

## 5 INDUSTRY AND MINERALS

*Outlay - `285.21 crore*

5.1 Economic development depends upon the transformation from the agriculture sector to that of an industrial sector. For a sustained growth of the state's economy, it is imperative that the industrial sector should be developed side by side. In Punjab, the industry is mainly concentrated in the small scale sector. The promotion of small scale industries has been regarded as an important element of the development strategy. Many programmes and policies have been formulated over time to protect and promote small scale industry in the state. 'New Industrial Policy, 2009 of Punjab' has been notified, under which special package of concessions has been provided for information technology & knowledge based industries, agro based industries and food processing industries. In order to further boost the business environment in the state, a new Investment Policy is being announced shortly. It would focus on inclusive print for industrial revolution in the next 25 years. The new policy has been designed keeping in view the suggestions by the industry of the state and the Punjab Governance Reforms Commission. To give flip in industrial investment, a New Investment Policy is under consideration. Punjab Special Economic Zones Act, 2009' has been enacted for development of Special Economic Zones. Under this act, purchase of land for SEZ and first sale of plots have been exempted from all state duties and taxes including stamp duty and registration fee. Government of India has been approached for removing the condition of minimum requirement of land by a developer for setting up of a special economic zone.

5.2 An expenditure of `52.34 crore incurred during 11<sup>th</sup> Five Year Plan. An outlay of `2377.03 crore has been provided for 12<sup>th</sup> Five Year Plan. Against an outlay of `54.15 for Annual Plan 2012-13, an outlay of `285.21 crore is provided for the Annual Plan 2013-14.

### **On Going Schemes**

#### **State Funded Schemes**

##### **Village and Small Scale Industries:**

**VSI-01 Central Institute of Hand Tools, Jalandhar (pending liability of repayment of loan of GOI)**

*Outlay - `1.11 crore*

5.3 Central Institute of Handtools Jalandhar was set up in 1983 by Government of India with UNDP assistance. Land for the building of this Institute was provided by the State

Government. A piece of land measuring 5 kanal 19 marlas adjoining to this building was left out and purchased in 2001 for construction of hostel building for the trainees through borrowing a loan amounting to about `128.00 lac from Government of India. This loan amount is yet to be repaid to GoI. An outlay of `1.11 crore was provided for the Annual Plan 2012-13. An outlay of Rs1.11 crore is provided for the Annual Plan 2013-14.

**VSI-02 Participation in Punjab Trade Pavilion at New Delhi through PSIEC**

*Outlay- `0.60 crore*

5.4 Punjab Small Industries & Export Corporation (PSIEC) participates the Indian International Trade fair every year, held at Pragati Maidan, New Delhi for two weeks. An expenditure of `0.60 crore was incurred during 11<sup>th</sup> Five Year Plan. Against an outlay of `0.60 crore during Annual Plan 2012-13, same outlay of `0.60 crore is provided for the Annual Plan 2013-14.

**VSI-03 Northern India Institute of Fashion Technology (NIIFT) Mohali/Jalandhar/Ludhiana (VSI 3(i) Merged)**

*Outlay- `15.00 crore*

5.5 Northern India Institute of Fashion Technology (NIIFT) Mohali, a state government institute involved in pioneer role of providing qualitative manpower to the textile industry in the state. An amount of `5 crore (ACA) was released during 2005-06. The National Institute of Fashion Technology (NIIFT) has agreed in principle to upgrade this Institute to a national level institute. For this `60.00 crore has to be paid to the NIIFT New Delhi.

5.6 An outlay of `145.75 crore has been provided for 12<sup>th</sup> Five Year Plan. An outlay of `15.00 crore was approved Annual Plan 2012-13. An outlay of `15.00 crore is provided for the Annual Plan 2013-14.

**VSI-04 Industrial Infrastructure – Creation of new and Improvement of existing Infrastructure of Industrial Focal Points/Areas/ Estates**

*Outlay- `10.50.crore*

5.7 Punjab Small Industries & Export Corporation (PSIEC) had developed industrial focal points at Ludhiana, Mohali, Chanallan, Mandi Gobindgarh, Naya Nangal, Dera Bassi, Nabha, Sangrur, Bathinda, Kotkapura, Moga, Goindwal Sahib Phase-I & II, Batala, SBS Nagar, Hoshiarpur, Jalandhar, Tanda, Malout, Pathankot, Dhanadri Kalan & Amritsar. The infrastructure facilities created at these focal points deteriorated due to lack of funds and could not attract buyers, particularly those from outside the country. So there is a dire need to improve/upgrade the infrastructure of these industrial focal points/areas/estates.

The works required to be taken up at these industrial focal points include repair/upgradation of water supply/sewerage/storm water drains/ replacement of 70 HSPV watt fittings/repair of muffs/junction boxes/provision of shrubs, permanent trees, warbed wire etc. During 2008-09, an amount of ` 20 crore of ACA was provided for this purpose, which has been utilized fully.

5.8 An ACA of ` 25.00 crore was released by GoI for this purpose during 2011-12. An expenditure of ` 45.00 crore was incurred during 11<sup>th</sup> Five Year Plan. An outlay of ` 168.47 crore has been provided for 12<sup>th</sup> Five Year Plan. Against an outlay of ` 10.00 crore during 2012-13, an outlay of ` 10.50 crore is provided for the Annual Plan 2013-14.

**VSI-05/VSI-04(ii) Dedicated Fund for meeting the State share of Centrally Sponsored Schemes.**

*Outlay- ` 5.00 crore*

5.9 A dedicated annualized fund has been created for meeting the state share of centrally sponsored schemes like cluster development, common facility centres, R&D and marketing etc.

5.10 An outlay of ` 25.00. crore has been provided for 12<sup>th</sup> Five Year Plan. Against an outlay of ` 10.00 crore during 2012-13, an outlay of ` 5.00 crore is provided for the Annual Plan 2013-14.

**VSI-06/VSI –07 Payment of enhanced cost of land of Diesel Component Works and Residential colony at Patiala (court case)**

*Outlay- ` 0.10 crore*

5.11 Payment is to be made as per court orders of enhanced cost of land, acquired for diesel component works Patiala. An outlay of ` 0.10 crore has been provided for 12<sup>th</sup> Five Year Plan. An outlay of ` 0.10 crore was provided during 2012-13. An outlay of ` 0.10 crore is provided for the Annual Plan 2013-14.

**VSI-07/VSI-10 Setting-up of District Artisans Haat Centres for providing marketing facilities to the SC Artisans of the State.**

*Outlay- ` 2.00 crore*

5.12 Handicrafts of the Punjab state exhibit the rich cultural heritage of the state. About 20% of the SC population of state is engaged in the occupations like punjabi jutti making, dari and khes weaving, phulkari, basket making, bee keeping, achar, muraba and other herbal products making etc. Due to lack of backward and forward linkages of marketing these artisans/entrepreneurs are exploited by the middlemen. This scheme has

been included with the objective to abolish the system of middlemen, to stop exploitation and to protect and revive the rich cultural heritage of the state.

5.13 The estimated cost of construction of each district level and state level artisan haat centre would be ` 1.50 crore and ` 2.50 crore respectively. An outlay of ` 5.00 crore has been provided for 12<sup>th</sup> Five Year Plan. Against an outlay of ` 1.00 crore during 2012-13, an outlay of ` 2.00 crore is provided for the Annual Plan 2013-14.

**VSI-08/VSI-12 Implementation of Industrial Policy -2009 – Reimbursement of Stamp Duty to IT/non IT units.**

*Outlay- `Nil*

5.14 Under the Industrial Policy, 2009, IT/Non IT industrial units are eligible for reimbursement of stamp duty. An expenditure of ` 2.00 crore was incurred during 11<sup>th</sup> Five Year Plan. An outlay of ` 2.00 crore has been provided for 12<sup>th</sup> Five Year Plan. Against an outlay of ` 2.00 crore for Annual Plan 2012-13, no outlay is provided under the scheme for the Annual Plan 2013-14

**VSI-09/VSI-13 Development of Human Resources in the field of IT/ITES (Shifted to Sub- head Information Techonology from 2012-13)**

**VSI-10/VSI-14 Promotion of IT/Knowledge Industry in the State. (Shifted to Sub- head Information Techonology from 2012-13)**

**VSI-11 Guru Gobind Singh Refinery Project at Bathinda**

*Outlay- `250.00 crore*

5.15 The 9 million metric tons per annum Guru Gobind Singh refinery has been completed and commissioned with an of ` 21500 crore at Bathinda. This unit will provide direct and indirect employment to about 30,000 persons. As per Deed of Assurance dated 20.8.2005, signed by the Refinery Authority with the Punjab government, a sum of ` 250.00 crore is to be given every year for five year as interest free loan to refinery from date of commercial production. Refinery has come to commercial production.

5.16 For this purpose, an outlay of ` 1250.00 crore has been provided for the 12<sup>th</sup> Five Year Plan. Against an outlay of ` 4.34 crore for Annual Plan 2012-13, an outlay of ` 250.00 crore is provided for the Annual Plan 2013-14

**VSI-16 Punjab State Award Scheme**

*Outlay-` 0.20 crore*

5.17 The motive of this scheme is to encourage micro and small interpreneurs of the State of Punjab to improve productivity and quality of their products. Under this scheme a cash award of ` 1.00 lac, ` 50,000/- and ` 25,000/- alongwith merit certificate, trophy shall be given to the 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> best units in each of the above categories of industries in an annual function. An outlay of ` 1.60 crore is provided for 12<sup>th</sup> Five Year Plan. An outlay of ` 0.20 crore is provided for the Annual plan 2013-14.

**New Schemes****VSI-14 Integrated Handloom Development Scheme (IHSD)-Group Approach  
Project for Development of Handloom (CS:SS) (86:14)**

*Outlay-` 20.15 crore*

5.18 Under this scheme, individual weavers will be eligible to avail financial assistance towards margin money and interest subsidy while the Handloom Cooperatives, State Handloom Development Corporations, National Level Handloom Organisations and Producer's Company/Consortia will be eligible for interest subsidy. Margin Money will be provided @ ` 4200/- per weaver, interest subsidy @ 3% for three years and guarantee covers of such loans for a period of three years. An outlay of ` 0.15 crore is provided for Annual Plan 2013-14.

**VSI-15 Implemented of Revival, Reform and Restructuring Package for the  
Handloom Sector –in Punjab(CS:SS) (86:20)**

*Outlay-` 0.55 crore*

5.19 In the budget speech for 2011-12, the Finance Minister has announced that the Government of India would provide ` 3000 crore to NABARD for implementing the financial package for handloom sector for waiver of overdue loans. As a follow up of the Budget announcements, the Governement has now approved the scheme. Under the scheme, funds will be provided for repayment of 100% principal and 25% of interest as on the date of loan becoming NPA and which is overdue as on 31.3.2010 in respect of viable and potentially viable Primary Weavers Cooperative Socieites and Apex Societies as well as in respect of individual handloom weavers, master weavers, Self Help Groups (SHGs) and Joint Liability Groups (JLGs) who have taken such loans for handloom weaving purpose, provided the bank agree for sanctioning fresh loans. There would be an overall ceiling of Rs,50,000 per individual beneficiary as far as funding under this scheme is concerned in respect of waiver of overdues of individual handloom weavers. For this purpose, an outlay of ` 0.55 crore is provided for Annual Plan 2013-14.

## 100% Centrally Sponsored Schemes

### CS-01 Setting up of Nucleus Cell for Updating Census Data (100%CSS)

*Outlay- `0.66 crore*

5.20 The first national census of small scale industrial units was conducted during the year 1973-74, throughout the country. To keep updated data of small scale industries, government of india has established a nucleus cell in each state under the Directorate of Industries of states. The Government of India, Ministry of Industries has initiated the scheme of census-cum-sample survey of small scale units under the head 'Collection of Statistics of SSI Units' and also agreed to finance the entire expenditure to be incurred on the technical staff.

5.21 An expenditure of `3.01 crore was incurred during 11<sup>th</sup> Five Year Plan. An outlay of `4.00 crore has been provided for 12<sup>th</sup> Five Year Plan. Against an outlay of `0.84 crore during Annual Plan 2012-13, an outlay of `0.66 crore is provided for the Annual Plan 2013-14.

### CS 04 Rajiv Gandhi Udyami Mitra Yojna(100% CSS)

*Outlay - `0.15 crore*

5.22 Under Rajiv Gandhi Udyami Mitra Yojna scheme handholding assistance is provided to designated nodal agencies namely Udyami Mitras for providing handholding support to first generation entrepreneurs to guide and facilitate the potential enterprenures in dealing with various procedural and legal hurdles and completion of various formalities required for setting up and running of enterprises successfully. Against an expenditure of `0.10 crore incurred during 11<sup>th</sup> Five Year Plan, an outlay of `0.15 crore has been provided for 12<sup>th</sup> Five Year Plan. Against an outlay of `0.15 crore for Annual Plan 2012-13, same outlay of Rs0.15 crore is provided for the Annual Plan 2013-14.

**Table-I**

#### Large & Medium Industries

SN	Item	Unit	2008-09	2009-10 (Proj.)	2010-11	Achievements 2012-13
1	2	3	4	5	6	7
1	Working Units	Nos.	373	400	425	450
2	Fixed Capital	` Crore	3226.73	33500.00	40000.00	45000
3	Employment	Nos.	219891	225000	235000	250000
4	Production	` Crore	58312.84	70000.00	82000.00	95000
5	Exports		5488.29	6312.48	6800	8000

**Table-II**  
**Small Scale Industries**

SN	Item	Unit	2008-09	2009-10 (Proj.)	2010-11	Achievements 2011-12
1	2	3	4	5	6	7
1	Working Units	Nos.	162559	164732	16800	170500
2	Fixed Capital	` Crore	5972.26	7300.00	8600.00	9000.00
3	Employment	Nos.	944241	990000	1020000	1040000
4	Production	` Crore	41896.80	48000	54000.00	60000.00
5	Export		8400	9660	10200	12000

**CS-2 Prime Minister Rozgar Yojana (100%CSS)**

*Outlay – `2.00 crore*

5.23 Under PMRY Programme, self employment is provided to unemployed youth. This scheme is announced on 10<sup>th</sup> August, 1993. Unemployed educated person can avail a loan of ` 1.00 lac under this scheme. An expenditure of ` 0.34 crore incurred during 11<sup>th</sup> Five Year Plan. An outlay of ` 1.71 crore has been provided for 12<sup>th</sup> Five Year Plan. Against an outlay of ` 1.71 crore during Annual Plan 2012-13, an outlay of ` 2.00 crore is provided for the Annual Plan 2013-14.