eastern Areas	22552	47.85	...	47.85	47.00	...	47.00	53.85	...	53.85
<b>Total</b>		<b>469.93</b>	<b>62.00</b>	<b>531.93</b>	<b>470.33</b>	<b>62.00</b>	<b>532.33</b>	<b>530.00</b>	<b>48.25</b>	<b>578.25</b>
* Inclusive of Works Outlay provided in the Demands of Ministry of Urban Development										
Demand No.100	12851	3.60	...	3.60	4.00	...	4.00	...	...	...

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 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. Development Commissioner maintains close liaison with the Central Ministries, Planning Commission, State Governments, Financial Institutions, Voluntary Organisations and other organizations concerned with the development of Small Scale Industries. Provision is for establishment related expenses of HQ DC (SSI).

3. **Development of Small Scale Industries - National Small Industries Corporation (NSIC):** The National Small Industries Corporation Ltd. was established by the Government in 1955 as a public sector company, with a view to promoting, aiding and fostering the growth of SSI in the country, with focus on commercial aspects of their operation. NSIC implements several schemes to help the SSI in the areas of raw material procurement, product marketing, credit rating, acquisition of

technologies, adoption of improved management practices, etc. The budgetary support through grant is to part-finance its promotional activities and services.

4. **Promotion of Small Scale Industries:** Provides Non-Plan provision for establishment related expenses for the employees of SISI field offices.

5. **Quality of Technology support institutions and Programmes (Tool Room, CLCSS, ISO):** Under this head, Tool Room and other technical institutions are covered. These Tool Room and Technical Institution are Central Institute of Tool Design, Hyderabad, Central Tool Room and Training Centres at Bhubaneswar and Kolkata, Central Tool Room, Ludhiana, Central Institute of Hand Tools, Jalandhar, Indo Danish Tool Rooms at Indore, Aurangabad, Ahemdabad and Jamshedpur. It also provides for Institute of Design of Electrical Measuring Instruments (IDEMI), Mumbai and Electronic Service and Training Centre, Ram Nagar, Uttrakhand, Central Footwear Training Institutes at Agra and Chennai, PPDCs at Agra and Meerut, FFDC, Kannauj and Centre for Development of Glass Industries, Firozabad (UP). These institutions provide training and technical services in respective specified fields. Credit Linked Capital Subsidy Scheme, ISO 9000/14001 Reimbursement Scheme and various other

schemes covered under National Manufacturing Competitiveness Programme (NMCP) are also under this head. Plan Scheme covered under NMCP includes (a) National Programme on Application on Lean Manufacturing, (b) Promotion of ICT in Indian Manufacturing Sector, (c) Mini Tool Rooms, (d) Technology and Quality Upgradation Support for SMEs, (e) Design Clinic Scheme, (f) Enabling Manufacturing Sector etc. Other Programmes under this head includes promotion of Vertical Shaft Brick Kiln (VSBK) Technology and Technology Mission.

**6. Promotional Services Institutions and Programme:** Office of DC (SSI) provides training to its Officers under SIDO Officers Training Programme. Regional Testing Centres (RTCs) and Field Testing Stations (FTSs) provide testing facilities to Micro, Small & Micro Enterprises. MDP/EDP/Skill Development, National Award, Vendor Development Programme for Ancillarisation, Support for Entrepreneurial & Management Development of Small & Medium Enterprises, Advertising and Publicity and SENET Project are the other programmes under this scheme. A few new components viz. Scheme for conduct of tailor made courses for new entrepreneurs through select business schools, technical institutes, etc. and a programme to support 5 select universities/colleges to run 1200 entrepreneurs clubs have been included under this head.

**7. MSME Clusters Development Programmes and MSME Growth Poles:** MSME Cluster Development Programme is one of the important schemes of Office of DC(SSI). Special emphasis has been accorded on comprehensive development of clusters and increasing the ceiling for project cost to Rs. 10 crore. Infrastructural support has also been added under this programme. Association of women entrepreneurs will be assisted under the Clusters Development Programme in establishing exhibition centres at central places for display and sale of products made by women owned MSEs.

**8. Credit Support Programme:** It provides contribution to the Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) for providing Guarantee Cover to Commercial Banks for extending loans to Small/Tiny Units without any collateral. Under this head Government will provide assistance to SIDBI to create Portfolio Risk Fund for credit operations for micro enterprises under this scheme, assistance will be given for empowerment of Women Owned Enterprises and Scheduled Caste/Scheduled Tribes and Minorities.

**9. MDA Programme:** For successful international marketing of products in the retail market, bar coding is an essential requirement. To promote adoption of bar coding of products by

MSEs a scheme of reimbursement of 75% of the one time registration cost for bar coding is operational. To encourage MSEs to adopt the practice of Bar Coding on a large scale, 75 per cent of the annual fees (recurring) charged by EAN India will also be reimbursed as subsidy for the first three years. A scheme of financial assistance is being launched to enable Micro and Small Enterprises to obtain product patents.

**10. Upgradation of Database:** Through annual surveys and quadrennial census, the Central Statistical Organization (CSO) would collect statistics and information in respect of number of units, employment, rate of growth, share of GDP/value of production, extent of sickness/closure and exports of micro, small and medium enterprises. Under the Scheme data on women owned and /or managed enterprises will also be collected.

**12. Other Schemes:** Provide for payment to promote international co-operation between Indian Micro, Small and Medium Enterprises and enterprises abroad, with a view to technology upgradation, modernization and promotion of exports. Besides, it also provides for institutional support to promote trade and investment linkages. Under the scheme of Surveys, Studies and Policy Research, grants are provided to reputed independent agencies, for conducting surveys/studies on various aspects and features of micro, small and medium enterprises including agro and rural industries. Under the scheme of Training Institutions, grant is provided to the 3 National Entrepreneurship Development Training Institutions viz. National Institute of Small Industries Extension Training (NISIET) at Hyderabad, National Institute for Entrepreneurship and Small Business Development (NIESBUD) at NOIDA and Indian Institute of Entrepreneurship (IIE) at Guwahati, in addition, matching grant is also provided to existing and new training institutes at the State level meant for supporting the entrepreneurship development efforts.

**13. Promotion & Hand-holding of Micro and Small Enterprises:** There are also schemes to promote activities relating to initiation, support, promotion, integration, revitalisation and empowerment of micro and small enterprises and also to support the activities of agencies engaged in entrepreneurship development.

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

**16. Provision for the Projects/Schemes for the benefits of North Eastern Region and Sikkim:** Provision has been provided for the projects/Schemes for the benefit of North Eastern Region and Sikkim.