

## 5. INDUSTRY AND MINERALS

*Outlay Rs. 5415.00 lac*

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 boost the development of special economic zones, 'Punjab Special Economic Zones Act, 2009' has been enacted. 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 Against an expenditure of Rs. 5234.00 lac incurred during 11<sup>th</sup> Five Year Plan, an outlay of Rs. 237703.00 lac is provided for 12<sup>th</sup> Five Year Plan. Against an expenditure of Rs. 374.00 lac incurred during 2011-12, an outlay of Rs. 5415.00 lac is provided for Annual Plan 2012-13. The scheme-wise detail is given as under:

### **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 Rs.111.00 lac*

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 Rs. 128.00 lac from Government of India. This loan amount is to be repaid. To repay this loan of Rs. 111.00 lac to GoI, an outlay of Rs. 111.00 lac is provided for 12<sup>th</sup> Five Year Plan and same outlay is provided for Annual Plan 2012-13.

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

*Outlay Rs. 60.00 lac*

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.

5.5            Against an expenditure of Rs. 60.00 lac incurred during 11th Five Year Plan, an outlay of Rs. 300.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 60.00 lac is provided for Annual Plan 2012-13.

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

*Outlay Rs.1500.00 lac*

5.6.           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 Rs. 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 Rs. 60.00 crore has to be paid to the NIIFT New Delhi.

5.7            Against an expenditure of Rs. 474.00 lac incurred during 11<sup>th</sup> Five Year Plan, an outlay of Rs. 14575.00 lac is provided for 12<sup>th</sup> Five Year Plan. Against an expenditure of Rs. 174.00 lac incurred during 2011-12, an outlay of Rs. 1500.00 lac is provided for Annual Plan 2012-13.

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

*Outlay Rs. 1000.00 lac*

5.8            Punjab Small Industries & Export Corporation (PSIEC) had developed industrial focal points at Ludhiana, Mohali, Chanallon, 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 Rs. 20 crore of ACA was provided for this purpose, which has been utilized fully.

5.9 An ACA of Rs. 25.00 crore was released by GoI for this purpose during 2011-12. This amount is being released during 2012-13. Against an expenditure of Rs. 4500.00 lac incurred during 11<sup>th</sup> Five Year Plan, an outlay of Rs. 16847.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 1000.00 lac provided for Annual Plan 2012-13.

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

*Outlay Rs. 1000.00 lac*

5.10 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. An outlay of Rs. 2500.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 1000.00 lac is provided for Annual Plan 2012-13.

**VSI-06/VSI-08 Payment of enhanced cost of land of Diesel Component Works and Residential colony at Patiala (court case)**

*Outlay Rs. 10.00 lac*

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 Rs. 10.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 10.00 lac is provided for Annual Plan 2012-13 for this purpose.

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

*Outlay Rs.100.00 lac*

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 Rs. 1.50 crore and Rs. 2.50 crore respectively. An outlay of Rs. 500.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 100.00 lac is provided for Annual Plan 2012-13.

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

*Outlay Rs. 200.00 lac*

5.14 Under the Industrial Policy, 2009, IT/Non IT industrial units are eligible for reimbursement of stamp duty. An outlay of Rs. 200.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 200.00 lac is provided for Annual Plan 2012-13.

**VSI-09/VSI-13 Development of Human Resources in the field of IT/ITES.**

*Outlay Rs. 500.00 lac*

5.15 In the area of human resource development, Punjab Infotec is committed to take Information Technology to the grass root level. This scheme aims at aligning the curriculum in colleges to industry requirement so that the students of the state may be employable. An outlay of Rs. 2500.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 500.00 lac is provided for Annual Plan 2012-13.

**VSI-10/VSI-14 Promotion of IT/Knowledge Industry in the State.**

*Outlay Rs. 500.00 lac*

5.16 Under Industrial Policy, 2009 the following incentives are provided for Promotion of IT/Knowledge Industry in the State:-

- Capital subsidy @ 20% of fixed capital investment in a project, subject to ceiling of Rs.20 lac to be available to first 10 approved SME units in the IT parks notified by PICTCL.
- The Government will reimburse 20% of expenditure incurred by the IT software company for obtaining quality certification for SEI CMM, eSCM and COPC, subject to ceiling of Rs. 4.00 lac. 25 companies will be covered.
- The state government will set up a development fund contributed by government agencies including PIDB and OUVGL scheme for promotion of IT/Knowledge Industry.

- 100% reimbursement for stamp duty and registration fee on land directly acquired by the developers for construction of IT park on IT unit/company to develop their own campuses only after IT park duly notified by PICTCL. Only 5 cases will be covered during a year with the condition of minimum 25 acres IT park with a land cost of Rs. 1 crore per acre.
- IT units/parks would be charged based on actual units consumed and not on the connected load .Exemption will amount to Rs.25 lakh to Rs.50 lakh.  
An outlay of Rs. 75000.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 500.00 lac is provided for Annual Plan 2012-13.

**VSI-11/VSI-15          Guru Gobind Singh Refinery Project at Bathinda**

*Outlay Rs. 434.00 lac*

5.17            The 9 million metric tons per annum Guru Gobind Singh refinery has been set up at the cost of Rs. 21500 crore at Bathinda by M/s Mittal Energy Ltd. in collaboration with M/S Hindustan Petroleum Corporation Limited in Dec, 2011. This unit will provide direct and indirect employment to about 30,000 persons. An outlay of Rs. 125000.00 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 434.00 lac is provided for Annual Plan 2012-13.

**New Scheme**

**VSI-16          Punjab State Award Scheme**

5.18            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 Rs. 1.00 lac, Rs.50,000/- and Rs. 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 Rs. 160.00 lac is provided for 12<sup>th</sup> Five Year Plan.

**100% Centrally Sponsored Schemes**

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

*Outlay Rs. 84.40 lac*

5.19            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.

5.20 Against an expenditure of Rs. 300.85 lac incurred during 11<sup>th</sup> Five Year Plan, an outlay of Rs. 400.00 lac is provided for 12<sup>th</sup> Five Year Plan. Against an expenditure of Rs. 45.00 lac incurred during 2011-12, an outlay of Rs. 84.40 lac is provided for Annual Plan 2012-13.

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

*Outlay - Rs. 15.00 lac*

5.21 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 entrepreneurs in dealing with various procedural and legal hurdles and completion of various formalities required for setting up and running of enterprises successfully. An outlay of Rs. 15.00 lac is provided and same is provided for 12<sup>th</sup> Five Year Plan and Annual Plan 2012-13

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

*Outlay -171.36 lac*

5.22 Under PMRY Programme, self employment is provided to unemployed youth. Unemployed educated person can avail a loan of Rs.1.00 lac under this scheme. Against an expenditure of Rs. 33.55 lac incurred during 11<sup>th</sup> Five Year Plan, an outlay of Rs. 171.36 lac is provided for 12<sup>th</sup> Five Year Plan. An outlay of Rs. 171.36 lac is provided for 12<sup>th</sup> Five Year Plan and Annual Plan 2012-13.

**Table-I  
Large & Medium 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.	373	400	425	450
2	Fixed Capital	Rs. Crore	3226.73	33500.00	40000.00	45000.00
3	Employment	Nos.	219891	225000	235000	250000
4	Production	Rs. Crore	58312.84	70000.00	82000.00	95000.00
5	Export	Rs. Crore	5488.29	6312.48	6800.00	8000.00

**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	Rs. Crore	5972.26	7300.00	8600.00	9000.00
3	Employment	Nos.	944241	990000	1020000	1040000
4	Production	Rs. Crore	41896.80	48000	54000.00	60000.00
5	Export	Rs. Crore	8400.00	9660.00	10200.00	12000.00

**Table-III**  
**Status of the Approved Mega Projects**

Nodal Agency	Before 2007 (Rs. in crore)			After 2007 (Rs. in crore)		
	No.of Mega Projects Approved	Proposed investment	Actual investment made	No.of Mega Projects Approved	Proposed investment	Actual investment made
1	2	3	4	5	6	7
Department of Industries & Commerce	263	61598.22	10894.79	95	51629.39	9763.68
PUDA	79	41590.00	9990.00	11	3926.00	1980.00
PAIC	32	2772.00	437.00	43	6143.00	1433.00
PEDA	-	-	-	1	233.80	-
Total	374	105960.22	21321.79	150	61932.19	13086.68