

7. INDUSTRY AND MINERALS

11th Plan outlay - Rs. 48480.00 lac
Annual Plan 2007-08 outlay - Rs.2830.00 lac

7.1 Economic growth 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 overtime to protect and promote small scale industry in the State. The main emphasis of the various industrial policies have been the grant of "subsidies"/incentives to various industrial units.

7.2 The New Industrial Policy - 2003 of the State Govt is based on the following broad objectives;

- (1) To create a conducive climate through infrastructure creation reduced regulations and general facilitation.
- (2) To rejuvenate and make competitive the existing industry, particularly in the small scale sector through improved technology, product quality and marketing.
- (3) To create a special thrust in the areas where Punjab has an edge in terms of cost and competitiveness.

7.3 An expenditure of Rs. 16125.08 lac has been incurred during 10th Five Year Plan against the approved outlay of Rs. 5588.00 lac. An outlay of Rs. 48480.00 lac for the 11th Five Year Plan (2007-12) and Rs. 2830.00 lac for the Annual Plan 2007-08 has been provided under the sub-head "Industry".

7.4 Upto date information regarding growth of industrial sector in Punjab is given as under: -

SN	Item	Position during 1985-86	Position during 2006-07 (Provi.)
A.	Small Scale Sector		
1.	Units (Working)	97517	205222
2.	Employment(Nos.)	464809	963664
3.	Fixed Investment(Rs.Cr.)	739	5500
4.	Production(Rs. Cr.)	2151	35000
5.	Export (Rs. Cr.)	157	5800(2005-2006)
B.	Large/Medium Sector		
1.	Units (Working)	292	586
2.	Employment(Nos.)	132174	231000
3.	Fixed	1490	22755

SN	Item	Position during 1985-86	Position during 2006-07 (Provi.)
	Investment(Rs.Cr.)		
4.	Production(Rs. Cr.)	2535	35970
5.	Export (Rs. Cr.)	88	3856(2005-2006)
	Total Industrial Sector (A+B)		
1.	Units (Working)	97809	205808
2.	Employment(Nos.)	596983	1194664
3.	Fixed Investment(Rs.Cr.)	2229	28255
4.	Production(Rs. Cr.)	4686	70970
5.	Export (Rs. Cr)	245	9656(2005-2006)

The Scheme-wise detail is given as under :

On Going Schemes

State Funded Schemes

Village and Small Scale Industries:

VSI 1/IN 5.6 Central Institute of Hand Tools, Jalandhar (pending liability of repayment of loan of GOI)

*11th Plan outlay - Rs. 130.00 lac
Annual Plan 2007-08 outlay - Rs. 10.00 lac*

7.5 Central Institute of Hand Tools at Jalandhar was set up by Govt. of India with an assistance of UNDP in 1983. Later on, an adjoining piece of land measuring 5 kanal 19 marlas was purchased for this institute by borrowing loan from Govt. of India which is to be repaid. No expenditure has been incurred during 10th Five Year Plan against the approved outlay of Rs.130.00 lac. An outlay of Rs.130.00 lac and Rs. 10.00 lac has been provided for the 11th Five Year Plan (2007-12) and the Annual Plan 2007-08 respectively.

VSI 2/IN 4.1 Participation in Punjab Trade Pavilion at New Delhi through PSIEC

*11th Plan outlay - Rs. 150.00 lac
Annual Plan 2007-08 outlay- Rs. 20.00 lac*

7.6 The Indian International Trade Fair, an annual feature, is held at Pragati Maidan, New Delhi for three weeks. Punjab Small Industries & Export Corporation (PSIEC) participates in this fair on behalf of State. An expenditure of Rs. 25.00 lac has been incurred during 10th Five Year Plan against the approved outlay of Rs.100.00 lac. To meet the rent of the Pavilion an outlay of Rs.150.00 lac and Rs. 20.00 lac has been provided for the 11th Five Year Plan (2007-12) and the Annual Plan 2007-08 respectively.

VSI 3/IN 6.8 Northern India Institute of Fashion Technology, Mohali

11th Plan outlay - Rs.7000.00 lac
Annual Plan 2007-08 outlay - Rs. 300.00 lac

7.7 Northern India Institute of Fashion Technology (NIIFT), which is a State Government Institute, is involved in pioneer role of providing quality manpower to the textile industry in the State. The institute has land on which its own building is to be constructed for which funds to the tune of Rs.5 crore (ACA) was released during 2005-06. The National Institute of Fashion Technology (NIFT) has agreed in principle to upgrade this Institute to the National level Institute for which additional land / building and infrastructure in the shape of machinery and equipment are required for the NIIFT. For this purpose, an outlay of Rs.7000.00 lac and Rs.300.00 lac has been provided for the 11th Five Year Plan (2007-12) and Annual Plan 2007-08 respectively.

New Schemes

VSI 4 Improvement of existing Infrastructure of Industrial Focal Points /Areas / Estates

11th Plan outlay - Rs. 4500.00 lac
Annual Plan 2007-08 outlay - Rs.1000.00 lac

7.8 Punjab Small Industries & Export Corporation(PSIEC) had developed Industrial Focal Points at various locations in the State. Over a period of time the infrastructure facilities like roads, sewerage, water supply, lighting etc. have deteriorated in these focal points due to lack of funds. The existing industrial units in these focal points find it difficult to attract buyers, particularly those from outside the country for their goods as they hesitate to visit the industrial units due to poor condition of infrastructure. For upgradation of the infrastructure in these Focal Points, an outlay of Rs.4500.00 lac and Rs.1000.00 lac has been provided for the 11th Five Year Plan (2007-12) and Annual Plan 2007-08 respectively.

VSI 5 Creation of new Industrial Infrastructure like new Focal Points, Areas / Estates.

11th Plan outlay -Rs.35000.00 lac
Annual Plan 2007-08 outlay - Rs. 1400.00 lac

7.9 In Punjab there is hardly any un-cultivated land and because of scarcity of land, the entrepreneurs / investors find it difficult to arrange the land of their own. In order to make available developed land having basic infrastructure like roads, street lights, water, sewerage etc., Punjab Small Industries & Export Corporation(PSIEC) has been developing Industrial Focal

Points at various locations in the State. The Corporation has so far developed 20 such Focal Points all over the State. In view of large potential for investment in the State, there is more demand from the entrepreneurs for allotment of developed land. To meet the effective demand of land, the Corporation plans to develop new Focal Points in high demand areas like Mohali which is coming up as Hub of Industrial activity in the State.

7.10 For this purpose, an outlay of Rs.35000.00 lac and Rs.1400.00 lac has been provided for the 11th Five Year Plan (2007-12) and Annual Plan 2007-08 respectively.

VSI 6 Development of District Industries Centre as Export & Information Hub.

11th Plan outlay - Rs.1700.00 lac
Annual Plan 2007-08 outlay - Rs. 100.00 lac

7.11 The infrastructure of District Industries Centres (DICs) has been outlived/outdated and unfit for meeting the needs of Global Market Information. Therefore, there is a imperative need to suitably equip/modernize and to computerise DICs so that they can facilitate the small scale industrial units in enhancing their export by providing information and access to Global Market Information. For this purpose an outlay of Rs.1700.00 lac and Rs.100.00 lac has been provided for the 11th Five Year Plan (2007-12) and Annual Plan 2007-08 respectively.

100% Centrally Sponsored Schemes

CS-1 Setting up of Nucleus Cell for Updating Census Data (100% CSS)

11th Plan outlay - Rs. 250.00 lac
Annual Plan 2007-08 outlay - Rs. 50.00 lac

7.12 The first National Census of Small Scale Industries units was conducted during the year 1973-74, throughout the country. To keep updated data of Small Scale Industries. Govt. of India has established a Nucleus Cell in each State under the Directorate of Industries of States. The Govt. 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 agreed to finance the entire expenditure to be incurred on the technical staff. An expenditure of Rs. 333.18 lac has been incurred during 10th Five Year Plan against the approved outlay of Rs.235.00 lac. An outlay of Rs.250.00 lac and Rs.50.00 lac has been provided for the 11th Five Year Plan (2007-12) and Annual Plan 2007-08 respectively.

CS-2 / CS-13 Prime Minister Rozgar Yojana (100% CSS)

11th Plan outlay - Rs. 450.00 lac

Annual Plan 2007-08 outlay - Rs. 90.00 lac

7.13 Prime Minister Rozgar Yojana Scheme was launched by the Govt. of India in Oct., 1993 in the urban areas of the country and was extended to the rural areas in 1994-95. Initially, under the scheme, loan up to Rs. 1.00 lac to each beneficiary was being advanced by the bank to the unemployed youth of age from 18-35 years, whose family income was up to Rs. 40,000 per annum and was either matric pass or fail to set up self-employment ventures of business/service and industrial activities. But from the financial year 2000-01, ten years age relaxation has been given to women/SC/ST/Ex-Servicemen and Handicapped beneficiary. An expenditure of Rs.245.39 lac has been incurred during 10th Five Year Plan against the approved outlay of Rs. 450.00 lac. An outlay of Rs.450.00 lac and Rs.90.00 lac has been provided for the 11th Five Year Plan (2007-12) and Annual Plan 2007-08 respectively.

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