

# ANNUAL REPORT 2018-19



**GOVERNMENT OF INDIA**  
**MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES**



# Annual Report

## 2018-19

**Government of India**  
**Ministry of Micro, Small and Medium Enterprises**  
Udyog Bhavan, New Delhi - 110011  
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# Introduction



Hon'ble President of India, Shri Ram Nath Kovind inaugurates the international MSME day at Vigyan Bhawan, New Delhi in the presence of Hon'ble Minister of MSME (I/C), Shri Giriraj Singh and Secretary, MSME Dr. Arun Kumar Panda on 27<sup>th</sup> June 2018.

## 1.1 Background

**1.1.1** The Micro, Small and Medium Enterprises (MSME) sector has emerged as a highly vibrant and dynamic sector of the Indian economy over the last five decades. It contributes significantly in the economic and social development of the country by fostering entrepreneurship and generating largest employment opportunities at comparatively lower capital cost, next only to agriculture. MSMEs are complementary to large industries as ancillary units and this sector contributes significantly in the inclusive industrial development of the country. The MSMEs are widening their domain across sectors of the economy, producing diverse range of products and services to meet demands of domestic as well as global markets. An overview of the growth and performance of MSME Sector in the country is provided in Chapter 2.

- 1.1.2** Ministry of Micro, Small & Medium Enterprises (M/o MSME) envisions a progressive MSME sector by promoting growth and development of the Sector, including Khadi, Village and Coir Industries, in cooperation with concerned Ministries/Departments, State Governments and other Stakeholders, through providing support to existing enterprises, adopting cutting edge technologies and encouraging creation of new enterprises. The organization chart of the Ministry is given in paragraph 1.3.11 while the details of the recent policy initiatives of the Ministry are provided in Paragraph 1.4.
- 1.1.3** A number of statutory and non-statutory bodies work under the aegis of the Ministry of MSME. These include the Khadi and Village Industries Commission (KVIC) and the Coir Board besides National Small Industries Corporation (NSIC), National Institute for Micro, Small and Medium Enterprises (NIMSME) and Mahatma Gandhi Institute for Rural Industrialisation (MGIRI). Details about the mandate and performance of these bodies are provided in Chapter 3.
- 1.1.4** The Ministry of MSME runs various schemes aimed at financial assistance, technology assistance and upgradation, infrastructure development, skill development and training, enhancing competitiveness and market assistance of MSMEs. A detailed list of schemes is provided in Chapter 4.
- 1.1.5** The Ministry is committed towards an agenda of inclusive development, and has taken various initiatives and measures to ensure that demographically as well as geographically weaker sections benefit from its work. A summary information on such initiatives is given in Chapter 5.
- 1.1.6** The Ministry is also committed towards the progressive use of Official Language “Hindi” in all the attached Offices under the M/o MSME. Besides this, continuous measures on Vigilance, RTI, Prevention of Sexual harassment can also be seen in Chapter 6.

## **1.2 Mandate of the Ministry of MSME**

- 1.2.1** On 9 May 2007, the erstwhile Ministry of Small Scale Industries and the Ministry of Agro and Rural Industries were merged to form the Ministry of Micro, Small and Medium Enterprises (M/o MSME). The Ministry designs policies, promotes/ facilitates programmes/ projects/ schemes and monitors their implementation, with a view to assisting MSMEs and helping them to scale up.
- 1.2.2** The Micro, Small and Medium Enterprises Development (MSMED) Act was notified in 2006 to address different issues affecting MSMEs, inter alia, the coverage and investment ceiling of the sector. The MSMED Act seeks to facilitate the development of these enterprises as also enhance their competitiveness. The MSMED Act has the following key provisions:
- Establishment of a National Board for Micro, Small and Medium Enterprises headed by the Minister for MSME. The role of the Board is to examine the factors affecting

the promotion and development of MSMEs, review the policies and programmes of the Central Government and make recommendations in regard to facilitating the promotion and development and enhancing their competitiveness.

- It provides the first-ever legal framework for recognition of the concept of “enterprise” which comprises both manufacturing and service entities. It defines medium enterprises for the first time and seeks to integrate the three tiers of these enterprises, namely, Micro, Small and Medium.
- It empowers the Central Government to undertake programmes and issue guidelines and instructions to develop and enhance the competitiveness of MSMEs.

**1.2.3 Definitions of Micro, Small & Medium Enterprises :** In accordance with the provision of Micro, Small & Medium Enterprises Development (MSMED) Act, 2006 the Micro, Small and Medium Enterprises (MSME) are classified as below:

<b>Manufacturing Sector</b>	
Enterprise Category	Investment in plant & machinery
Micro Enterprises	Does not exceed twenty five lakh rupees
Small Enterprises	More than twenty five lakh rupees but does not exceed five crore rupees
Medium Enterprises	More than five crore rupees but does not exceed ten crore rupees
<b>Service Sector</b>	
Enterprise Category	Investment in equipment
Micro Enterprises	Does not exceed ten lakh rupees:
Small Enterprises	More than ten lakh rupees but does not exceed two crore rupees
Medium Enterprises	More than two crore rupees but does not exceed five crore rupees

**1.2.4** The primary responsibility of promotion and development of MSMEs is of the State Governments. However, the Government of India, supplements efforts of the State Governments through various initiatives. The role of the Ministry of MSME and its organisations is to assist the States in their efforts to encourage entrepreneurship, employment and livelihood opportunities and enhance the competitiveness of MSMEs in the changed economic scenario.

### **1.3 Organisational Structure**

**1.3.1** The Ministry of MSME consists of Small & Medium Enterprises (SME) Division, Agro & Rural



Industry (ARI) Division, Integrated Finance (IF) Wing and Data Analytics and Technical Coordination (DATC) Wing, besides the Office of the Development Commissioner (DCMSME) as an attached office and other subordinate organisations.

**1.3.2 SME Division** - The SME Division is allocated the work, inter-alia, of administration, vigilance and administrative supervision of the National Small Industries Corporation (NSIC) Ltd., a central public sector enterprise and National Institute for Micro, Small & Medium Enterprises (NIMSME) an autonomous national level entrepreneurship development/ training organizations. The Division is also responsible for implementation of the National SC/ST Hub Scheme, International Cooperation Scheme and Assistance to Training Institutions, among others. Further, the Division has the responsibility to deal with applications received under Public Grievances through CPGRAMS and under the Right to Information Act, 2005. In addition, the SME Division also deals with preparation of Ministry's media campaign for promotion of schemes and its implementation through advertisement in electronics, Print Media and Social Media.

**1.3.3 ARI Division** - The ARI Division looks after the administration of two statutory bodies - the Khadi and Village Industries Commission (KVIC) and Coir Board and also of the Mahatma Gandhi Institute for Rural Industrialisation (MGIRI). It also supervises the implementation of the Prime Minister's Employment Generation Programme (PMEGP), the Scheme of Fund for Regeneration of Traditional Industries (SFURTI) and A Scheme for Promoting Innovation, Rural Industry and Entrepreneurship (ASPIRE).

**1.3.4 IF Wing** - IFW examines the various proposals received from the Programme Divisions of Ministry and the O/o DC (MSME) for: (i) Concurrence of release of funds under various schemes; (ii) Furnishing comments on EFC/SFC for the Schemes to be continued beyond 12th Five Year Plan/new schemes and convene the EFC/SFC meetings. It tenders advice as and when sought by Programme Wings on various issues having financial implications. The Wing also examines other miscellaneous matters relating to signing of MoU/other Agreements/ Contracts etc.

**1.3.5 DATC & DBT Division** - This is a newly created wing to undertake analysis of data/ statistics related to the MSME Sector and provide technical inputs for evidence based decision making pertaining to MSME Sector. Technical coordination with all stakeholders towards development and maintenance of MSME databases; Coordinating the complete compliance of the directives for the Direct Benefit Transfer (DBT) schemes of the Ministry; Implementing promotion of Digital Payment in the Ministry and managing the IT Cell of the Ministry are some of its other important activities.

### **1.3.6 Office of the Development Commissioner**

**1.3.6.1** Development Commissionerate implements the policies and various programmes/Schemes for providing infrastructure and support services to MSMEs. The Office of the Development Commissioner [O/o DC-MSME] is an attached office of the Ministry, headed by the Additional

Secretary & Development Commissioner (AS&DC), MSME. It functions through a network of MSME-Development Institutes (DI), Regional Testing Centres, Footwear Training Institutes, Production Centres, Field Testing Stations and specialized institutes. It renders services such as:

- Advising the Government in Policy formulation for the promotion and development of MSMEs.
- Providing techno-economic and managerial consultancy, common facilities and extension services to MSME units.
- Providing facilities for technology upgradation, modernization, quality improvement and infrastructure.
- Developing Human Resources through training and skill upgradation.
- Providing economic information services.

**1.3.6.2 MSME-DI Division is Looking after the work of MSME-DIs, workshop, TC&TS across the country relating to:**



- Follow up of updation of MPR on Performance Indicator by the MSME- DIs /TCs/TSs.
- Collection & compilation of data related to Swachhta Action Plan, Swachhta Pakhwada, Swachhta Hi Sewa Campaign, and Cleanliness Drive. Compile Quarterly report of progress & expenditure for onward submission to Ministry.
- Collection & compilation of data related to digital transaction report of field offices for Ministry of MSME.

- Issues the sanctions for funds relating to Minor works, Machinery & Equipment, Supplies & Material and Office Expense regarding MSME-DIs, workshop, TC&TS, Generating letter of authorization of CPWD under Infrastructure Support to MSME-DIs / TCs.
- Distribution of funds in respect of demands of the MSME-DIs, workshop, TC&TS for construction of New office Building, Generating Letter of authorization for CPWD works under Capital Outlay on Public works.
- Releases funds to MSME-TCs/Ts for AMC & NABL accreditation.
- RTI & Parliament question related to MSME-DIs, workshop, TC&TS.
- Coordination with all MSME DIs of the State, VIP reference, issues, if any, for GST matters of TCs & Ts. Looking after the Grievances under CPGRAMS and IGMS received related to the field offices.
- look after all issues related to the processing & compilation of financial proposals, infrastructure requirements, machinery and other related issues except salary, medical and DTE for all the field Institutes i.e. of MSME-DIs/Br. DIs/TCs/Ts and coordination with field Institutes on various issues like Admin / Budget of HQs / Miscellaneous works as assigned from time to time.

### **1.3.7 Technology Centres (Earlier known as Tool Room & Technical Institutions)**

To provide right stimulus to the growth of industry in the country particularly to micro, small and medium enterprises, Ministry has established Technology Centers across India, many of them through bilateral collaboration of the Governments of Germany, Denmark and the United Nations. These were earlier known as Tool Rooms and Technology Development Centers. Following is the list of the existing MSME Technology Centres:

1. Central Tool Room & Training Centre (CTTC), Kolkata
2. Central Tool Room (CTR), Ludhiana
3. Indo German Tool Room (IGTR), Indore
4. Indo German Tool Room (IGTR), Ahmedabad
5. Indo German Tool Room (IGTR), Aurangabad
6. Indo Danish Tool Room (IDTR), Jamshedpur
7. Central Tool Room & Training Centre (CTTC), Bhubaneswar
8. Tool Room & Training Centre (TRTC), Guwahati
9. Central Institute of Hand Tools (CIHT), Jalandhar
10. Central Institute of Tool Design (CITD), Hyderabad

11. Electronics Service & Training Centre (ESTC), Ramnagar
12. Institute for Design of Electrical Measuring Instruments (IDEMI), Mumbai.
13. Fragrance & Flavour Development Centre (FFDC), Kannauj.
14. Centre for Development of Glass Industry (CDGI), Firozabad.
15. Process & Product Development Centre (PPDC), Agra.
16. Process cum Product Development Centre (PPDC), Meerut.
17. Central Footwear Training Institute (CFTI), Agra
18. Central Footwear Training Institute (CFTI), Chennai

Out of 18 Technology Centres (TCs), the first 10 TCs (earlier known as Tool Rooms) provide technological support to industries through design & manufacture of tools, precision components, moulds, dies, etc. These TCs also serve industry by providing skilled manpower in the areas of tool engineering & manufacturing sector. Today, these TCs are highly proficient in their respective fields.



This is a cranial plate made for operation in brain. It is 3D printed in titanium powder. This is a three layer honeycomb structure made first time in India.

#### Product Development through 3D Printing

Ministry has supported these Centers by keeping them relevant and abreast with latest advancements in their respective fields and has periodically added new technologies such as CAD/CAM, CNC machining, Vacuum Heat Treatment, 3D Printing etc. These TCs are concentrating on integrated development of the related segments of industries by providing quality tools, trained personnel and consultancy in tooling and related areas.

The remaining Technology Centres, (earlier known as Technology Development Centres) are product specific Centres to support MSMEs in the respective sectors by rendering technical services to develop and upgrade technologies, processes and products apart from training in the specific product groups such as Forging & Foundry, Electronics, Electrical Measuring Instruments, Fragrance & Flavour, Glass, Footwear & Sport Goods. The Technology Centres apart from extending design, development & manufacturing support to MSMEs for complex tools, parts and components have also supported the strategic sectors such as Defence, Aerospace etc of the country towards their R&D requirements.



Environmental Friendly Technology-Improvement in wear resistance by Plasma Nitriding

The training programmes conducted by MSME-TCs are focused on hands-on practical exposure on latest machinery and equipment to provide skill trainings to trainees of all sections of Society. A number of passed out trainees have also established their own enterprises thereby contributing to the social and economic development of the country.

Ministry has taken initiative to align training courses being conducted by MSME Technology Centres as per the directions of Government. Accordingly, 76 courses have been developed in compliance with National Skill Qualification Framework (NSQF).



Social Inclusion through Technical Training

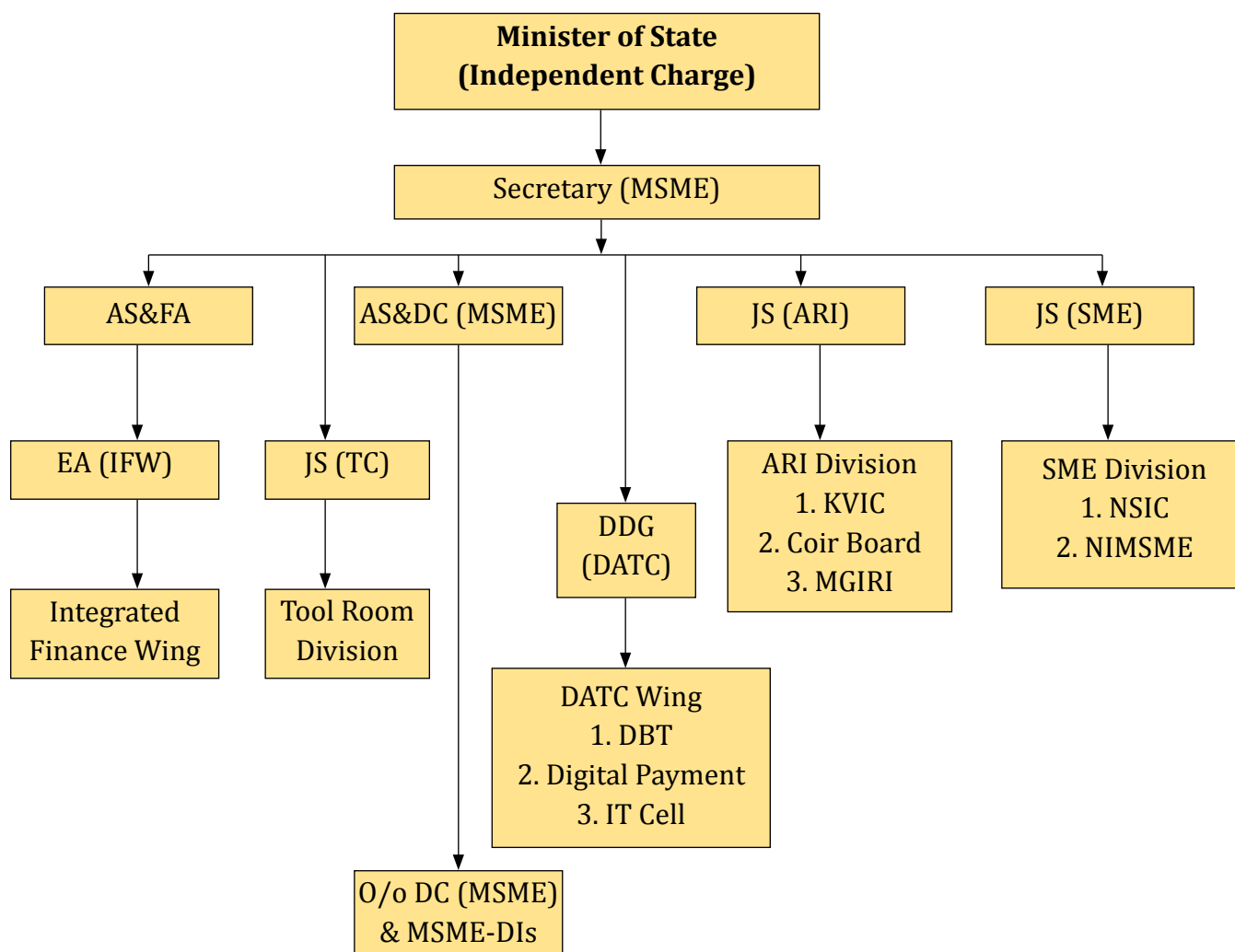
MSME TCs are regularly participating in various Skill Competition programmes both at National & International level. A total of 37 students have qualified at State level Skill competition to participate in Regional level competition. 9 students have won medals in different Skill categories at National level India Skill competition 2018. Finally, 2 students from MSME TCs are representing our country in 2019 in World Skill Competition Kazan, Russia.

All the Technology Centres adhere to the principles of Total Quality Management (TQM). They are ISO 9001-2000 certified institutions and a few of them are ISO-14001, OHSAS-18001, ISO-29990, ISO/IEC17025:2005 and ISO-50001 certified. Central Tool Room & Training Centre, Bhubaneswar is also AS-9100 certified for Aero-space Component Supply.

**1.3.8** Other important implementing agencies are the National Small Industries Corporation (NSIC), Khadi and Village Industries Commission (KVIC), the Coir Board, and one training institute namely, National Institute for Micro, Small and Medium Enterprises (NI-MSME), Hyderabad and Mahatma Gandhi Institute for Rural Industrialization (MGIRI), Wardha a society registered under Societies Registration Act, 1860.

**1.3.9** **The National Board for Micro, Small and Medium Enterprises (NBMSME)** was established by the Government under the Micro, Small and Medium Enterprises Development Act, 2006 and Rules made thereunder. It examines the factors affecting promotion and development of MSMEs, reviews existing policies and programmes and makes recommendations to the Government in formulating the policies and programmes for the growth of MSMEs.

**1.3.10** The organisational structure of the Ministry is depicted in the following organogram:



## **1.4 Recent Policy Initiatives.**

### **1.4.1 Udyog Aadhaar Memorandum**

As per provisions of the MSMED Act 2006, MSMEs file Entrepreneurs Memorandum (Part-I) at District Industries Centres (DICs) before starting an enterprise. After commencement of the project, the entrepreneur concerned files Entrepreneurs Memorandum (Part-II)/[EM-II]. Prior to enactment of the Micro, Small & Medium Enterprises Development Act, 2006 (MSMED Act, 2006) there was a system of registration by small scale industrial units to the DICs. Since September 2015, EM-II has been replaced by the Udyog Aadhaar Memorandum (UAM). UAM is a one page online registration system for MSMEs based on self – certification. This is a path breaking step to promote ease-of-doing-business for MSMEs in India as the UAM replaces the filing of Entrepreneurs’ Memorandum (EM part-I & II). The entrepreneurs in the MSME sector just need to file online, a simple one-page UAM on <http://udyogaadhaar.gov.in> to instantly get a unique Udyog Aadhaar Number (UAN). The information sought is on self-certification basis and no supporting documents are required at the time of online filing of UAM. Revised notifications were also issued on 10.01.2017 and 30.06.2017 for inclusion of new features including amendment provisions. More than 68.25 lakh units have so far been registered under UAM till 30.05.2019. UAM also collects information regarding the social category of owner of enterprises.

### **1.4.2 Framework for Revival and Rehabilitation of MSMEs**

In order to provide a simpler and faster mechanism to address the stress in the accounts of MSMEs and to facilitate the promotion and development of MSMEs, the Ministry of Micro, Small and Medium Enterprises, Government of India, vide its Gazette Notification dated May 29, 2015 notified a ‘Framework for Revival and Rehabilitation of Micro, Small and Medium Enterprises’. Reserve Bank of India, after continuous follow up, has also issued guidelines to the Banks on 17.3.2016. Under these guidelines Banks have created a structure for finalising corrective action plan for revival & rehabilitation of MSMEs.

### **1.4.3 MSME DataBank**

For facilitating the promotion and development and enhancing the competitiveness of MSMEs, the Ministry of MSME vide Gazette Notification No. 750(E) dated 29.07.2016 had notified the MSME Development(Furnishing of information Rules, 2016) under which all MSMEs are to furnish information relating to their enterprises online to the Central Government in the data bank maintained by it at [www.msmedatabank.in](http://www.msmedatabank.in). This data bank will enable Ministry of MSME to streamline and monitor the schemes and pass on the benefits directly to MSMEs. It will also provide the real-time information about the status of MSMEs under various parameters. Data Bank is helpful to MSME units, who can now update their enterprise information as and when required without visiting any government office and also update information about their products / services, which can be accessed by government departments to do procurement under Public Procurement Policy of the Government of India.

More than 1.61 lakh units have been registered (upto 30<sup>th</sup>May 2019) under MSME at a Bank since issuance of its notification.

#### 1.4.4 My MSME

To facilitate the enterprises to take benefits of various schemes by the Office of Development Commissioner (MSME), his office has launched a web-based application module, namely, MyMSME. This has also been converted into a mobile app. Entrepreneurs will be able to make their applications and track it on their mobile itself.

#### 1.4.5 Direct Benefit Transfer in the M/o MSME

All welfare and subsidy schemes of Government of India have been brought under Direct Benefit Transfer (DBT) with the aim of reforming Government delivery system by re-engineering the existing process in welfare and subsidy schemes, for simpler and faster flow of funds and to ensure accurate targeting of the beneficiaries, de-duplication and reduction of fraud. As the nodal point for the implementation of the DBT programmes, DBT cell have been constituted in the Ministry. In 2018-19 all the 20 schemes of the Ministry of MSME were on-boarded on DBT Bharat Portal out of which 1 scheme (i.e. Coir Udyami Yojana scheme) has been subsumed in Prime Minister's Employment Generation Programme (PMEGP).

The schemes have been categorized based on the benefit type to the beneficiary's i.e., Cash, Kind or Composite (i.e. Cash and Kind). Below is the table showing the DBT schemes of the Ministry with the benefit type, number of beneficiaries and total funds transferred / expenditure incurred.

Sl. No.	Name of the Scheme	Benefit Type	Total no. of beneficiaries (2018-19)	Total Expenditure (Rs. crores) (2018-19)
1	ATI Scheme (Training Component)	In Kind	3720	3.31
2	Marketing Assistance Scheme	Cash	147	84.67
3	Coir Udyami Yojana	Cash	232	55.05
4	MPDA Grant to Khadi Institutions	Cash	218597	241.02
5	Coir Vikas Yojana	Cash	70	0.3272
6	SFURTI- SI	In Kind	759	0.0288
7	Prime Ministers Employment Generation Programme (PMEGP)	Cash	73427	2070.00
8	Credit Guarantee Scheme	In Kind	433520	822.59



Sl. No.	Name of the Scheme	Benefit Type	Total no. of beneficiaries (2018-19)	Total Expenditure (Rs. crores) (2018-19)
9	National Awards	Cash	0	0
10	MDP-EDP-Skill Development	Cash & In Kind	2678	0
11	Zero Effect Zero Defect (ZED)	Cash & In Kind	12555	8.5
12	Technology and Quality Upgradation Support Through MSMEs (TEQUP)	Cash	63	5.02
13	Procurement and Marketing Support Scheme (PMS) Excluding Vendor Development Programme and International/ National Workshop/ Seminar/ Awareness programmes.	Cash	352	1.84
14	Credit Linked Capital Subsidy Scheme (CLCSS)	Cash	14155	973.15
15	IPR Building Awareness on Intellectual Property Rights for MSMEs	In Kind	0	0
16	Lean Manufacturing Competitiveness Scheme for MSMEs	In Kind	2079	13.59
17	Design Clinic Scheme for Design Expertise to Micro, Small and Medium Enterprises	Cash	49	1.19
18	Incubation Centre Support for Entrepreneurial and Managerial Development of SMEs through Incubators	In Kind	0	0
19	Performance and Credit Rating Scheme	Cash	0	0
20	International Cooperation (IC) Scheme	Cash	590	4.80

The key performance indicators of DBT are:

- **Beneficiary Digitization (including Aadhaar seeding and validation):** 9 schemes have completed 100% beneficiary digitization. Rest of the schemes are in the process of achieving 100% completion.
- **Funds transfer electronically:** Funds are being transferred under all schemes using PFMS and other electronic modes. Hence, 100% electronic transaction is being achieved.
- **Scheme specific MIS Integration with the DBT Bharat Portal:** Out of 20 on-boarded schemes, Management Information System (MIS) and its integration with DBT Bharat portal has been completed for 14 Schemes of the Ministry and other 6 Schemes are also in their completion stage.
- **Notification of schemes under section 7/57 of the Aadhaar act:** Two schemes of Ministry viz. PMEGP and Coir Vikas Yojana have been vetted by UIDAI and Ministry of Law and Justice and have been finalized for the issuance of Notification of schemes under Section 7/57 of the Aadhaar Act, 2016. Rest of the schemes are under process for their Notification under the Aadhaar Act, 2016.
- **Score of Ministry of MSME on DBT Bharat Portal-** Ministry of MSME has achieved a high Score of **73.10** (Aggregated) for 2018-19 on the progress of DBT Schemes.

## 1.4.6 Digital Payments

**1.4.6.1** Government of India is making efforts for promoting a less cash economy and to provide the facility of seamless digital payment to all citizens of India in a convenient manner. Promotion of digital payments has been accorded highest priority by the Government of India to bring each and every segment of our country under the formal fold of digital payment services. The Vision is to provide facility of seamless digital payment to all citizens of India in a convenient, easy, affordable, quick and secured manner.



Secretary, MSME with Sr. Technical Director, Shri Shubhendu Kumar receiving the Platinum Award for M/o MSME by Hon'ble Minister of Electronics & Information Technology, Shri Ravi Shankar Prasad for Digital India Award 2018.

**1.4.6.2** As a partner in the initiative, Ministry of MSME has taken numerous initiatives to digitally enable the entire MSME ecosystem. In line with the recommendations of Committee of Secretaries (CoS) and the guidelines of MeitY, a committee on Digital Payments has been constituted in the Ministry under the Chairmanship of Secretary (MSME) for making the Ministry and its attached offices achieve the successful implementation of Digital Mission.

- All the offices of Ministry of Micro, Small and Medium Enterprises, including its attached offices have been digitally enabled.
- For the MSMEs registered under UAM, efforts have been made to spread awareness on the ease and benefits of different modes of payments such as BHIM, UPI and Bharat QR code.
- For the Ministry and its attached offices (KVIC, Coir Board, NSIC, MGIRI, NIMSME and O/o DC(MSME)) 82.48% is the No. of Digital transactions and 96% in terms of value of digital transactions achieved during the year 2018-19 by the Ministry of MSME and all its attached Offices.
- In **Digital India Award** of Ministry of Electronics & Information Technology, Ministry of MSME got **Platinum Award** for enabling Digital platforms for all sectors of MSMEs.

Digital Transaction for the Ministry of MSME and its attached Offices (2018-19)							
Sl. No	Name of the organisation	Number of Transactions					
		Total		By Digital Means		Percentages	
		No of Transactions	Value in Rupees (In crores)	No of Transactions	Value in Rupees (In crores)	No. of Digital Transactions (in %)	Value of Digital Transactions (in %)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	KVIC	5597197	6762	4601023	6494	82.20%	96.03%
2	NSIC	256338	49250	224474	47308	87.57%	96.06%
3	DC office (Tool Room+DI offices+HQ)	100675	2976	84999	2838	84.43%	95.33%
4	COIR BOARD	24619	168	20855	160	84.71%	95.18%
5	NIMSME	4118	29	3051	17	74.09%	60.89%
6	MGIRI	1224	15	1076	14	87.91%	95.46%
	<b>TOTAL</b>	<b>5984171</b>	<b>59200</b>	<b>4935478</b>	<b>56831.65</b>	<b>82.48%</b>	<b>96.00%</b>

#### **1.4.7 Grievance Monitoring**

The Ministry attends to all the grievances on Centralized Public Grievance Redress and Monitoring System (CPGRAMS) and the number of the pending grievance on CPGRAMS as on 31.03.2019 was 121. The Ministry has started an MSME internet grievance monitoring system (eSAMADHAN) to track and monitor other grievances and suggestions received in the Ministry.

#### **1.4.8 MSME SAMADHAAN: To Address Delayed Payment to MSEs**

Sections 15-24 of The Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 deal with the issues relating to the Delayed Payments to Micro and Small Enterprises (MSEs) by the buyers to the MSE supplier. In the case of delay in payment beyond 45 days, MSEs suppliers may approach the Micro and Small Enterprises Facilitation Council (MSEFC) constituted under the Act in all States/UTs. Under Section 16 of the MSMED Act, delayed payment to supplier units, attracts compound interest with monthly interests at three times of the bank rate notified by the Reserve Bank.

To further the objectives of MSMED Act, 2006 Ministry of MSME launched a portal (<http://samadhaan.msme.gov.in/>) on 30<sup>th</sup> October, 2017. The portal gives information about individual CPSEs/ Central Ministries, State Governments etc. and other buyers regarding the payments pending with them in respect of the MSEs. The Central Ministries/State Govts have been provided with user-ID and password to login and monitor the delayed payment cases in respect of organisations under their jurisdiction. The said portal also facilitates MSEs to file their delayed payments related complaints online. After 15 days of online filing of the case, it is automatically registered with the MSEFC concerned.

From the date of launch of MSME SAMADHAAN portal, i.e. 30<sup>th</sup> October 2017, MSEs have filed 18509 applications related to delayed payments. These cases involve an amount of Rs. 4797.81 Crore. This portal has also helped in getting the delayed payments settled mutually between seller and buyer. 1407 cases of mutual settlements have been done amounting to Rs. 00.53 crore. Applications are getting converted to cases by MSE-Facilitation Councils in States/UTs. 4682 applications have been converted to cases by 11.6.2019. The Portal has empowered the MSEs to file their delayed payments cases directly. This is being monitored by respective Ministries/ CPSEs and State Governments.

#### **1.4.9 MSME-SAMBANDH**

The Ministry of Micro, Small and Medium Enterprises notified the Public Procurement Policy for Micro and Small Enterprises which mandates 20% of annual procurement from MSEs including 4% from enterprises owned by SC/ST entrepreneurs by the Central Ministries / Departments and Central Public Sector Enterprises (CPSEs).

The policy has been recently amended vide Gazette notification No. S.O.5670(E). dated 9<sup>th</sup> November, 2018. Amended policy mandates 25% annual procurement from MSEs by

Central Ministries/Departments/Public Sector Enterprises (CPSEs) which include 4% from MSEs owned by SC/ST and 3% from MSEs owned by Women entrepreneurs.

For effective implementation and monitoring of the policy, the Ministry launched the Public Procurement Portal titled “MSME-SAMBANDH” on 08.12.2017. The portal would help in monitoring the procurement by Central Government Ministries, Departments and Central Public Sector Enterprises (CPSEs) and would enable them to share the list of required products/services from MSEs.

**The portal features the following :**

- Central Government Ministries, Departments and Central Public Sector Enterprises (CPSEs) have been provided authenticated access in the portal.
- Annual Targets for procurements of the CPSEs will be uploaded on the portal and will be available in public domain.
- Monthly Update of Procurement by CPSEs from MSEs
- Monthly Update of Procurement by CPSEs from MSEs owned by SC/ST
- Reports for monitoring by Heads of Ministries, Departments and CPSEs
- Items purchased by CPSEs - Hyperlinks to CPSEs web page from Sambandh Portal will be available in public domain.
- 161 CPSEs have uploaded their annual procurement target during 2018- 2019. These CPSEs have reported an annual procurement target of Rs. 152068.73 crore. The share of purchases from all MSMEs amounts to Rs. 40463.91 crore (1,26,553 MSEs benefited).The amount of purchases from SC/ST owned MSEs amounts to Rs.822.75 crore (4,481 MSEs benefited).The amount of purchases from Women owned MSEs amounts to Rs.231.19 crore (1,369 MSEs benefited).

**1.4.10** A job portal called “**MSME SAMPARK**” has been launched by the Hon’ble President of India on 27.06.2018. This portal is a digital platform wherein jobseekers (i.e. passed out trainees / students of MSME Technology Centres) and recruiters can register themselves for mutually beneficial interaction. As on 31.03.2019, a total of 35819 passed out trainees (job seekers) and 5060 recruiters (job provider) have registered on the SAMPARK portal against vacancies posted by recruiters, 7090 resumes have been shared with recruiters and 2124 jobs have been offered.

**1.4.11 Technology Centre Systems Programme(TCSP)**

To expand and upgrade the network of Technology Centres (Tool Rooms and Technology Development Centres) in the country, Ministry of MSME is implementing Technology Centre Systems Programme (TCSP) at an estimated Projected Cost of Rs. 2200 Crores to establish 15 new Technology Centres (TCs) and upgrade existing TCs across the country. TCSP has

been conceptualized to creating innovative eco-system with following components which will engage with each other to create value for the MSMEs in the country:

1. Establishment of Physical Infrastructure: This includes establishment of 15 New Technology Centers.
2. upgradation/ modernization of existing Technology Centers.
3. Engaging the services of world class **Technology Cluster Manager (TCM)** to help enhance the technical capabilities of sector specific TCs and thereby helping them in linkages with the MSMEs and institutions.

#### 1.4.11.1 Status of the Programme:

- The implementation of the programme commenced from 15<sup>th</sup> January, 2015.
- Construction work started for 13 new TCs out of total 15 new TCs at Rohtak, Bhiwadi, Baddi, Bengaluru, Durg, Puducherry, Vishakhapatnam, Sitarganj, Bhopal, Imphal, Ernakulum, Greater Noida and Kanpur. The other two have been planned at Patna and Sriperumbudur. Construction work also started for upgradation of 3 existing TCs at Bhubaneswar, Mumbai and Aurangabad.
- Under modernization, 9 of the existing TCs have been provided with latest State-of-the-Art machines and equipments.
- The procurement of Machines, equipment and furniture etc for the new TCs has already been initiated and supplies are synchronized with the progress of construction.
- Dy. General Managers for the 8 new TCs have also been appointed.
- Training programmes have also been started in 10 new Technology Centres as per the available facilities.
- Technology Cluster Manager (TCM) has been engaged. TCM has started its activities as per the given mandate under the programme.

The project is scheduled to end by 2020-21. It is expected that after completion of the project, the training capacity of the network of the TCs will be enhanced from present 2.0 lakhs to 3.0 lakhs per annum. The new TCs will also provide consultancy, incubation, tooling support and other production related services. The project will provide an eco-system for the growth and development of MSMEs all across the country. The setting up of Fragrance and Flavour Centre at Imphal in Manipur will enhance the income of farmers in the North Eastern Region by creating an ecosystem of value added products from agriculture produce of the region.

Looking at the need to further increase the geographical footprint of TC Network through future ready new TCs, and vertical and horizontal expansion to cover more states/ regions and reach out to district level through Extension Centres, Hon'ble Prime Minister had also announced the establishment of 20 Technology Centres and 100 Extension Centres (ECs) at

an estimated cost of Rs. 6000 crore under the newly approved scheme, "Establishment of new Technology Centres/Extension Centers" on 02.11.2018. The design and implementation of the scheme is in progress.

#### **1.4.12 Partnership with Industry**

In addition to MoU signed with Samsung Electronics India for skilling youth in repairing and maintenance of electronic products, the DC (MSME) also signed MoU with SAP India for skilling of youth in ERPSAP Business One Module. These skill development programmes are conducted through MSME Technology Centres.

#### **1.4.13 International MOUs**

An MoU was signed on 10<sup>th</sup> July 2018 between National Small Industries Corporation (NSIC) and Small Business Corporation (SBC) of South Korea, for cooperation in MSME sector. The MOU was signed by Shri Ravindra Nath, the then Chairman-cum-Managing Director, NSIC from Indian side and Mr. Lee Sang Jik, Chairman of Small Business Corporation (SBC) from South Korea side.

**1.4.13.1** Smt. Alka Arora, Joint Secretary (SME) led an official delegation comprising Shri Ravindra Nath, the then Chairman-cum-Managing Director, NSIC to Morocco during 24-26 September, 2018 for signing of MoU between National Small Industries Corporation (NSIC), Republic of India and the National Agency for the Promotion of Small and Medium Sized Enterprises (Maroc PME) of Morocco for cooperation in MSME sector and to discuss further cooperation with the relevant Ministries and authorities in Morocco. The MoU was signed on 25<sup>th</sup> September, 2018. Shri Ravindra Nath, the then Chairman-cum-Managing Director, NSIC represented the Indian side and Mr. Larbi Benrazzouk, General Manager, National Agency for the Promotion of Small and Medium Sized Enterprises represented the Morocco side.

NSIC signed an MoU on 5<sup>th</sup> October, 2018 with JSC-Russian Small & Medium Business Corporation (RSMB Corporation), Russian Federation for cooperation in the field of micro, small and medium enterprises between the two countries, in New Delhi. Sh. Sudhir Garg, the then Chairman-cum-Managing Director, NSIC represented the Indian side and Mr. A.A. Breverman, Director General, JSC-Russian Small & Medium Business Corporation represented the Russian side. The MoU was exchanged in the presence of Shri Narendra Modi, Hon'ble Prime Minister of India and Mr. Vladimir Putin, Hon'ble President of Russia.

#### **1.4.14 Marketing Assistance Scheme**

The objective of the Marketing Assistance Scheme (MAS) was to enhance the marketing competitiveness of the micro, small and medium enterprises, to provide them a platform for interaction with the individual/institutional buyers, to update them with prevalent market scenario and to provide them a forum for redressing their problems. However, MAS has been discontinued as the international components of MAS have been merged with the

International Cooperation Scheme and its domestic components have been merged with 'Procurement and Marketing Support' scheme of Office of DC (MSME).

#### **1.4.15 National Scheduled Caste and Scheduled Tribe Hub:**

National Scheduled Caste and Scheduled Tribe Hub was launched by the Hon'ble Prime Minister on 18.10.2016 at Ludhiana, Punjab with an estimated budget of Rs. 490 crore for a period of 2016-2020. The Hub has been set up to provide professional support to SC/ST entrepreneurs to fulfill the obligations of the Government Public Procurement Policy for Micro and Small Enterprises Order 2012, for adopting applicable business practices and to leverage the Standup India initiatives. The functions of Hub include collection, collation and dissemination of information regarding SC/ST enterprises and entrepreneurs, capacity building among existing and prospective SC/ST entrepreneurs through skill training and EDPs, vendor development involving CPSEs, NSIC, MSME-DIs and industry associations including Dalit Indian Chamber of Commerce & Industry (DICCI), promoting participation of SC/ST entrepreneurs in exhibitions and organizing special exhibitions for this purpose, facilitating SC/ST entrepreneurs participating in public procurement and monitoring the progress, etc.

NSIC has set up 12 NSSH offices at various locations for carrying out activities of the Hub for coordinating with stakeholders including industry associations, mentors, MSME DIs, DICs, CPSEs, State Governments etc. These offices are carrying out interventions under NSSH, inter alia, to handhold the SC/ST entrepreneurs in e-tendering and finance facilitation through banks/financial institutions."

Series of NSSH State Conclaves were organized in various locations of the country to focus on extending the Ministry's reach to the last mile and identifying SC/ST Entrepreneurs. In FY 2018-19, 25 Conclaves were organized with participation of more than 8985 SC/ST entrepreneurs. The purpose of these conclaves is to take cognizance of various endeavors by the Central/State Governments to boost participation of SC-ST entrepreneurs in supply chain of CPSEs and Central/State Government departments.

There are, four sub-schemes which have been introduced under National SC/ST Hub; Highlights of which are as under:

- (a) Special Single Point Registration Scheme (SPRS)**-SC/ST enterprises registered under Special Single Point Registration Scheme can be eligible for upfront 100% subsidy on the fee of NSIC for fresh registration/ renewal/ amendments/ competency certificate and also the inspection fees of the empanelled Inspection Agencies/ NSIC including Service Tax applicable. Registered SC/ST owned enterprises would also be eligible for getting benefits of issue of tender sets free of cost, exemption from payment of Earnest Money Deposit (EMD) etc. under Public Procurement Policy.
- (b) Special Marketing Assistance Scheme (SMAS)**- under SMAS, marketing support is provided to SC/ST MSMEs for enhancement of competitiveness and marketability of



their products by way of facilitating their participation in domestic and International exhibitions/Trades, Vendors development programme, awareness campaigns, etc. SC/ST entrepreneurs shall be allowed participation under SMAS for maximum of 2(two) international events and 4 (four) domestic events in a financial year.

- (c) Subsidy for Performance & Credit Rating Scheme (SPCRS)** – Under this scheme, 90% subsidy shall be provided on rating fee for all agencies for fresh rating under the scheme of NSSH, subject to the specified ceilings. For renewal of ratings for units having a rating of up to 5 will get a subsidy of 50% of the rating fee payable in the first year. This scheme has now been discontinued since the original PCRS scheme is not in operation.
- (d) Special Credit Linked Capital Subsidy Scheme**-Under this scheme, 25% capital subsidy are given to SC/ST MSEs for technology upgradation (limited to maximum of Rs. 1 crore).

During 2018-19, assistance has been provided for participation in 141 domestic exhibitions and 07 foreign exhibitions benefitting 2118 SC/ST MSMEs and 141 SC/ST MSMEs respectively. 76 Special Vendor Development Programmes and 71 awareness campaigns were also organized participating 2440 MSMEs and 3516 MSMEs, respectively. In addition, 958 units were registered/renewed under Single Point Registration Scheme. Short-term Training Programmes for capacity building of SC/ST entrepreneurs have been conducted through various Technology Centres under the O/o Development Commissioner (MSME, NTSCs RSETIs, EDII, NIMSME, CIPET etc. Training for e-tendering has also been provided by NSSHOs. More than 6672 SC/ST entrepreneurs/youths have been benefited through these training programmes.

Several new interventions have also been introduced in 2018-19 under NSSH for capacity building of SC/ST entrepreneurs:-

- a) Reimbursement of short-term course fee of top 50 NIRF rated management institutions to SC/ST entrepreneurs to build capacities of existing entrepreneurs.
- b) Distribution of Toolkits by training institutions to the successful trained SC/ST entrepreneurs.
- c) Reimbursement of testing fee charged of NABL and BIS accredited laboratories for SC/ST MSEs.
- d) Reimbursement of bank charges for performance bank guarantee obtained by SC/ST MSEs for participation in Government Tenders.
- e) Reimbursement of bank loan processing fee.
- f) Reimbursement of membership fee charged by various Export Promotion Councils (EPCs) for SC/ST MSEs.

1.4.15.1 A statement indicating the allocation of fund and expenditure made thereunder in respect of the above schemes is given below:

(Rs. crore)

S. No.	Schemes	2017-18			2018-19		
		BE	RE	Actual	BE	RE	Actual
1	Performance & Credit Rating Scheme	10	5	0	5	8.45	8.06
2	Marketing Assistance Scheme	15	11	10.16	15	8	3.31
3	National SC/ST Hub	60	60	59.18	93.96	78.3	77.78

### 1.4.16 Udyam Sangam 2018-19

Shri Ram Nath Kovind, Hon'ble President of India, inaugurated the Udyam Sangam-2018, organized by M/o MSME on the occasion of 2<sup>nd</sup> UN MSME Day at Vigyan Bhawan on June 27, 2018. Hon'ble President launched Mission Solar Charkha which will cover 50 clusters and every cluster will employ 400 to 2000 artisans. He also launched "MSME Sampark" web-portal which is being promoted as a digital



platform for recruiters and job seekers, wherein, job seekers (passed out trainees/ students of 18 MSME Tehnology Centres) and recruiters (various reputed National and Multinational companies) would register themselves for getting connected to explore mutually beneficial opportunities. At Udyam Sangam, nearly three thousands delegates participated from various Ministries/Departments of Central Governments, State Governments and Union Territories, Autonomous Bodies, MSME Associations, Non- Banking Capitalists, Entrepreneurs and Self-Help Groups. Various sessions were conducted deliberating upon, inter alia, MSME Credit, entrepreneurship of Aspirational Groups and Regions, Agri-business enterprises, service sector, knowledge and manufacturing Sectors, communications and media, women entrepreneurs, developments and strengthening of access to market, health Care and Ayush enterprises.

### 1.4.17 Swachhta Pakhwada by Ministry of MSME

1.4.17.1 Ministry of MSME celebrated the Swachhta Pakhwada during 16<sup>th</sup> to 30<sup>th</sup> June, 2018.

**1.4.17.2** During the Swachhta Pakhwada, Ministry and its subordinate organizations namely, KVIC, NSIC, Coir Board, NIMSME, MGIRI, and MSME-DIs had undertaken a variety of activities like adoption of Toilets in Government schools for maintenance, rain-water harvesting, construction of garbage pits for its conversion to manure, etc. KVIC adopted Jagatpura village in Delhi for one year to make it a Model Swachh Village. Coir Board has adopted Vathuruthy slum, Kochi for maintenance of cleanliness and also renovated public toilets in the slums. Cleanliness drives were undertaken across the country in villages, slums, market places, river-sides, Railway stations, public Toilets and residential colonies. In addition, Awareness Campaigns and Seminars on new and innovative technologies on cleanliness were organized. School children were also involved in activities like Tree plantation, painting completion, Essays and Slogan writing competition etc.



Hon'ble Minister of State (I/C) for MSME felicitating the Swachhta Award to the recipient at Pravasi Bhartiya Kendra, New Delhi on 4<sup>th</sup> July 2018. Also seen are Dr. Arun Kumar Panda, Secretary, MSME and Shri Ram Mohan Mishra, AS&DC.

**1.4.18 Hon'ble Prime Minister made 12 key announcements** in the support and outreach programme for MSMEs on 2<sup>nd</sup> November, 2018 for strengthening MSME sector. These 12 key announcements are aimed to address various challenges faced by MSMEs such as access

to credit, market access, technology upgradation, ease of doing business, social security for employees of MSMEs etc. The 12 key announcements are:

- I. Launch of 59 minute loan portal to enable easy access to credit for MSMEs. In-principle approval of loans upto Rs. 1 crore through the portal linked with GST portal.
- II. 2% interest subvention for all GST registered MSMEs, on fresh or incremental loans, and an increase in interest rebate from 3% to 5% for exporters who receive loans in the pre-shipment and post-shipment period.
- III. Companies with turnover more than Rs. 500 crore to be compulsorily brought on the Trade Receivables e-Discounting System (TReDS) to enable entrepreneurs to access credit, based on upcoming receivables.
- IV. Central Public Sector Undertaking (CPSUs) units to make mandatory procurement of 25% instead of 20% from MSEs.
- V. CPSUs to make mandatory procurement of 3% from Women Entrepreneurs out of 25% mandatory procurement.
- VI. CPSUs to compulsorily be part of Public Procurement Portal Government e-Marketplace (GeM). CPSUs to get their vendors registered on GeM portal.
- VII. 20 Hubs and 100 Spokes in the form of Tool Rooms for Technological Upgradation to be established across the country with a fund allotment of Rs. 6000 crore.
- VIII. Clusters for Pharma MSMEs to be formed with a support of 70% financial assistance from Govt. of India.
- IX. Only one annual return to be filed for 8 Labour laws and 10 Union regulations to simplify Government procedures.
- X. Computerized random allotment for visits to firms by Inspectors to simplify Government procedures.
- XI. Environment Clearance and Consent to establish unit, under air pollution and water pollution laws, to be merged into a single consent. Return to be accepted on the basis of Self-Certification.
- XII. Ordinance has been promulgated to enable entrepreneurs to correct the minor violations under the Companies Act through simple procedures rather than to approach Courts.

#### **1.4.18.1 The Status of 12 Key announcements which pertains to Ministry of MSME (as on 31.3.2019)**

- i. The Public Procurement Policy for MSEs Order, 2012 has been amended vide Gazette notification No. S.O. 5670(E) dated 9th November, 2018. Amended policy mandates

25% annual procurement from MSEs by Central Ministries/Departments/Public Sector Enterprises (CPSEs), which also include 3% procurement from MSEs owned by Women entrepreneurs.

- Since beginning of Financial Year upto 2<sup>nd</sup> November, 2018 - Rs. 14108.65 crore procured from 42458 MSEs. After 2<sup>nd</sup> Nov. 2018 to 31.3.2019- Rs. 19155.47 crore procured from 48713 MSEs. The procurement from MSEs amounts to 30.03 % of the total procurement of CPSEs.



Hon'ble Prime Minister of India, Shri Narendra Modi launched MSME 'Support and Outreach Program' along with Minister of MSME (I/C), Shri Giriraj Singh, Minister of Finance, Shri Arun Jaitley and other dignitaries.

- Upto 2<sup>nd</sup> Nov. 2018- Total Procurement was Rs. 10.15 crore from 187 Women owned MSEs. After 2<sup>nd</sup> Nov. 2018 to 31.3.2019- Total Procurement stands at Rs. 123.41 Crore from 792 Women owned MSEs. The procurement from Women Entrepreneurs amount to 0.64% of the total procurement from MSEs.
- ii. Vide Gazette notification S.O. 5621(E) dated 02.11.2018, it was instructed that all Companies with a turnover of more than Rs. 500 crore and all CPSEs shall be required to get onboarded on the Trade Receivables Discounting System Platform (TReDs). As on 31.3.2019, **Total 62 CPSEs and 849 MSMEs of CPSEs have been on boarded on the TReDS Platform.**
  - iii. Vide Gazette notification S.O. 5622(E) dated 02.11.2018, it was directed that all companies who get supplies of goods or services from MSEs and whose payments to MSE suppliers exceed 45 days from the date of acceptance of goods or services shall submit a half yearly return to the Ministry of Corporate Affairs.

### 1.4.19 The initiatives taken by Social Enterprise Development is given below:

The “**Social Enterprise Conclave 2018**” was held on 14<sup>th</sup> December 2018 at Dr. Ambedkar International Centre, 15, Janpath, New Delhi. The Hon’ble Minister of State (Independent Charge) of Micro, Small and Medium Enterprises inaugurated the event. Around 600 entrepreneurs and social enterprises attended various sessions of this conclave taken by the experts in their fields pertaining to :

- (i) Social enterprises with sectoral focus,
- (ii) Key Social Enterprises to speak about their journey and experience,
- (iii) How Social Enterprises can raise funding? What are new developments and what is unfolding in the near future? and
- (iv) Models and Mechanisms for capturing Data for MSMEs and Social Enterprises.



Hon’ble Minister of MSME (I/C), Shri Giriraj Singh along with AS&DC, MSME, Shri Ram Mohan Mishra attending Social Conclave Enterprise-2018 held on 14<sup>th</sup> Dec. 2018 at Dr. Ambedkar International Centre, New Delhi.

### 1.4.20 Identification of Projects in Aspirational Districts:

Senior officers of the Ministry of MSME visited 113 Aspirational Districts. The reports of 111 Aspirational Districts have been prepared and uploaded on the website. Proposal/Projects have been identified under different schemes of the Ministry of MSME for promoting MSMEs in Aspirational Districts given below:

The concerned Scheme Divisions of the Ministry of MSME have taken up the proposals so

identified in the various Aspirational Districts and these projects are under scrutiny for their proper implementation as per the scheme guidelines.

<b>Total No. of Proposals / Projects Identified In Respect of Ministry of Msme Schemes</b>		
<b>S. No.</b>	<b>Name of the Scheme</b>	<b>No. of Proposals/Projects</b>
1	Prime Minister Employment Generation Programme (PMEGP)	178
2	Micro & Small Enterprises Cluster Development (MSE-CDP)	81
3	EDP/MDP schemes	46
4	Entrepreneurial and Managerial Development of SMEs through Incubators	13
5	MSME Market Development Assistance (MDA)	12
6	Marketing Assistance & Technology Upgradation (MATU)	10
7	Revamped Scheme of Fund for Regeneration Of Traditional Industries (SFURTI)	10
8	Credit Guarantee Trust Fund for Micro & Small Enterprises (CGTMSE)	7
9	Credit Linked Capital Subsidy for Technology Upgradation	6
10	Financial Support to MSMEs in ZED Certification Scheme	4
11	Technology and Quality Upgradation Support to MSMEs	4
12	Lean Manufacturing Competitiveness for MSMEs	3
13	Design Clinic for Design Expertise to MSMEs	1
14	Assistance to Training Institutions (ATI)	1
15	A Scheme for Promoting Innovation, Rural Industry & Entrepreneurship (ASPIRE)	1
16	Skill Upgradation & Mahila Coir Yojana (MCY)	2
17	Market Promotion & Development Scheme (MPDA)	1
18	Performance and Credit Rating Scheme	1
19	Marketing Support/Assistance to MSMEs(Bar Code)	1
20	Others	52
	<b>Total</b>	<b>434</b>

# Overview of Performance of the MSME Sector

## 2.1 Role of MSMEs in Indian Economy

**2.1.1** The Micro, Small & Medium Enterprises (MSMEs) have been contributing significantly to the expansion of entrepreneurial endeavours through business innovations. The MSMEs are widening their domain across sectors of the economy, producing diverse range of products and services to meet demands of domestic as well as global markets. As per the data available with Central Statistics Office (CSO), Ministry of Statistics & Programme Implementation, the contribution of MSME Sector in country's Gross Value Added (GVA)<sup>1</sup> and Gross Domestic Product (GDP)<sup>2</sup>, at current prices for the last five years is as below:

**Table 2.1: Contribution of MSMEs in Country's Economy at Current Price**

<b>(Figures in Rs. Crores adjusted for FISIM<sup>3</sup> at current prices)</b>						
<b>Year</b>	<b>MSME GVA</b>	<b>Growth (%)</b>	<b>Total GVA</b>	<b>Share of MSME in GVA (%)</b>	<b>Total GDP</b>	<b>Share of MSME in GDP (in %)</b>
2011-12	2622574	-	8106946	32.35	8736329	30.00
2012-13	3020528	15.17	9202692	32.82	9944013	30.40
2013-14	3389922	12.23	10363153	32.71	11233522	30.20
2014-15	3704956	9.29	11504279	32.21	12467959	29.70
2015-16	4025595	8.65	12566646	32.03	13764037	29.20
2016-17	4405753	9.44	13841591	31.83	15253714	28.90

Source: Central Statistics Office (CSO), Ministry of Statistics & Programme Implementation

<sup>1</sup> **Gross Value Added (GVA):** It may be noted that estimates of GVA had been prepared at factor cost in the earlier series (base year 2004-05), while these are being prepared at basic prices in the new series (2011-12). GVA estimated by production approach: (GVA = Output - Material Inputs) and GVA estimated by income approach: (GVA = Compensation of Employees + Operating Surplus + CFC)

<sup>2</sup> **Gross Domestic Product (GDP):** GDP is derived by adding taxes on products, net of subsidies on products, to GVA at basic prices.

<sup>3</sup> **FISIM:** In the previous base, the FISIM component of the output of financial intermediaries was based on the difference between total property receipts (dividend+ interest+ net profit on sale of investments) and total interest payments by the banking sector. In the present base, the FISIM has been computed only on loans and deposits, using the Reference Rate (RR) approach, as recommended in the SNA 2008. In short, it is (LR-RR)\* average stock of loans + (RR-DR) \* average stock of deposits. The RR = harmonic mean of lending rate and deposit rate for the banking sector. Moreover, FISIM, under the present method, does not include interest receipts on investments and debt securities, interest paid on borrowings and debt securities and net profit on sale of investments (POSI). These components have been considered as property income, which come directly under the gross savings of the financial corporations. Exclusion of receipts like POSI from the FISIM computation has also reduced the GVA of the banking sector.



## 2.2 Key Results of NSS 73<sup>rd</sup> Round Survey (2015-16) on Micro, Small and Medium Enterprises

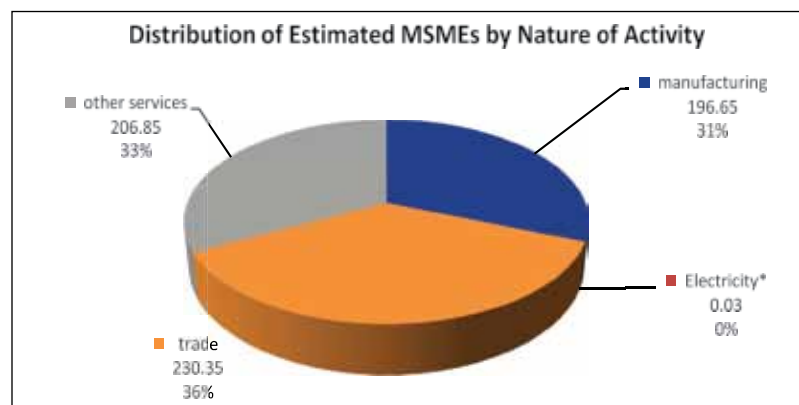
### 2.2.1 Estimated Number of MSMEs in the Country:

**2.2.1.1** The MSMEs in India are playing a crucial role by providing large employment opportunities at comparatively lower capital cost than large industries as well as through industrialization of rural & backward areas, inter alia, reducing regional imbalances, assuring more equitable distribution of national income and wealth. As per the National Sample Survey (NSS) 73<sup>rd</sup> round, conducted by National Sample Survey Office, Ministry of Statistics & Programme Implementation during the period 2015-16, there were 633.88 lakh unincorporated non-agriculture MSMEs in the country engaged in different economic activities (196.65 lakh in Manufacturing, 0.03 lakh in Non-captive Electricity Generation and Transmission<sup>4</sup>, 230.35 lakh in Trade and 206.85 lakh in Other Services) excluding those MSMEs registered under (a) Sections 2m (i) and 2m (ii) of the Factories Act, 1948, (b) Companies Act, 1956 and (c) construction activities falling under Section F of National Industrial Classification (NIC) 2008. Table 2.2 and Figure 2-1 shows the distribution of MSMEs activity wise.

**Table 2.2: Estimated Number of MSMEs (Activity Wise)**

Activity Category	Estimated Number of Enterprises (in lakh)			Share (%)
	Rural	Urban	Total	
(1)	(2)	(3)	(4)	(5)
Manufacturing	114.14	82.50	196.65	31
Trade	108.71	121.64	230.35	36
Other Services	102.00	104.85	206.85	33
Electricity*	0.03	0.01	0.03	0
<b>All</b>	<b>324.88</b>	<b>309.00</b>	<b>633.88</b>	<b>100</b>

\*Non-captive electricity generation and transmission

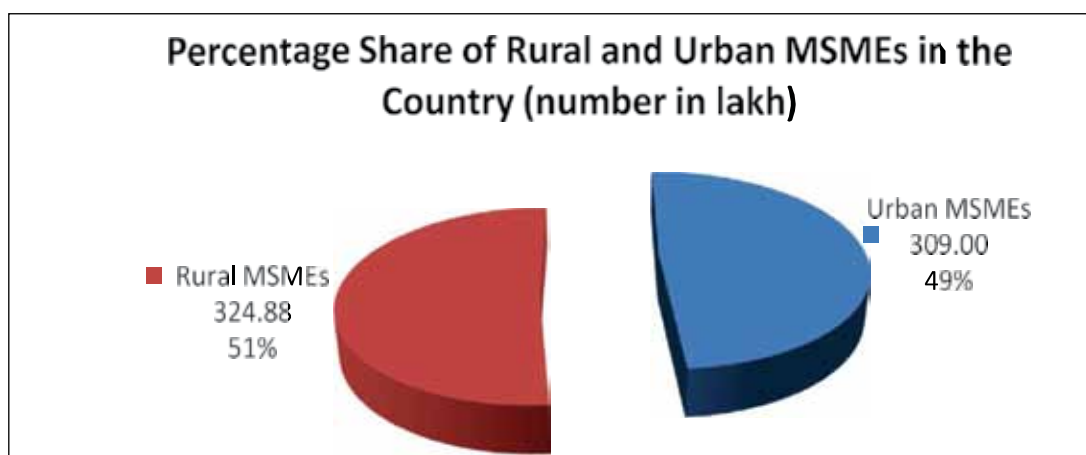


\*Non-captive electricity generation and transmission

**Figure 2-1 Distribution of Estimated MSMEs (Nature of Activity Wise)**

<sup>4</sup> Non captive electric power generation, transmission and distribution by units not registered with the Central Electricity Authority (CEA)

It is seen that 31% MSMEs were found to be engaged in Manufacturing activities, while 36% were in Trade and 33% in Other Services. Again out of 633.88 estimated number of MSMEs, 324.88 lakh MSMEs (51.25%) were in rural area and 309 lakh MSMEs (48.75%) were in the urban areas as is evident from Figure 2-2.



**Figure 2-2: Percentage share of rural and urban MSMEs in the country**

**2.2.1.2** The Micro sector with 630.52 lakh estimated enterprises accounts for more than 99% of total estimated number of MSMEs. Small sector with 3.31 lakh and Medium sector with 0.05 lakh estimated MSMEs accounts for 0.52 % and 0.01 % of total estimated MSMEs, respectively. Out of 633.88 estimated number of MSMEs, 324.88 lakh MSMEs (51.25%) are in rural area and 309 lakh MSMEs (48.75%) are in the urban areas. **Table 2.3 and figure 2.2** shows the distribution of enterprises in rural and urban Areas. State-wise estimated number of MSMEs is also enclosed as Table-1.

**Table 2.3: Distribution of Enterprises Category Wise**

(Numbers in lakh)

Sector	Micro	Small	Medium	Total	Share (%)
Rural	324.09	0.78	0.01	324.88	51
Urban	306.43	2.53	0.04	309.00	49
<b>All</b>	<b>630.52</b>	<b>3.31</b>	<b>0.05</b>	<b>633.88</b>	<b>100</b>

## 2.2.2 Type of Ownership of Enterprises

### 2.2.2.1 Male/ Female Ownership

Out of 633.88 lakh MSMEs, 608.41 lakh (95.98%) MSMEs were proprietary enterprises. There has been overwhelming predominance of male owners in proprietary MSMEs. Thus, for proprietary MSMEs as a whole, male owned 79.63% of enterprises as compared to 20.37% owned by female. There was no significant deviation in this pattern in urban

and rural areas, although the dominance of male owned enterprises was slightly more pronounced in urban areas as compared to rural areas (81.58% as compared to 77.76%).

**Table 2.4: Percentage Distribution of Enterprises in rural and urban areas.**

**(Male/ Female ownership category wise)**

Sector	Male	Female	All
Rural	77.76	22.24	100
Urban	81.58	18.42	100
<b>All</b>	<b>79.63</b>	<b>20.37</b>	<b>100</b>

**Table 2.5: Percentage distribution of Enterprises by Male/Female Owners**

Category	Male	Female	All
Micro	79.56	20.44	100
Small	94.74	5.26	100
Medium	97.33	2.67	100
<b>All</b>	<b>79.63</b>	<b>20.37</b>	<b>100</b>

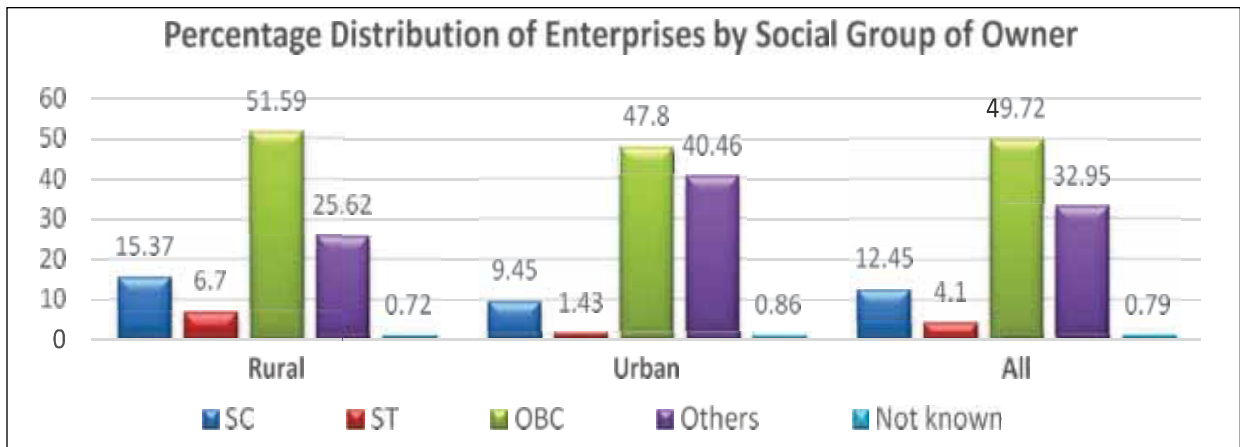
Further male dominance in ownership has been more pronounced for Small and Medium enterprises with 95% or more enterprises being owned by them, as compared to Micro enterprises where 80% were owned by males.

### 2.2.3 Ownership of Enterprises Social Category Wise

**2.2.3.1** The socially backward groups owned almost 66.27% of MSMEs, though bulk of that can be attributed to OBCs owning in 49.72%. The representation of SC and ST owners in MSME sector was low at 12.45% and 4.10% respectively. In rural areas, almost 73.67% of MSMEs were owned by socially backward groups, of which 51.59% belonged to the OBCs. In urban areas, almost 58.68% belonged to the socially backward groups, of which 47.80% belonged to the OBCs.

**Table 2.6: Percentage Distribution of enterprises by social group of owners**

Sector	SC	ST	OBC	Others	Not known	All
Rural	15.37	6.70	51.59	25.62	0.72	100.00
Urban	9.45	1.43	47.80	40.46	0.86	100.00
<b>All</b>	<b>12.45</b>	<b>4.10</b>	<b>49.72</b>	<b>32.95</b>	<b>0.79</b>	<b>100.00</b>

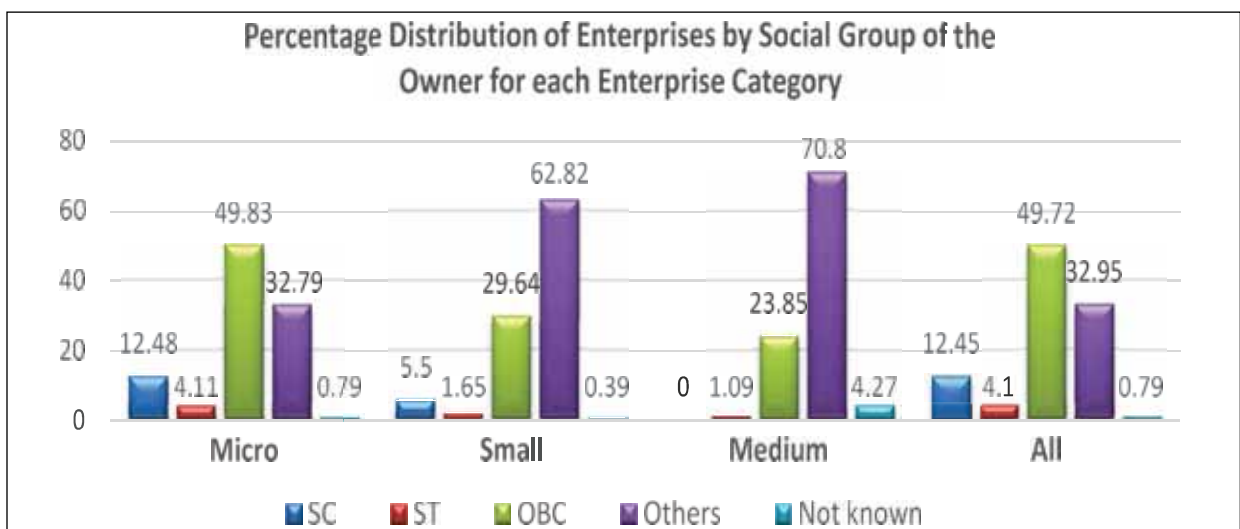


**Figure 2-3: Percentage Distribution of Enterprises Social group-wise in Rural/ Urban Areas**

**2.2.3.2** The analysis of enterprises owned by socially backward groups in each of the three segments of MSME sector reveals that the Micro sector had 66.42% of enterprises owned by socially backward group, whereas Small and Medium sectors had 36.80% and 24.94% of enterprises owned by socially backward groups respectively.

**Table 2.7: Percentage Distribution of Enterprises Social Category Wise**

Sector	SC	ST	OBC	Others	Not known	All
Micro	12.48	4.11	49.83	32.79	0.79	100
Small	5.50	1.65	29.64	62.82	0.39	100
Medium	0.00	1.09	23.85	70.80	4.27	100
<b>All</b>	<b>12.45</b>	<b>4.10</b>	<b>49.72</b>	<b>32.95</b>	<b>0.79</b>	<b>100</b>



**Figure 2-4: Percentage Distribution of Enterprises by Social Group of the Owner and Category of Enterprise**

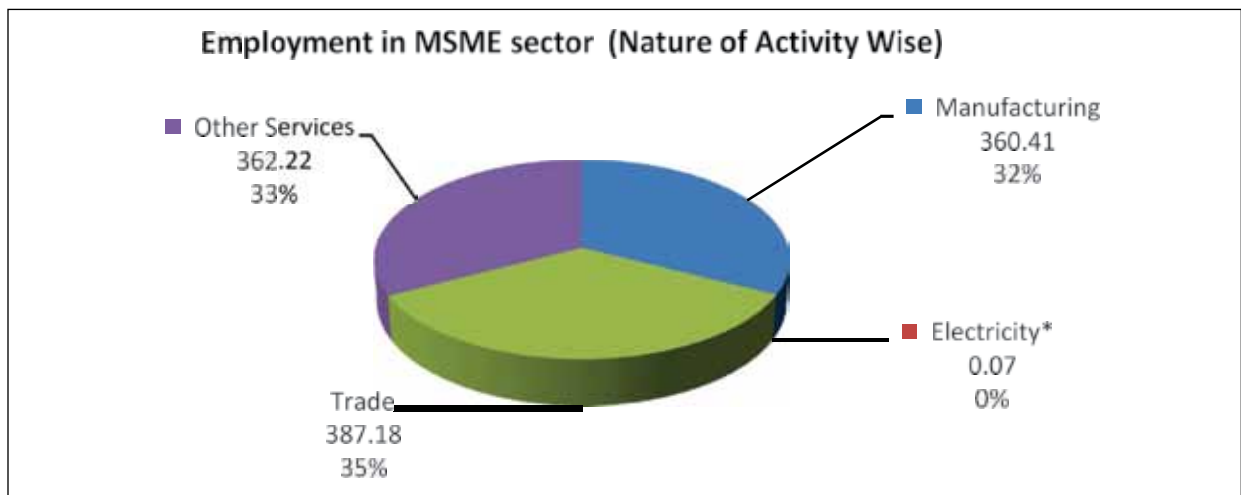
## 2.2.4.1 Employment

2.2.4.1.1 As per the National Sample Survey (NSS) 73<sup>rd</sup> round conducted during the period 2015-16, MSME sector has been creating 11.10 crore jobs (360.41 lakh in Manufacturing, 387.18 lakh in Trade and 362.22 lakh in Other Services and 0.07 lakh in Non-captive Electricity Generation and Transmission) in the rural and the urban areas across the country. Table 2.8 and Figure 2-5 shows the distribution of MSMEs activity wise.

**Table 2.8: Estimated Employment in MSME Sector (Broad Activity Category Wise)**

Broad Activity Category	Employment (in lakh)			Share (%)
	Rural	Urban	Total	
Manufacturing	186.56	173.86	360.41	32
Trade	160.64	226.54	387.18	35
Other Services	150.53	211.69	362.22	33
Electricity*	0.06	0.02	0.07	0
<b>All</b>	<b>497.78</b>	<b>612.10</b>	<b>1109.89</b>	<b>100</b>

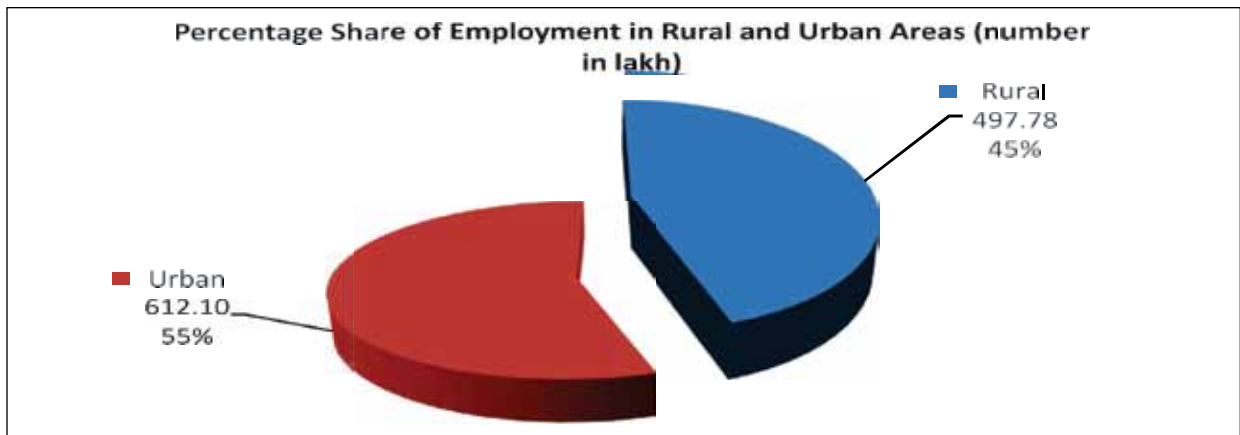
\*Non-captive electricity generation and transmission



\*Non-captive electricity generation and transmission

**Figure 2-5: Distribution of Employment in the MSME Sector Broad Activity Category wise**

Micro sector with 630.52 lakh estimated enterprises provides employment to 1076.19 lakh persons, which accounts for around 97% of total employment in the sector. Small sector with 3.31 lakh and Medium sector with 0.05 lakh estimated MSMEs provides employment to 31.95 lakh (2.88%) and 1.75 lakh (0.16%) persons of total employment in MSME sector, respectively. Figure 2-6 shows the sectoral distribution of employment in MSMEs. State-wise distribution of employment is given in Tabel 2.



**Figure 2-6: Percentage Share of Rural and Urban MSMEs in the Country**

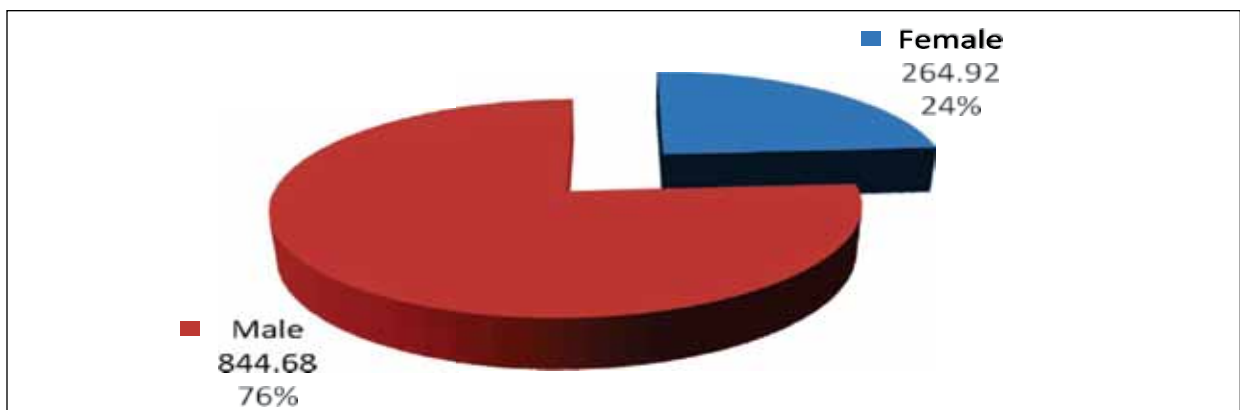
**Table 2.9: Distribution of Employment in Rural and Urban Areas (Number in lakh)**

Sector	Micro	Small	Medium	Total	Share (%)
Rural	489.30	7.88	0.60	497.78	45
Urban	586.88	24.06	1.16	612.10	55
<b>All</b>	<b>1076.19</b>	<b>31.95</b>	<b>1.75</b>	<b>1109.89</b>	<b>100</b>

**2.2.4.2** Out of 1109.89 lakh employees in MSME sector, 844.68 (76%) are male employees and remaining 264.92 lakh (24%) are females. The Table 2.10 and Figure 2-7 shows the Sectoral distribution of workers in Male and Female category.

**Table 2.10: Sectoral distribution of workers in Male and Female Category (in Lakh)**

Sector	Female	Male	Total	Share (%)
Rural	137.50	360.15	497.78	45
Urban	127.42	484.54	612.10	55
<b>Total</b>	<b>264.92</b>	<b>844.68</b>	<b>1109.89</b>	<b>100</b>



**Figure 2-7: Distribution of workers in Male and Female Category**



## 2.2.5 State-wise Distribution of estimated MSMEs

2.2.5.1 State of Uttar Pradesh had the largest number of estimated MSMEs with a share of 14.20 % of MSMEs in the country. West Bengal comes as close second with a share of 14% again. The top 10 States together accounted for a share of 74.05 % of the total estimated number of MSMEs in the country. Figure 2-8 and Table 2.11 show the distribution of estimated enterprises in top ten States.

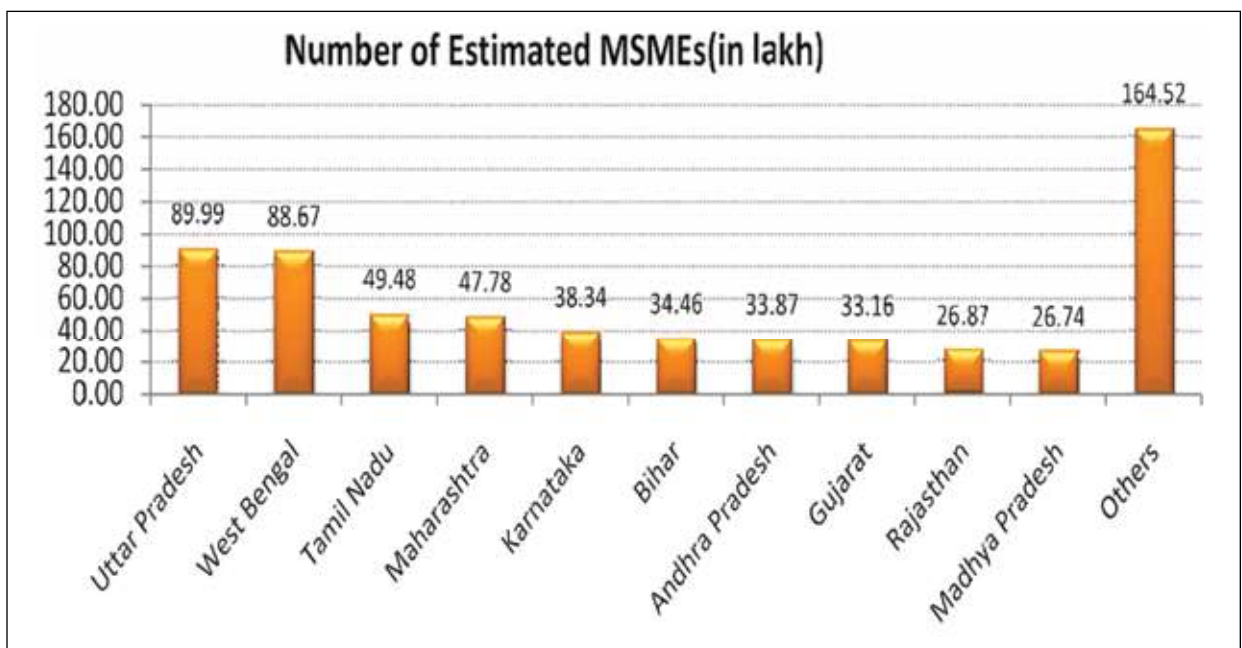


Figure 2-8: Distribution of MSMEs in Top Ten States

**Table 2.11: State-wise Distribution of enterprises**

Sl. No.	State/UT	Estimated Number of MSMEs	
		Number (in lakh)	Share (in %)
1	Uttar Pradesh	89.99	14
2	West Bengal	88.67	14
3	Tamil Nadu	49.48	8
4	Maharashtra	47.78	8
5	Karnataka	38.34	6
6	Bihar	34.46	5
7	Andhra Pradesh	33.87	5
8	Gujarat	33.16	5
9	Rajasthan	26.87	4
10	Madhya Pradesh	26.74	4
11	<b>Total of above ten States</b>	<b>469.36</b>	<b>74</b>
12	<b>Other State/UTs</b>	<b>164.52</b>	<b>26</b>
13	<b>All</b>	<b>633.88</b>	<b>100</b>

### 2.3 Comparative Analysis between Fourth All India MSME Census (2006-07) and NSS 73<sup>rd</sup> Round (2015-16)

Comprehensive information on the MSME Sector can be obtained from both Fourth all India MSME Census was held in 2006-07 and the NSS 73<sup>rd</sup> Round (2015-16). Being held almost 10 years' time gap, a comparison of the two sets of results can capture the growth of the basic parameters of the MSME Sector over a decade.

**Table 2.12: Growth of MSMEs****(Figures in lakh)**

Parameter	NSS 73 <sup>rd</sup> Round#, 2015-16	Fourth All India Census of MSMEs, 2006-07	Annual Compound Growth Rate (%)
No. of MSMEs (Total)	633.88	361.76	6.43
Manufacturing	196.65	115.00	6.14
Services	437.23	246.76	6.56
Employment (Total)	1109.89	805.24	3.63
Manufacturing	360.42	320.03	1.33
Services	749.47	485.21	4.95

\* Service includes Trade, Electricity & Other Services.



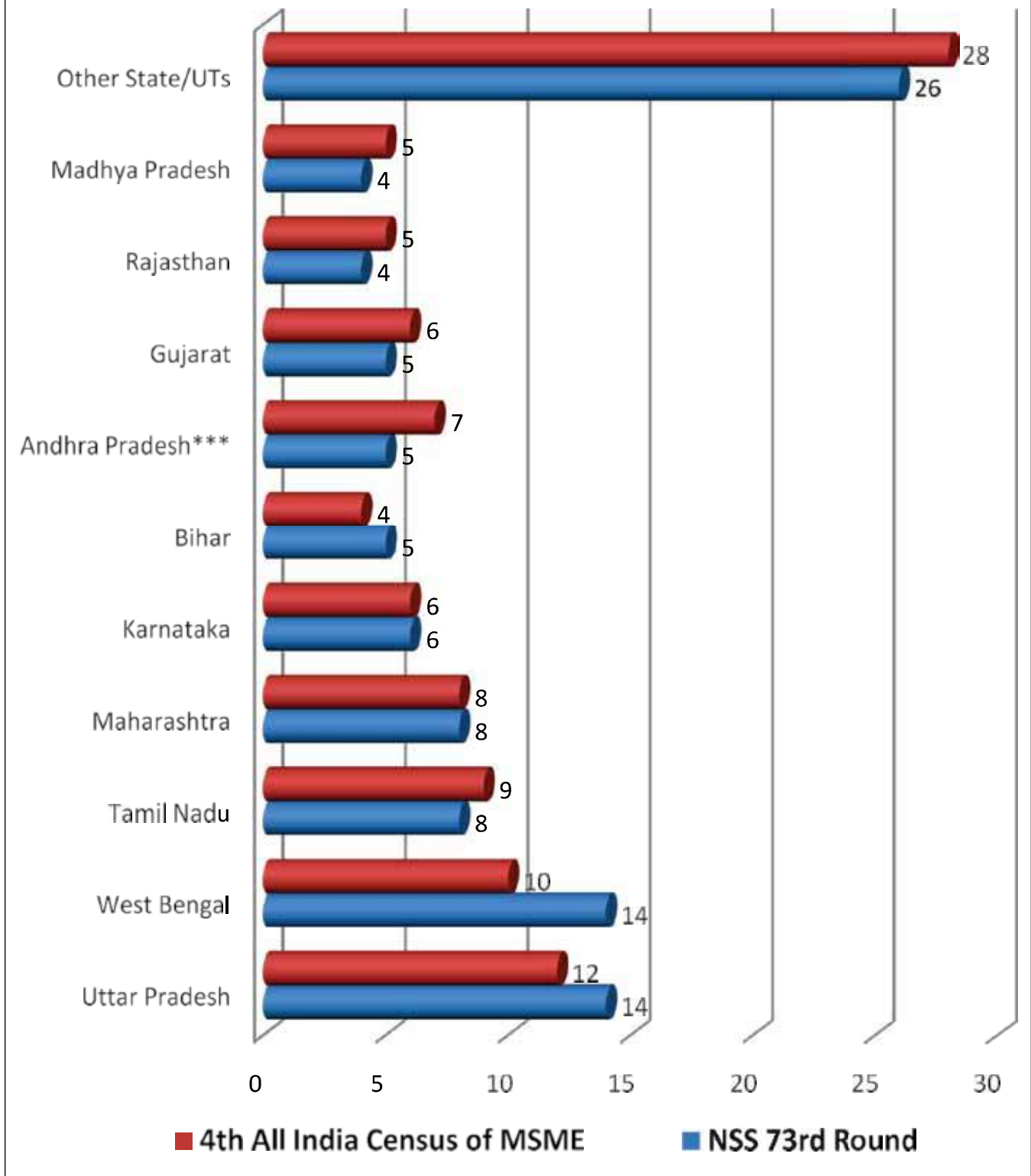
**2.3.1 Table 2.13 below shows the comparative distribution of MSMEs in the top 10 States.**

**Table 2.13: Comparative distribution of top ten states between NSS 73<sup>rd</sup> round and All India Census of MSME**

Sl. No.	State/UT	NSS 73 <sup>rd</sup> round (2015-16)		Fourth All India Census of MSME (2006-07)	
		Number (in lakh)	Share (%)	Number (in lakh)	Share (%)
1	Uttar Pradesh	89.99	14	44.03	12
2	West Bengal	88.67	14	34.64	10
3	Tamil Nadu	49.48	8	33.13	9
4	Maharashtra	47.78	8	30.63	8
5	Karnataka	38.34	6	20.19	6
6	Bihar	34.46	5	14.70	4
7	Andhra Pradesh**	33.87	5	25.96	7
8	Gujarat	33.16	5	21.78	6
9	Rajasthan	26.87	4	16.64	5
10	Madhya Pradesh	26.74	4	19.33	5
11	<b>Total of top ten States</b>	<b>469.4</b>	<b>74</b>	<b>261.04</b>	<b>72</b>
12	<b>Other State/UTs</b>	<b>164.5</b>	<b>26</b>	<b>100.72</b>	<b>28</b>
13	<b>All</b>	<b>633.9</b>	<b>100</b>	<b>361.76</b>	<b>100</b>

\*\*Including Telangana in Fourth All India Census of MSME

### Comparative percentage distribution of MSMEs in top 10 states

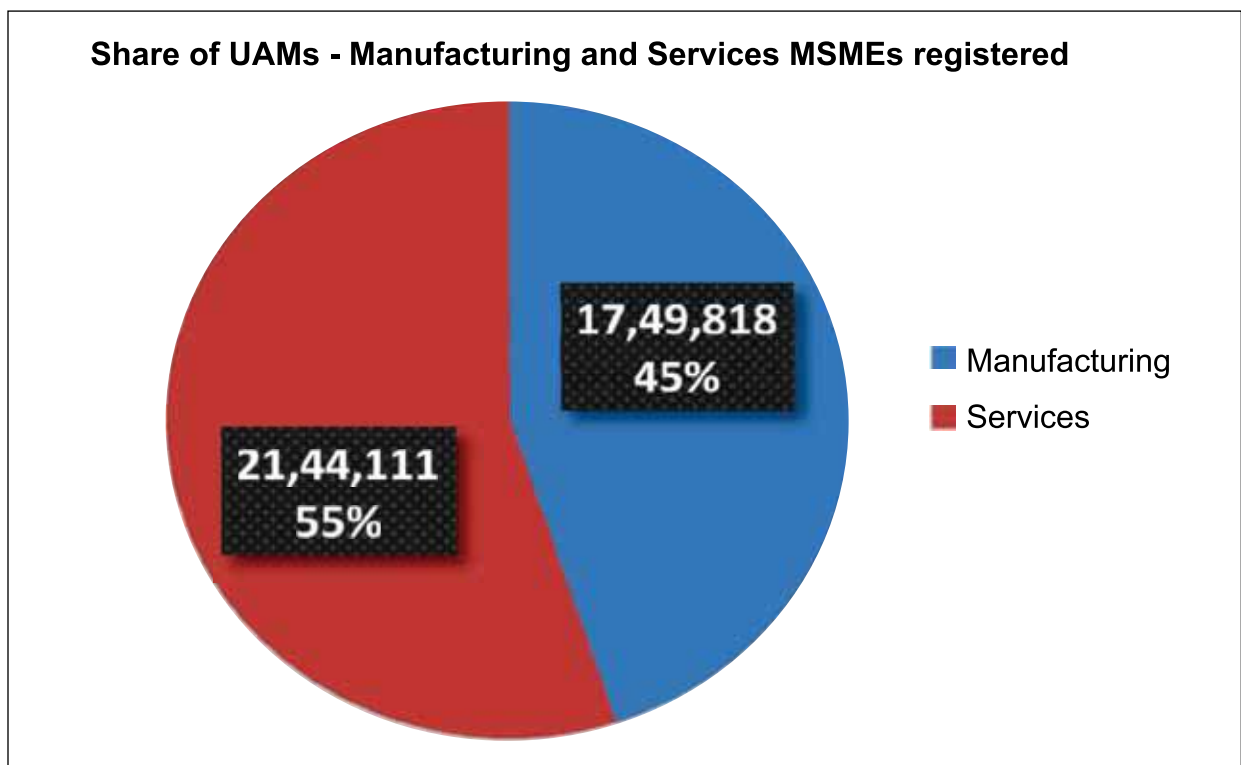


\*\*Including Telangana in Fourth All India Census of MSME

**Figure 2-9: Comparative Distribution of MSMEs across States**

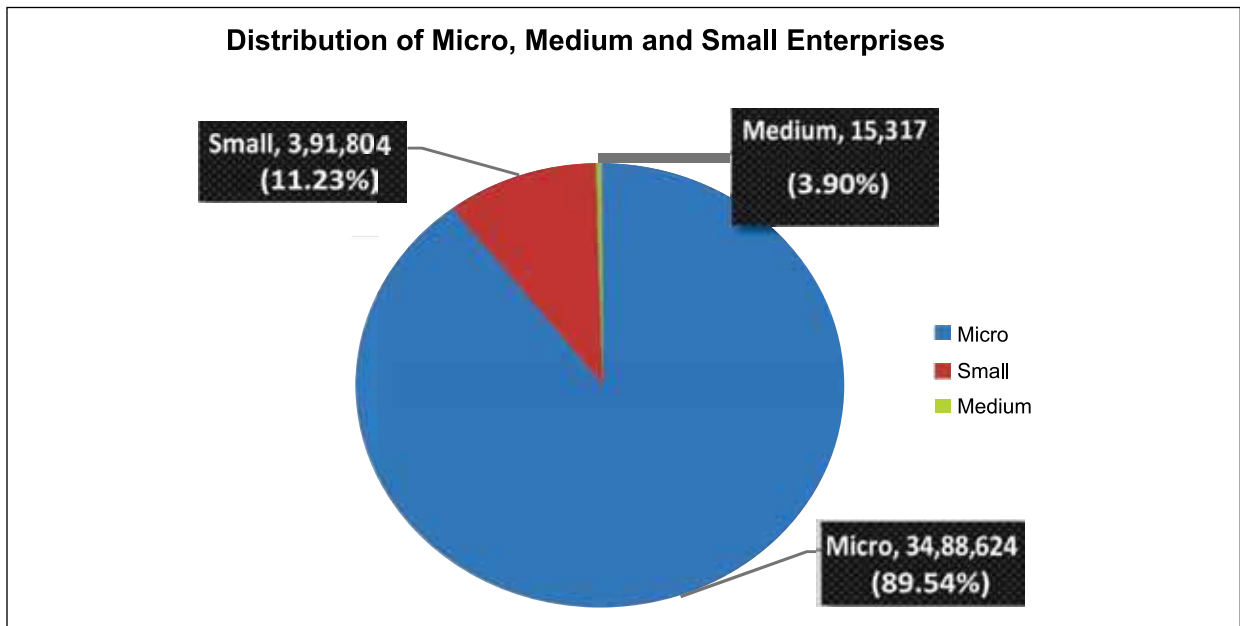
## 2.4 Registration of New MSMEs

- 2.4.1** One of the critical indicators to assess the successful development of MSME Sector in an economy is the data on opening of new MSMEs; it depicts the conducive environment for opening and growth of such units in an economy as well as show the high morale of entrepreneurs in the macroeconomics of the economy. Before the MSMED Act, 2006, there was a system of registration by small scale industrial units to the DICs. Subsequently, as per the provisions of the MSMED Act, 2006, MSMEs used to file Entrepreneurs Memorandum (Part-I) at District Industries Centres (DICs) before starting an enterprise. After commencement of production, the entrepreneur concerned used to file Entrepreneurs Memorandum (Part-II)/ [EM-II]. A total of 21,96,902 EM-II filings had taken place between 2007 and 2015. Analyses of information from EM-II filings is provided at: <http://www.dcmsme.gov.in/publications/EMII-2014-15.pdf>.
- 2.4.2** Since September, 2015, in view of promoting ease of business, an online filing system under Udyog Aadhar Memorandum (UAM) based on self-declared information has been put in place. Till end of May, 2019, 68.25 lakh MSMEs have already registered on UAM, the detailed information on which is available at: <http://udyogaadhaar.gov.in/UA/UdyogAadhar-New.aspx>.
- 2.4.3** An analysis of UAM filings also provides a break-up of manufacturing and services MSMEs. It may be noted that the services MSMEs comprise a larger proportion of UAM filings than those involved in manufacturing. The break-up is provided in Figure 2-10.



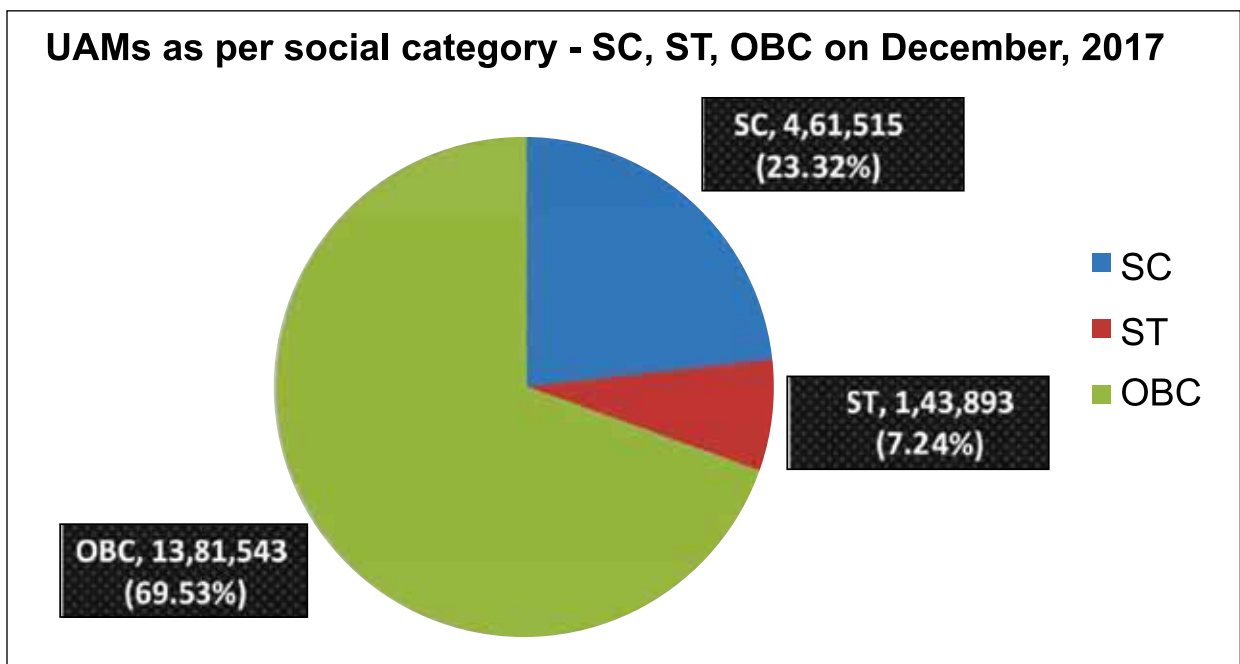
**Figure 2-10: Share of UAM filings - Manufacturing and Services**

**2.4.4** Figure 2-11 shows the distribution of Micro, Small and Medium enterprises within the total number of UAM filings. As can be seen, Micro enterprises constitute the vast majority of the enterprises (90%) who have filed UAMs since 2015, while the remaining are mostly Small Enterprises (10%) with Medium enterprises constituting less than 0.5% of the total UAMs filed.



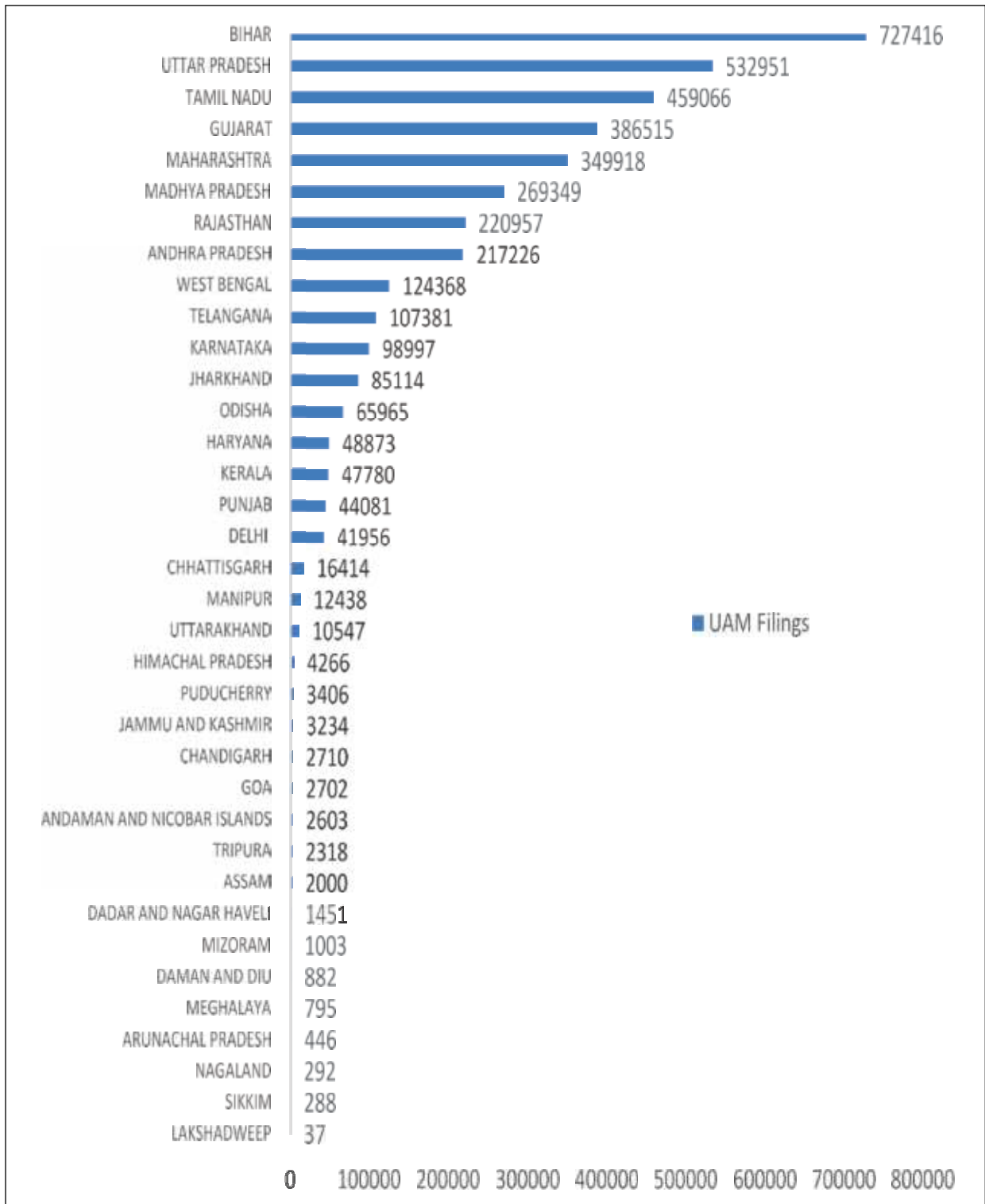
**Figure 2-11: Distribution of Micro, Small and Medium Enterprises as per UAM filings**

**2.4.5** UAMs also collect information regarding the social category of owners of enterprises. Figure 2-12 shows the distribution of SCs, STs and OBCs who have filed UAMs since 2015.



**Figure 2-12: UAMs as per social category - SC/ST/OBC**

**2.4.6** An analysis of the UAM filings shows the geographical spread of UAMs as uneven. Figure 2-13 shows the geographical distribution of UAMs across all Indian States and Union Territories. Encouraging more equitable growth within the MSME sector also remains an important challenge for the Ministry, and various steps are being taken to address the same.



**Figure 2-13 : State-wise distribution of UAM filings**

**Table 1: State-wise Distribution of Estimated Number of MSMEs (NSS 73<sup>rd</sup> Round)**

Sl. No.	State/UT	Estimated number of enterprises (Number in lakh)			
		Micro	Small	Medium	MSME
1	Andhra Pradesh	33.74	0.13	0.00	33.87
2	Arunachal Pradesh	0.22	0.00	0.00	0.23
3	Assam	12.10	0.04	0.00	12.14
4	Bihar	34.41	0.04	0.00	34.46
5	Chhattisgarh	8.45	0.03	0.00	8.48
6	Delhi	9.25	0.11	0.00	9.36
7	Goa	0.70	0.00	0.00	0.70
8	Gujarat	32.67	0.50	0.00	33.16
9	Haryana	9.53	0.17	0.00	9.70
10	Himachal Pradesh	3.86	0.06	0.00	3.92
11	Jammu & Kashmir	7.06	0.03	0.00	7.09
12	Jharkhand	15.78	0.10	0.00	15.88
13	Karnataka	38.25	0.09	0.00	38.34
14	Kerala	23.58	0.21	0.00	23.79
15	Madhya Pradesh	26.42	0.31	0.01	26.74
16	Maharashtra	47.60	0.17	0.00	47.78
17	Manipur	1.80	0.00	0.00	1.80
18	Meghalaya	1.12	0.00	0.00	1.12
19	Mizoram	0.35	0.00	0.00	0.35
20	Nagaland	0.91	0.00	0.00	0.91
21	Odisha	19.80	0.04	0.00	19.84
22	Punjab	14.56	0.09	0.00	14.65
23	Rajasthan	26.66	0.20	0.01	26.87
24	Sikkim	0.26	0.00	0.00	0.26
25	Tamil Nadu	49.27	0.21	0.00	49.48
26	Telangana	25.94	0.10	0.01	26.05
27	Tripura	2.10	0.01	0.00	2.11
28	Uttar Pradesh	89.64	0.36	0.00	89.99
29	Uttarakhand	4.14	0.02	0.00	4.17
30	West Bengal	88.41	0.26	0.01	88.67
31	A & N Islands	0.19	0.00	0.00	0.19
32	Chandigarh	0.56	0.00	0.00	0.56
33	Dadra & Nagar Haveli	0.15	0.01	0.00	0.16
34	Daman & Diu	0.08	0.00	0.00	0.08
35	Lakshadweep	0.02	0.00	0.00	0.02
36	Puducherry	0.96	0.00	0.00	0.96
	<b>ALL</b>	<b>630.52</b>	<b>3.31</b>	<b>0.05</b>	<b>633.88</b>

**Table 2: State-wise Estimated Number of Employees (NSS 73<sup>rd</sup> Round)**

Sl. No.	State/UT	Employment (Number in lakh)		
		Female	Male	Total
1	Andhra Pradesh	21.01	34.98	55.99
2	Arunachal Pradesh	0.11	0.29	0.41
3	Assam	1.78	16.37	18.15
4	Bihar	4.79	48.26	53.07
5	Chhattisgarh	4.07	12.79	16.86
6	Delhi	2.41	20.59	23.00
7	Goa	0.41	1.20	1.60
8	Gujarat	13.71	47.44	61.16
9	Haryana	2.78	16.27	19.06
10	Himachal Pradesh	1.13	5.29	6.43
11	Jammu & Kashmir	1.50	9.37	10.88
12	Jharkhand	5.57	19.34	24.91
13	Karnataka	19.73	51.11	70.84
14	Kerala	13.77	30.86	44.64
15	Madhya Pradesh	10.13	38.61	48.80
16	Maharashtra	17.97	72.77	90.77
17	Manipur	1.40	1.52	2.92
18	Meghalaya	0.72	1.19	1.91
19	Mizoram	0.28	0.34	0.62
20	Nagaland	0.59	1.18	1.77
21	Odisha	8.37	24.87	33.26
22	Punjab	4.24	20.55	24.80
23	Rajasthan	8.01	38.31	46.33
24	Sikkim	0.14	0.31	0.45
25	Tamil Nadu	32.27	64.45	96.73
26	Telangana	15.24	24.91	40.16
27	Tripura	0.44	2.51	2.95
28	Uttar Pradesh	27.27	137.92	165.26
29	Uttarakhand	0.69	5.91	6.60
30	West Bengal	43.51	91.95	135.52
31	A & N Islands	0.10	0.29	0.39
32	Chandigarh	0.12	1.17	1.29
33	Dadra & Nagar Haveli	0.07	0.29	0.36
34	Daman & Diu	0.02	0.12	0.14
35	Lakshadweep	0.01	0.02	0.03
36	Puducherry	0.57	1.27	1.84
	<b>ALL</b>	<b>264.92</b>	<b>844.68</b>	<b>1109.8</b>

## Statutory bodies and other Attached Offices under the Ministry of Micro, Small & Medium Enterprises



*Hon'ble Minister of State (I/C) for Ministry of MSME, Shir Giriraj Singh with Secretary (MSME), Dr. Arun Kumar Panda at the 9<sup>th</sup> meeting of National Khadi and Village Industries Board held at Vigyan Bhawan, New Delhi.*

### 3.1. Khadi and Village Industries Commission (KVIC)

Khadi and Village Industries Commission (KVIC) established under the Khadi and Village Industries Commission Act, 1956 (61 of 1956) is a Statutory Organization under the aegis of the Ministry of MSME.



### 3.1.1. Objectives

The main objectives of KVIC include:-

- The social objective of providing employment in rural areas;
- The economic objective of producing saleable articles; and
- The wider objective of creating self-reliance amongst people and building up a strong rural community spirit.

### 3.1.2. Functions :

The functions of KVIC as prescribed under the KVIC Act, 1956 (61 of 1956) and Rules made thereunder, include :-

- i. to plan and organize training of persons employed or desirous of seeking employment in Khadi and Village Industries;
- ii. to build up directly or through specified agencies reserves of raw materials and implements and supply them or arrange to supply of raw materials and implements to persons and Khadi Institutions engaged or likely to be engaged in production of handspun yarn or Khadi or Village Industries at such rates as the Commission may decide;
- iii. to encourage and assist in the creation of common service facilities for the processing of raw materials or semi-finished goods and otherwise facilitate production and marketing of khadi or products of village industries;
- iv. to promote the sale and marketing of Khadi or products of Village Industries or handicrafts and for this purpose, forge links with established marketing agencies wherever necessary and feasible;
- v. to encourage and promote research in the technology used in Khadi and Village Industries, including the use of non-conventional energy and electric power with a view to increasing productivity, eliminating drudgery and otherwise enhancing their competitive capacity and to arrange for dissemination of salient results obtained from such research;
- vi. to undertake directly or through other agencies, studies of the problems of Khadi or Village Industries;
- vii. to provide financial assistance directly or through specified agencies to institutions or persons engaged in the development and operation of khadi or village industries and guide them through supply of designs, prototypes and other technical information, for the purpose of producing goods and services for which there is effective demand in the opinion of the Commission;

- viii. to undertake directly or through specified agencies, experiments or pilot projects which in the opinion of the Commission, are necessary for the development of Khadi and Village Industries;
- ix. to establish and maintain separate organizations for the purpose of carrying out any or all of the above matters.

### 3.1.3. Organisation :

3.1.3.1. The Commission functions with its Head Office at Mumbai and six Zonal Offices located at New Delhi, Bhopal, Bengaluru, Kolkata, Mumbai and Guwahati and 44 Field Offices spread all over the Country.

3.1.3.2. The organization design of the KVIC is as given below:-

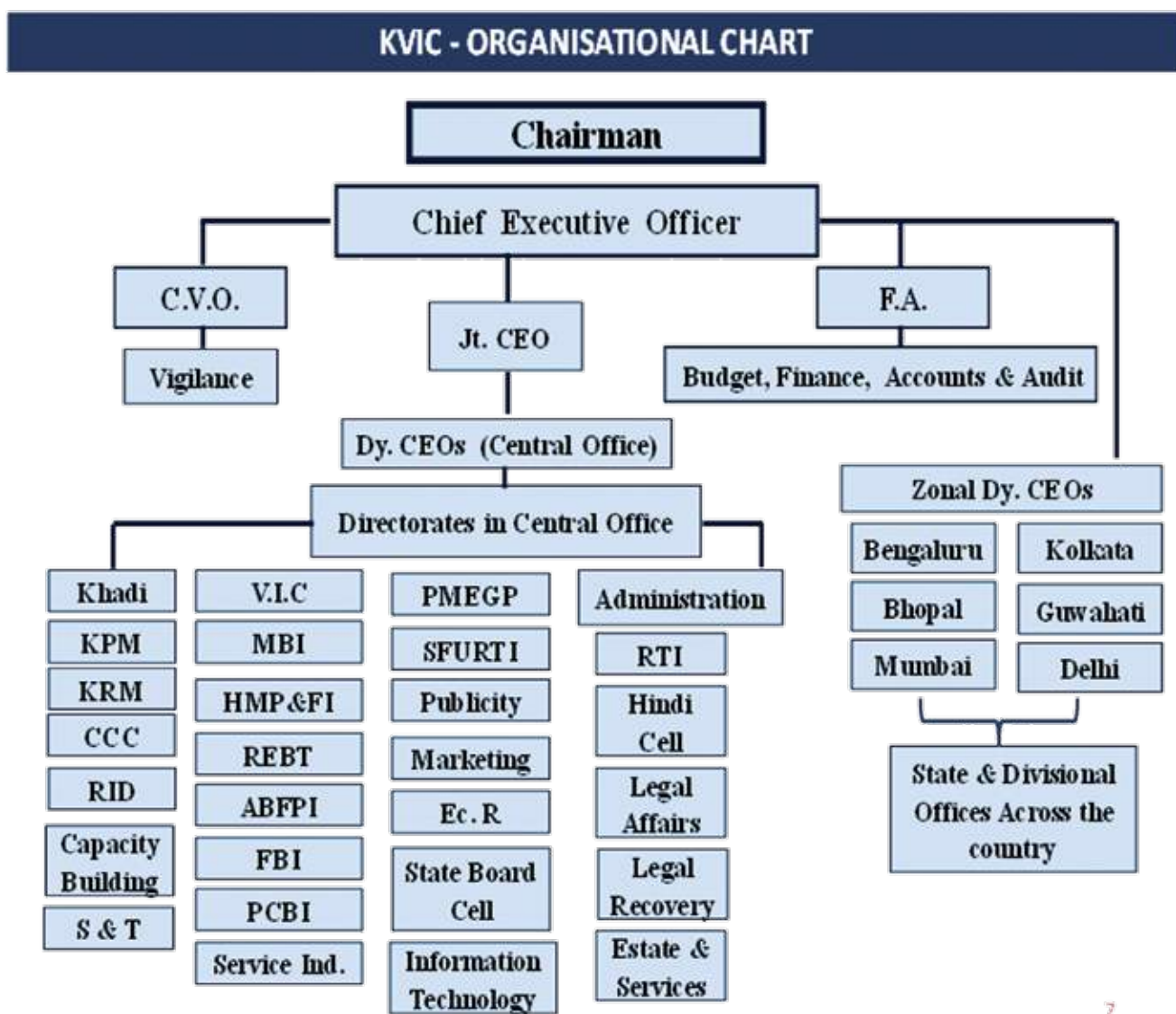


Figure 3.1: Organisation chart of KVIC

**3.1.3.3.** KVIC undertakes training activities through its 35 Departmental and Non-Departmental Training Centres. Marketing of KVI product produced by Khadi & Village Industries Institutions and Units, Khadi Gramodyog Bhandar and Bhavans, run by KVI Institutions done through 8,058 sale outlets in different parts of the Country. KVIC also operates 7 DSOs to market KVI products of KVI Institutions / NGOs and entrepreneurs.

**3.1.3.4.** Khadi and Village Industries (KVI) programmes are implemented through 34 State / Union Territories (UTs) Khadi and Village Industries Boards (KVIBs); and Registered KVI Institutions. The Khadi programme is implemented through Institutions registered either with KVIC or State / UT KVIBs.

### **3.1.4. Khadi Sector in India :**

**3.1.4.1.** Khadi activity is considered as potential tool for creation of employment opportunities at the doorstep of rural Artisans at very low capital investment. Immediately after independence, Khadi and Village Industries productivity became the grand symbol of nationalism. As such, Khadi came to be known not just a piece of cloth, but as a symbol of freedom and self-reliance.

**3.1.4.2.** KVIC is a Statutory Organisation tasked with the role of promoting the production and sale of Khadi. Over 2632 Khadi Institutions form the vast network are implementing the programmes of KVIC in India. Over 4.95 Lakh people are engaged in this activity. Out of which, over 80 percent are women Artisans.

**3.1.4.3.** Khadi is the unique programme of KVIC and a potent tool for creation of employment at the Artisans' doorstep being implemented by Khadi Institutions. The assistance provided through Market Development Assistance (MDA) and Interest Subsidy Eligibility Certificate (ISEC) Scheme are enabling Khadi Institutions to provide employment opportunities.

**3.1.4.4.** Khadi Production and Sales have grown from previous year, from production of Rs. 1626.66 Crores in 2017 – 18 to Rs. 1963.30 Crores in 2018 – 19 (Provisional). Similarly, sales of Khadi have shown growth from Rs. 2510.21 Crores in 2017 – 18 to Rs. 3215.13 Crores in 2018 – 19 (Provisional).

**3.1.4.5.** Khadi Employment has grown from previous year, from 4.65 Lakh Khadi Artisans in 2017 – 18 to 4.95 Lakh Khadi Artisans in 2018 – 19 (Provisional).

**3.1.4.6 Village Industries comprise seven different sectors. These are :-**

Sl. No.	Classification	Industries
1	Mineral Based Industry (MBI)	Pottery Lime
2	Agro Based & Food processing Industry (ABFPI)	Pulses & Cereals Processing Industry Gur & Khandsari Industry Palmgur Industry Fruit & Vegetable Processing Industry Village Oil Industry
3	Polymer & Chemical Based Industry (PCBI)	Leather Industry Non Edible Oils & Soap Industry Cottage Match Industry Plastic Industry
4	Forest Based Industry (FBI)	Medicinal Plants Industry Bee Keeping Industry Minor Forest Based Industries
5	Hand Made Paper & Fibre Industry (HMPFI)	Hand Made Paper Industry Fibre Industry
6	Rural Engineering & Bio Technology Industry (REBTI)	Non-Conventional Energy Carpentry & Blacksmithy Electronics
7	Service Industry	

**3.1.4.7** Village Industries have shown growth over the previous year. Production and Sales have grown consistently from total production worth Rs. 46454.75 Crores in 2017 – 18, the number stood at Rs. 56255.18 Crores in 2018 – 19 (Provisional). Similarly, sales of goods produced by Village Industries have shown growth from Rs. 56672.22 Crores in 2017 – 18 to Rs. 71113.68 Crores in 2018 – 19 (Provisional).

**Table 3.1 : Production & Sale of Village Industries Products (Rs. in Crore)**

Year	Production	Sales
2014 – 15	26689.39 #	31965.52 #
2015 – 16	33424.62 #	40384.56 #
2016 – 17	41110.26	49991.61
2017 – 18	46454.75	56672.22
2018 – 19(Provisional)	56255.18	71113.68

# Including Polyvastra.

3.1.4.8 Village Industries Employment has grown from previous year, from 135.71 Lakh Artisans in 2017 – 18 to 142.03 Lakh Artisans in 2018 – 19 (Provisional).

**Table 3.2 : Employment Under Village Industries (Artisan in Lakh)**

YEAR	EMPLOYMENT
2014 – 15	123.19 #
2015 – 16	126.76 #
2016 – 17	131.84
2017 – 18	135.71
2018 - 19	142.03

# Including Polyvastra.



**Some Khadi products and Khadi stores in India.**

### 3.1.5 Recent Strategic Initiatives by KVIC to Promote Khadi :

Recent Strategic Initiatives have been taken by KVIC to promote Khadi & Village Industries in the Country :-

#### (A) New Initiatives :-

- An online application system viz., **Direct Benefit Transfer (DBT)**, has been made operational for disbursement of funds under MDA and ISEC scheme to Khadi Institutions (KIs) and Artisans. The Institutions are uploading their data and filing their claims under MDA and ISEC in the DBT portal of KVIC. **Now Incentives transferred directly in the Accounts of Khadi Artisans.**
- KVIC invited Textile Giants for marketing convergence and signed MoUs with Corporates like Raymond, Arvind Mills, Aditya Birla Fashion and Retail Ltd. (ABFRL) for developing and promoting sale of Khadi in India and abroad through their modern outlets.
- Signed MOU with NIFT for design development and developing Khadi fashion garments and to promote Khadi as a fashion fabric of India.
- In order to enlist more institutions KVIC launched an exclusive on-line application for registration of new Khadi Institution to undertake Khadi activities viz. Khadi Institutions Registration and Certification Sewa (KIRCS).
- Introduced Solar Charkha and Solar looms for enhancing productivity and income of Khadi Artisans.
- **Honey Mission** - KVIC launched Honey Mission in 2017-18, this programme created intensive momentum in generating the employment opportunities to trained beekeepers / beneficiaries.
- KVIC started a series of Khadi launches for selling premium Khadi and Village Industries products. Khadi Lounges are outlets designed for dispensing high end and premier design products. Such Khadi Lounges have been established in New Delhi, Mumbai, Jaipur, and Bhopal.
- KVIC opened outlets at Airports. So far four outlets at Ahmedabad, Lucknow, Varanasi and Vishakhapatnam are already functioning. Besides the above, more proposals are at different stages for approval.
- Khadi fabric and other products supplied to PMO, Air India, Defence Ministry, Ministry of Health, Department of Post, Indian Oil Corporation (IOC), Oil & Natural Gas Corporation Limited (ONGC), Rural Electrification Corporation (REC), Banks, JK Cement Ltd., GMR, and other Govt. Departments & PSUs.
- KVIC introduced Gift Coupons for corporate and others which has significantly contributed to the sale of KVI products.

- **Khadi Korner and Khadi Haats :-**
  - In order to reach out customers of all kind, KVIC initiated a new scheme of selling Khadi in popular Outlets and Malls thereby providing a larger consumption pattern that will sustain Artisanal employment.
  - KVIC established linkages with M/s. Globus, M/s. Apna Bazar and M/s. Cotton Bazar for setting up “KHADI KORNER” a Shop-In-Shop concept in their stores. Khadi Korner has already become operational at NOIDA, Ahmedabad and Mumbai. Further, Khadi Korner are planned to be opened at Varanasi and Chennai shortly.
  - In co-operation with New Delhi Municipal Council (NDMC), KVIC opened “KhadiHaat” in the heart of New Delhi in January, 2018. Khadi institutions have the opportunity to showcase their products in the Haat.
- **Franchise Scheme** - To expand the network and bring Khadi to the door steps of customers with zero capital investment franchise scheme has been launched. So far 8 franchisee are set up at Delhi (2), Pune (2), Kolkata (1), Aligarh (1), Navi Mumbai (1) and Kerala (1).
- **Mobile App for Store locator** - KVIC developed an exclusive mobile app for store locator facilitating the prospective customers to locate the nearest Khadi India sales outlet in and out of the Country.

### 3.1.6 Swachh Bharat Abhiyan :-

- The Chief Executive Officer, KVIC attended meeting held under the chairmanship of Secretary MSME to discuss Swachhata Action Plan, promotion and marketing of Khadi through “Amazon.in” held at M/o MSME, New Delhi on 18<sup>th</sup> May, 2018.
- KVIC across India started “Swachhta Pakhwada” from 15<sup>th</sup> June to 2<sup>nd</sup> July, 2018 under the aegis of “Swachh Bharat Mission”. Officials of Head Quarter Mumbai took Swachhta Pledge administered by Chairman and CEO, KVIC on 15<sup>th</sup> June, 2018 and participated in Swachhta Pakhwada programme. Plantation was also done on the occasion.
- The Chairman, KVIC visited Jagatpur village adopted by KVIC under Swachhata Mission and reviewed the progress on 3<sup>rd</sup> July, 2018.
- Shri Giriraj Singh, Hon’ble Minister of State (Independent Charge) MSME, Govt. of India, distributed “Swachhata Awards –2018” at Pravasi Bhartiya Kendra, New Delhi on 4<sup>th</sup> July, 2018.
- KVIC’s State Office, Maharashtra awarded with 1<sup>st</sup> Prize and KVIC’s State Office, Dehradun awarded with 2<sup>nd</sup> Prize in “Swachha KVIC Office” category.
- The Chairman, KVIC launched project REPLAN (Removing Plastic from Nature) at Kumarappa National Handmade Paper Institute (KNHPI), KVIC, Jaipur through a

unique experiment of mixing 20% plastic waste with cotton fiber to make carry bags on 30<sup>th</sup> August, 2018.

- The Chief Executive Officer, KVIC, along with the Officials of KVIC participated Oath Taking Ceremony of Swachhata Abhiyaan Pakhawada at KVIC, Mumbai and initiated Swachhata Mission activities in KVI sector on 15<sup>th</sup> September, 2018.
- Khadi Institutions across India also started Swachhta Pakhwada and their Artisans took Swachhta Pledge. As a part of Swachhta Pakhwada, Khadi Institutions planted plants in their campus.

### 3.1.7 Implementation of MSME Schemes :

KVIC is an implementing / nodal agency for schemes initiated by the MSME Ministry. List of Schemes / Sub-Schemes being implemented by KVIC are as follows :-

#### MAJOR SCHEMES BEING IMPLEMENTED BY KVIC

Sl. No.	SCHEME	KVIC ACTIVITIES
1	<b>Work-shed Scheme for Khadi Artisans</b>	In 2008 – 09, KVIC launched the Work-shed Scheme for Khadi Artisans belonging to BPL Group. The objective of the scheme is to provide better work ambience, more working and storing space for keeping raw material, implements and accessories, yarn / cloth, etc., thereby improving efficiency and productivity of the Artisans. Under the Scheme financial assistance given up to Rs. 60,000/- to individual Artisans.  During the year 2018 – 19 (Provisional) 1,179 Khadi Artisans were benefited.
2	<b>Strengthening of Infrastructure of Existing Weak Khadi Institutions and Assistance for Marketing Infrastructure</b>	The scheme is a combination of two sub schemes namely “Strengthening of Infrastructure of Existing Weak Khadi Institutions” and “Assistance for Marketing Infrastructure”.  The scheme, Strengthening of Infrastructure of Existing Weak Khadi Institutions, assistance up to Rs. 9.90 Lakh is provided to weak / problematic Khadi Institutions to bring back their activities to normalcy.  Assistance up to Rs. 25.00 Lakh was provided for developing marketing infrastructure viz., common logo, signage, visual merchandising, computerization including billing and bar-coding, training of sales staff, furniture and fixture including civil works incidental to renovation, etc., to Khadi Institutions, sales outlets of KVIBs and Departmental Sales Outlets.  During the year 2018–19 (Provisional), 26 Weak Khadi Institutions benefited/strengthened their infrastructure; and 61 Khadi Sales Outlets renovated under Marketing Assistance.




Sl. No.	SCHEME	KVIC ACTIVITIES
3	<b>Khadi Reform and Development Programme (KRDP)</b>	<p>Khadi Reform and Development Programme (KRDP) was introduced and supported by Govt. of India availing loan amounting US \$ 105 million from the Asian Development Bank (ADB). The financial support for implementing the Khadi and Village Industries programmes is extended by the Government in the form of grant to Khadi and Village Industries Commission. The assistance is given to the Khadi and V.I. Institution.</p> <p>The main objective of the scheme is to fully realize the significant growth potential of Khadi&amp; Village Industries Sector in terms of Employment Generation, Enhancement of the earnings of the Artisans, replacement of implements and improving the technology and also to ensure positioning of Khadi in consonance with current Market needs.</p> <p>Direct Reform Assistance (DRA) under KRDP is provided to 400 Khadi Institutions and 7 Village Industries Clusters have been sanctioned, since inception till 31<sup>st</sup> March, 2019.</p> <p>24,951 Artisans were benefited since inception till 31<sup>st</sup> March, 2019 (Provisional).</p>
4	<b>Interest Subsidy Eligibility Certificate (ISEC) Scheme</b>	<p>Govt. of India had launched a scheme known as Interest Subsidy Eligibility Certificate (ISEC) in the year 1977-78 for Khadi and Village Industries Institutions to cater their additional requirement of funds from the financial Institutions/Banks.</p> <p>The Bank finance (BF) under ISEC is the major source of funding for the Khadi Programme. Credit facility limit is provided by the banks to the Khadi / Poly institutions up to the eligibility approved in the annual budget sanctioned by KVIC. Under this scheme interest @ 4% Per annum is to be paid by the institution and balance i.e. actual lending rate minus 4% is to be paid by KVIC from Budgetary Source provided by Govt. of India. The scheme is applicable only for Khadi and Polyvastra.</p> <p>1,065 Khadi Institutions assisted Interest Subsidy under Khadi and Polyvastra programme during the year 2018 - 19 (Provisional).</p>

Sl. No.	SCHEME	KVIC ACTIVITIES						
5	<b>Market Promotion and Development Assistance (MPDA)</b>	<p>MPDA scheme is formulated as a unified scheme by merging different schemes / sub-schemes / components namely Market Development Assistance, Publicity, Marketing and Market Promotion and adds a new component of Infrastructure inclusive of Marketing Complexes / Khadi Plaza.</p> <p>Market Development Assistance (MDA) is provided at 30% of the Prime Cost of Khadi and Polyvastra production and will be distributed amongst producing Institutions (40%), selling institutions (20%) and incentive to KhadiKarykartas and Artisans (40%).</p> <p>1,366 Khadi Institutions&amp;2,18,597 Khadi Artisans given Market Development Assistance during the year 2018 - 19 (Provisional) under Khadi &amp; Polyvastra programme.</p>						
6	<b>Aam Admi Bima Yojana (AABY)</b>	<p>The KVIC as a social security measure to Artisans engaged in the Khadi activity, introduced a Group Insurance Scheme captioned "Aam Admi Bima Yojana (erstwhile Khadi Karigar Janashree BimaYojana). This is a unique scheme designed by Life Insurance Corporation of India (LIC) specifically for Khadi Artisans. The Scheme is centrally operated covering Artisans throughout the Country. Under the Scheme the premium is shared between KVIC, Khadi Institutions, Artisans and Govt. of India. Under the scheme, the following monetary benefits are extended :-</p> <table border="1" data-bbox="646 1318 1463 1459"> <tbody> <tr> <td data-bbox="646 1318 1279 1367">Natural Death</td> <td data-bbox="1279 1318 1463 1367">Rs. 30,000/-</td> </tr> <tr> <td data-bbox="646 1367 1279 1415">Accidental Death or total Permanent disability</td> <td data-bbox="1279 1367 1463 1415">Rs. 75,000/-</td> </tr> <tr> <td data-bbox="646 1415 1279 1459">Partial permanent disability</td> <td data-bbox="1279 1415 1463 1459">Rs. 37,500/-</td> </tr> </tbody> </table> <p>An add-on educational benefit under Shiksha Sahayog Yojana, which offers educational scholarship for upto two children of Khadi Artisan studying from 9<sup>th</sup> standard to 12<sup>th</sup> standard including I.T.I. @ Rs. 300/- per quarter per child.</p> <p>2,00,974 Nos. of Khadi Artisans were enrolled under this AABY scheme during the year 2018 - 19 (Provisional).</p>	Natural Death	Rs. 30,000/-	Accidental Death or total Permanent disability	Rs. 75,000/-	Partial permanent disability	Rs. 37,500/-
Natural Death	Rs. 30,000/-							
Accidental Death or total Permanent disability	Rs. 75,000/-							
Partial permanent disability	Rs. 37,500/-							

Sl. No.	SCHEME	KVIC ACTIVITIES
7	<b>Scheme of Fund for Regeneration of Traditional Industries (SFURTI)</b>	<p>Govt. of India has launched the Scheme of Fund for Regeneration of Traditional Industries (SFURTI) with the aim to recognize the talent, creativity, enterprise of hard work of rural Artisan in a variety of fields, ranging from food products to handicraft; leather products, to Ayurvedic medicines and to make the Traditional Industries more productive, profitable and capable for generating sustained employment for traditional industry Artisans and subsequently empower and convert them as self-governing entrepreneurs. It is Cluster-based scheme of Govt. of India.</p> <p>Under this scheme, 51 Clusters (Khadi : 8 Khadi and Village Industries : 43) were assisted, since inception till 31<sup>st</sup> March, 2019 (Provisional).</p> <p>Under this Scheme, 21,781 Artisans (Khadi : 4025 Village Industries : 17756) were benefited since inception till 31<sup>st</sup> March, 2019 (Provisional).</p>
8	<b>Science &amp; Technology (S&amp;T)</b>	<p>Khadi and Village Industries Commission has been functioning with the vision of boosting and injecting innovation, quality and productivity to make the Khadi and Village Industries products globally competitive and also to enable rural industries get its due to market demand.</p> <p>KVIC has made stringent effort to address the Quality aspects, Research and Development need of KVI Sector through Research and Development (R&amp;D) projects, and ISO 9001 – 2015 Certification.</p> <p>Research and Development activities are continuously explored and implemented in the area of technology by providing scientific input to needy institutions with an objective to increase the productivity and quality of the product through reputed Scientific Institutions.</p> <p>Under this Scheme, 14 Khadi Projects and 12 Village Industry Projects were assisted during the year 2018–19 (Provisional).</p>

Sl. No.	SCHEME	KVIC ACTIVITIES
9	<b>Capacity Building</b>	<p>Khadi and Village Industries Commission conduct training programmes through 40 Departmental and Non-Departmental Training Centres. These Training Centres impart need based training under various disciplines, viz., Soap and Detergent making, Food Items, Bakery Products, Ready Made Garments, Beekeeping, Agarbatti making, Candle making, Motor Binding, etc.</p> <p>Under this Scheme, 76,683 Nos. of persons were trained during the year 2018 - 19 (Provisional).</p>
10	<b>Village Industries</b>	<p>Village Industries means any Industry located in a rural area which produces any goods or renders any service with or without the use of power in which the fixed capital investment per head of an Artisan or a worker does not exceed Rs. 1.00 Lakh in plain area and Rs. 1.50 Lakh in hilly area.</p> <p>Khadi and Village Industries Commission provide guidance, technical support, marketing support to their Khadi and Village Industries Units and for promotion of Village Industries KVIC organize training, workshops, awareness camps, buyer seller meets, etc.</p> <p>The Village Industries under purview of KVIC are broadly classified under seven groups namely, Agro Based &amp; Food Processing Industry (ABFPI), Forest Based Industry (FBI), Handmade Paper and Fibre Industry (HMPFI), Mineral Based Industry (MBI), Polymer and Chemical Based Industry (PCBI), Rural Engineering and Bio-Technology Industry (REBTI) and Service and Textile Industry.</p> <p>Production of Village Industries products was Rs. 56255.18 Crores and sale was Rs. 71113.68 Crores during the year 2018 - 19 (Provisional).</p> <p>142.03 Lakhs persons were provided employment opportunities under this Village Industries during the year 2018 - 19 (Provisional)..</p>

Sl. No.	SCHEME	KVIC ACTIVITIES
11	<b>Solar Charkha Mission</b>	<p>A pilot project on Solar Charkha was implemented at Khanwa village, Nawada District of Bihar in 2016. Based on the success of the pilot project, Govt. of India has accorded approval to set up 50 such Clusters during 2018 – 19 and 2019 – 20. The scheme is envisaged to generate direct employment nearly to one Lakh persons.</p> <p>The scheme envisages setting up of “Solar Charkha Clusters”, which would mean a focal village and other surrounding villages in a radius of 8 to 10 Kilometres. Further, such a Cluster will have 200 to 2042 beneficiaries, viz., Spinners, Weavers, Stitchers and other Skilled Artisans.</p>
12	<b>Honey Mission</b>	<p>Khadi &amp; Village Industries Commission (KVIC) is engaged in the development of the Beekeeping Industry with a view to uplift people living in extremely interior rural areas by introducing and popularizing modern Beekeeping and creating sustainable employment and income. Hon’ble Prime Minister announced a Statement “श्वेत क्रांति के साथ साथ स्वीट क्रांति की भी जरूरत है” inspired of his vision, Ministry of MSME accorded approval for Honey Mission.</p> <p>Under this Scheme, 95,726 Bee Hives (Boxes) with Bee Colonies have been distributed to 9,636 beneficiaries during the year 2018 – 19 (Provisional).</p> 
13	<b>Kumbhar Shasktikaran</b>	<p>Under Mineral Based Industry, Khadi &amp; Village Industries Commission (KVIC) for strengthening Potter families engaged in Pottery were distributed Pottery Wheels along with other tools &amp; equipments.</p> <p>Under the programme, 25,820 No. of Pottery Artisans were benefited during the year 2018 – 19 (Provisional).</p>

### 3.1.8. Growth in the Khadi Industry :-

Khadi and Village Industries activities are the key source of livelihood for rural and urban people who largely include Spinners, Weavers and other Artisans spread across the Country. The comparative performance of Khadi and Village Industries during 2017-18 to 2018-19 is given in the following table and shows robust growth.

**Table 3.3 : COMPARATIVE PERFORMANCE OF KHADI AND VILLAGE INDUSTRIES**

**(Production & Sales : Rs. in Crore; Employment : in Lakh Person)**

Sl. No.	Industry	2017 - 18	2018 - 19 (Provisional)
<b>I</b>	<b>PRODUCTION</b>		
A	Khadi	1465.21	1727.21
B	Polyvastra	159.67	230.00
C	Solarvastra	1.78	6.09
	<b>TOTAL (A + B + C)</b>	<b>1626.66</b>	<b>1963.30</b>
D	Village Industries	46454.75	56255.18
	<b>TOTAL KVI PRODUCTION</b>	<b>48081.41</b>	<b>58218.48</b>
<b>II</b>	<b>SALES</b>		
A	Khadi	2249.18	2840.75
B	Polyvastra	259.32	368.92
C	Solarvastra	1.71	5.46
	<b>TOTAL (A + B + C)</b>	<b>2510.21</b>	<b>3215.13</b>
D	Village Industries	56672.22	71113.68
	<b>TOTAL KVI SALES</b>	<b>59182.43</b>	<b>74328.81</b>
<b>III</b>	<b>EMPLOYMENT</b>		
A	Khadi	4.34	4.59
B	Polyvastra	0.29	0.30
C	Solarvastra	0.02	0.06
	<b>TOTAL (A + B + C)</b>	<b>4.65</b>	<b>4.95</b>
D	Village Industries	135.71	142.03
	<b>TOTAL KVI EMPLOYMENT</b>	<b>140.36</b>	<b>146.98</b>

### 3.1.9. Challenges faced by Khadi Sector :-

- The biggest challenge for Khadi is from the Handloom, Mill made, Branded ethnic segment on the one hand and from counterfeit, spurious, look-alike products being sold as Khadi all across the Country.
- Khadi being a product known for its rich heritage and emotional value also throws open the entire ethnic ware segment to be flooded with products and brands. Developing market oriented, modern products equipped for fashion conscious youth is a challenge to be met, as well as opportunity to be cashed on.
- Steady sale and higher returns are essential to remunerate the Artisans well on time and also a steady increase in wages is a must to keep the Artisans in the stream.
- Modernisations of stores are the other big challenges.

### 3.1.10. Budgetary Support to KVIC :-

**3.1.10.1.** The Ministry of (MSME) provides funds to KVIC for undertaking its various activities under Plan. These funds are provided primarily by way of Grants and KVIC in turn re-allocates fund to its implementing agencies, namely the State KVIBs, institutions registered under the Societies Registration Act-1860, and Co-operative Societies registered under the Co-operative Acts of the State Governments, District Industries Centres, etc. The Commission's Administrative Expenditure including Pension payments is met out of Non-Plan Government Budgetary Support.

**3.1.10.2.** The details of funds provided from Budgetary Sources (both under Plan and Non-Plan head) during the last four years and those earmarked in the Budget Estimate 2018 - 19 are given in the following Table :-

**Table 3.4 : Budgetary Support to KVIC**

**(Rs. in Crore)**

YEAR	ALLOCATION (R.E.)		FUNDS RELEASED	
	PLAN	NON- PLAN	PLAN	NON- PLAN
2014 - 15	1452.00	229.09	1384.40	227.31
2015 - 16	1579.65	244.71	1520.49	244.18
2016 - 17	1647.40	258.74	1591.08	258.74
2017 - 18	2149.37	237.71	1886.07	237.71
2018 - 19 (Provisional)	2839.63	340.62	2812.73	382.39

## 3.2 Coir Board



Shri Giriraj Singh Hon'ble Minister of State ( I/C) for Micro, Small and Medium Enterprises visiting Coir store at Pragati Maidan New Delhi.

### 3.2.1 Introduction

The Coir Board is a statutory body established under the Coir Industry Act, 1953 for promoting the overall development of the coir industry and improvement of the living conditions of the workers engaged in this traditional industry.

### 3.2.2 Objective

India is the largest coir producer in the world accounting for more than 80 per cent of the total world production of coir fibre. The coir sector in India is very diverse and involves households, co-operatives, NGOs, manufacturers and exporters. This is the best example of producing beautiful artefacts, handicrafts and utility products from coconut husks which is otherwise a waste. The coir industry employs about 7.30 lakh persons of whom a majority are from rural areas belonging to the economically weaker sections of society. Nearly 80% of the coir workers in the fibre extraction and spinning sectors are women. The Coir Board is tasked with promoting the overall development of the coir industry and improvement of the living conditions of the workers engaged in this traditional industry.



### 3.2.3 Functions

The functions of the Coir Board for the development of coir industry, inter-alia, include:

- Promoting exports of coir yarn and coir products and carrying on propaganda for that purpose.
- Regulating under the supervision of the Central Government the production of husks, coir yarn and coir products by registering coir spindles and looms for manufacturing coir products as also manufacturers of coir products.
- Undertaking, assisting or encouraging scientific, technological and economic research and maintaining and assisting in the maintenance of one or more research institutes;
- Collecting statistics from manufacturers of and dealers in coir products and from other persons as may be prescribed, on any matter relating to the coir industry and the publication of statistics so collected.
- Fixing grade standards are arranged when necessary for inspection of fibre, coir yarn and coir products.
- Improving the marketing of coconut husk, coir fibre, coir yarn and coir products in India and elsewhere and preventing unfair competitions;
- Setting up or assisting in the setup of factories for the producers of coir products with the aid of power.
- Promoting co-operative organization among producers of husks, coir fibre and coir yarn and manufactures of coir products.
- Ensuring remunerative return to producers of husks coir fibre and coir yarn and manufacturers of coir products;
- Advising on all matters relating to the development of the coir industry.

### 3.2.4 Organisation

The Govt. of India vide Gazette Notification No. S.O 2677(E) dated 30.9.2015 reconstituted the Board with 18 members for a period of 3 years. Vide Gazette Notification No. S.O. 3284 (E) dated 24<sup>th</sup> October, 2016 amendment has been made to the above notification and appointed one more Member to the Board under category (e) for a period up to 29<sup>th</sup> Sept. 2018. Further, the Govt. of India vide Gazette Notification No. S.O. 3351(E) dated 16.10.2017, amended the Notification Number S.O.2677(E) dated 30<sup>th</sup> September, 2015, and 10 more members were appointed to the Board under Category (b), (c), (d) and (g) for a period up to 29<sup>th</sup> September, 2018. Again amendment was made to the original notification vide Gazette Notification No. S.O.290(E) dated 18.01.2018 by substituting Sl. No. 1 under Category (e) i.e. in lieu of Shri Anant Kumar Hegde, MP, Shri G.M. Siddheshwara, MP was appointed as a Member to the Board for a period upto 29<sup>th</sup> Sept. 2018. After the expiry of the above Board,

Govt. of India vide Gazette Notification No. S.O. 1019(E) dated 22.02.2019 reconstituted the Board with 12 Members for a period of 3 years under the category (f) and (g).

- Sri C.P Radhakrishnan, Ex- Member of Parliament has continued as Chairman of Coir Board upto 19.03.2019. After his tenure, Shri Ram Mohan Mishra IAS, AS & DC Ministry of MSME has been given the additional charge of Chairman, Coir Board with effect from 20.03.2019.
- Coir Board has currently 13 Members including Chairman, Coir Board.

The Head Quarters of the Board is located at Coir House, M.G.Road, Kochi, Kerala.

- The Board is running 47 establishments including 29 Showrooms and Sales Depots set up in various parts of India. There are a total number of 208 employees under the Board.

### 3.2.5 Coir Industry in India

**3.2.5.1** Coir is a coarse fibre extracted from husk, the fibrous outer shell of coconut. Ropes and cordage, made out of coconut fibre have been in use from ancient times. Indian navigators, who sailed the seas to Malaya, Java, China and to the Gulf of Arabia centuries ago, had been using coir as their ship's cables. The coir manufacturing industry produces coir mats.

**3.2.5.2** Matting and other floor coverings, was started in India on a factory basis, over a hundred and fifty years ago when the first factory was set up in Alappuzha in 1859.

**3.2.5.3** Coir industry is an agro-based traditional industry, which originated in the State of Kerala and proliferated to the other coconut producing states like Tamil Nadu, Karnataka, Andhra Pradesh, Orissa, West Bengal, Maharashtra, Assam, Tripura, etc. It is an export oriented industry having potential to enhance exports by value addition through technological interventions.

**3.2.5.4** Total world Coir fibre production is 10,64,000 tons (FAO Statistical Bulletin 2015). The Coir fibre industry is particularly important in some areas of the developing world. India, mainly the coastal region of Kerala State, produces 55% of the total world supply of white Coir fibre. Tamil Nadu is the leading brown fibre producer in India. India is a major exporter of Coir based products in the world.

**Table No. 3.5: Exports of Coir during Last 5 Years (Volume And Value)**

Year	Quantity (MTs)	Value (Rs. In Lakh)
2013-14	537040	147603.84
2014-15	626666	163033.77
2015-16	752020	190142.52
2016-17	957045	228164.82
2017-18	1016564	253227.84
2018-19	964046	272804.59

### 3.2.5.5 The Top 5 coir importing countries from India are indicated in Table below:

**Table No. 3.6: Coir Importers from India**

Sl. No.	Country	Quantity (Tonnes)	Percentage (%)	Value (Rs. in Lakhs)	Percentage (%)
1	China	354267.55	36.75	71505.98	26.21
2	USA	122220.78	12.68	60134.19	22.04
3	Netherlands	96981.75	10.06	24841.02	9.11
4	South Korea	75186.43	7.80	14251.99	5.22
5	UK	22192.45	2.30	11743.33	4.30

### 3.2.6 Major activities and achievements

**3.2.6.1** The Ministry has been attaching importance to the development of coir sector in the country. Production of coir fibre was 7,49,600 MT during the year 2018-19, against the fibre production of 5,59,400 MT during the last financial year and cumulative employment generation is for 7.34 lakh persons.



**Renovation of traditional water boeies & protection using coir geo textiles-Chirakkal GP**

**Table No. 3.7 : Coir Production**

Year	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Coir fibre Production (Metric Ton)	5,39,815	5,42,000	5,49,300	5,56,900	5,59,400	7,49,600

3.2.6.2 The estimated production of coir and coir products during the last three years and the current year are given below:

**Table No. 3.8: Growth in production of coir products during 2018-19**

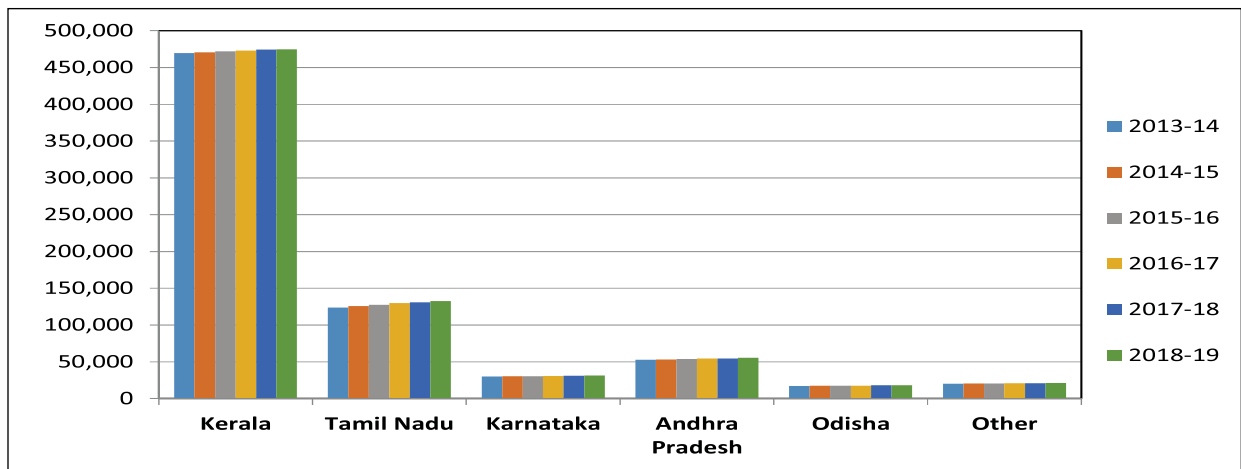
Item	2015-16 (Qty in MT)	2016-17 (Qty in MT)	2017-18 (Qty in MT)	2018-19 (Qty in MT)
Coir fibre	549300	556900	559400	7,49,600
Coir yarn	329600	334200	335700	4,49,800
Coir products	217500	220500	221500	2,96,800
Coir rope	65920	66850	67150	90,000
Curled coir	65850	66800	67100	89,900
Rubberized coir	87900	89100	89500	1,19,900

3.2.6.3 The estimated production of coir and coir products has increased modestly but consistently. The number of persons employed in the coir industry has shown the same trend.

**Table No. 3.9: State wise trends of employment in coir industry**

State	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Kerala	4,69,968	4,70,788	4,72,100	4,72,961	474590	475077
Tamil Nadu	1,23,597	1,25,937	1,27,420	1,29,803	130862	132443
Karnataka	29,920	30,338	30,440	30,872	31159	31365
Andhra Pradesh	52,712	52,946	53,825	54,477	54670	55455
Odisha	16,923	17,210	17,535	17,760	18135	18421
Other	20,330	20,542	20,650	20,876	20965	21031

**Graph: State wise trends of employment in coir industry**



### 3.2.7 Swachh Bharat Abhiyan

Coir Board participated in Swachh Bharat Abhiyan, a flagship program of the Central Government, by making significant contributions. The Board implemented its Action Plan containing several action points approved for the year 2018-19. Further, as per the decision taken by the Central Govt., the Board also observed Swachh Bharat Pakhwada from 16<sup>th</sup> to 30<sup>th</sup> June, 2018 in a befitting manner and carried out several special programmes throughout the Pakhwada period as per the Calendar of activities furnished by the Ministry of MSME. Coir Board bagged 1<sup>st</sup> prize under category “Swachhta Pakhwada Awards, 2018” of the Ministry of MSME. Further, under category “Swachhta Pakhwada” Ministry of MSME the following offices of Coir Board got 1<sup>st</sup> prize, 2<sup>nd</sup> prize and 3<sup>rd</sup> prize respectively, i.e. Coir Board Head Office, Kochi, Regional Office, Kalavoor, Alleppey and Regional Office, Bhubaneswar. Besides the above, the following activities were also conducted throughout the country through various offices/sub-offices of the Board.

- Beach cleaning activity and coir exhibition at Puri Beach at Orissa through the Regional Office, Bhubaneswar on 25<sup>th</sup> and 26<sup>th</sup> July 2018
- Adoption of Kempusagara Village, Bengaluru, Karnataka and Vathuruthy Slum area at Ernakulam District in Kerala.
- Awareness Programmes held at Municipal Middle School, Devangapuram, Tirupur on 29.06.2018 and at Vaikom Satyagraha Smarakam, Vaikom Kottayam District, Kerala on 27.09.2018.
- The De-weeding programme in local water ways at Alleppey, Kerala conducted on 22.06.2019.
- Adopted one Ghat at Varanasi, viz., PrabhuGhat, for maintenance of cleanliness and sanitation.

### 3.2.8 Schemes implemented by the Coir Board

#### 3.2.8.1 Coir Vikas Yojana (CVY)

Coir Board has been implementing various schemes/programmes for the overall growth and development of coir Industry in the country. The component schemes / programmes implemented under the umbrella Scheme, Coir Vikas Yojana are the following:

#### (i) Science & Technology (S & T)

The Research & Development activities of the Coir Board are carried out through the twin Research Institutes of the Board – Central Coir Research Institute, Alleppey in Kerala and the Central Institute of Coir Technology, Bengaluru in Karnataka. The activities are in the areas of Modernisation of production processes, Development of machinery and equipments, Product Development and Diversification, Development of Environment Friendly Technologies, Technology Transfer, Incubation, Testing and Service Facilities. Extension of the fruit of the research from the laboratory level for commercial applications at the field

level, extension of testing and service facilities are some of the areas of special attention in Board's R&D activities .

**(ii) Coir Industry Technology Upgradation Scheme (CITUS)**

The Coir Industry Technology Upgradation Scheme has been launched with the objectives of providing modern infrastructure facilities to the production units and to modernize the existing coir units by establishing 'State of the Art' plant and machinery. Under the scheme, Coir Board shall extend financial subsidy of 25% of the cost of admissible items of plant and machinery procured by coir units. The upper ceiling of the financial assistance will be Rs.2.50 Crores per coir unit/project.

Assistance under the component will be available to entrepreneurs in the categories of SHGs, Associations, and Enterprises from Small/Medium/Co-operative/public sectors interested in production of value added Coir/Coir blended items where coir is the dominant fibre, by setting up new units or adding to the existing capacity, subject to investment in new plant and machinery. Single unit/enterprise will not be allowed for grant of assistance under the scheme.

**(iii) Skill Upgradation and Mahila Coir Yojana**

**a) Skill Upgradation through Training & Extension.**

Development of skilled manpower in coir industry through appropriate training programmes is one of the major activities of Coir Board. With this aim, the Board imparts training through its national level training institute viz. National Coir Training & Design Centre, Kalavoor, Alappuzha District in Kerala, Research cum Extension Centre, Thanjavur and Field Training Centres of Regional Offices/Sub-Regional Offices located at various parts of the country. In addition, the Board conducts training programmes at field level as per the convenience of coir workers. The Field Training Centres are run with the help of Co-operative Societies/Associations and SFURTI Clusters, etc. engaged in coir activities and NGOs registered with Darpan Portal of NITI Aayog. Most of the training programmes of the Board are offered with stipend facilities. With a view to disseminate information on its schemes and latest technologies available in coir sector and to encourage prospective entrepreneurs to set up coir units, the Board organizes Entrepreneurship Development Programmes, Workshops, Seminars, Awareness Programmes, Exposure Tour etc.

**b) Mahila Coir Yojana**

Mahila Coir Yojana is a women oriented, self employment scheme being implemented by Coir Board. The scheme envisages imparting training with stipend to women artisans on coir technology and scale up the skill of women coir workers. The trained women artisans will be provided financial assistance for procurement of machinery/equipments under the Prime Minister's Employment Generation Programme (PMEGP) with necessary handholding support by the Coir Board through its field offices. The

financial assistance for procurement of machinery/equipments can be obtained under PMEGP scheme for setting up of new coir units for which the maximum project cost is Rs. 25 Lakhs.

**(iv) Export Market Promotion.**

The activities of the Board towards export market promotion include participation in Exhibitions and Buyer Seller Meets, Providing assistance under External Market Development Assistance (EMDA) Scheme, Establishment of overseas offices, Coir Industry award, etc. Under this scheme, the Board will make efforts to expand the share of Indian coir products in the existing and new markets, propagate the message of coir as an eco-friendly natural fibre abroad etc. The Board will organize participation in international fairs abroad, participation in international fairs in India, exclusive international fairs for coir in India and abroad, Buyer Seller Meets abroad for coir, Reverse Buyer Seller Meets in India, participation in Seminars, Conferences, Workshops abroad, etc. The Board is implementing the External Market Development Assistance scheme with the objective of encouraging the small scale exporters to enter global market and to expand the export of Indian coir products. Under this scheme, the eligible entrepreneurs will get reimbursement of space rent, air fare, freight charges, etc. for participation in international exhibitions/buyer seller meets as per the eligibility conditions and scale of assistance prescribed in the scheme.

**(v) Domestic Market Promotion**

In order to develop domestic market for coir products, the Board has been undertaking various activities including publicity and propaganda, participation in major domestic exhibitions, providing Performance Linked Market Development Assistance to promote sales through co-operative societies, public sector undertakings etc. There are 29 Coir Bhavans of the Board engaged in marketing coir products all over India. The Board is providing support to the coir producing states in the form of Market Development Assistance at the rate of 10% on annual sales turnover of coir products. The expenditure is shared on 1:1 basis between the Central Government and the concerned State/Union Territory Government. The Board is also popularizing the uses of coir and coir products by way of giving wide publicity through print, electronic media etc.

**(vi) Trade and Industry Related Functional Support Services.**

Information technology plays a vital role in the development of any industry. Collection, compilation, analysis and dissemination of statistical data pertaining to Coir Industry are some of the functions assigned to the Coir Board under the Coir Industry Act 1953. Under this programme, the Board conducts Coir Industry Surveys, Market Analysis studies, Techno-Economic Feasibility studies, Compilation and dissemination of coir related information, Creation of Infrastructure facilities to the Board's offices, Human Resource Development Programmes etc.

**(vii) Welfare Measures**

The Board was implementing an insurance scheme named as Coir Board Coir Workers' Group Personal Accident Insurance Scheme for the benefit of coir workers in the country. From 01.06.2016 onwards, the scheme has been converged with the Pradhan Mantri Suraksha Bima Yojana (PMSBY). Coir Board has been assisting coir workers in the country to enroll under the scheme by paying the premium on behalf of them.

### 3.2.9 Challenges to Coir Sector:

- Coir industry in India is traditionally an export oriented and labour intensive one. Even though the Indian Coir continues to enjoy its supremacy in the world market, the products of this industry are facing tough competition from other cheaper products.
- Being manufactured from an agricultural produce with a relatively high level of costs of inputs, Coir goods are dearer than synthetics and other competing items. The method of production and processing of Coir, in many parts of the country, continues to be obsolete.
- Modernization of the Coir Industry with state-of-art production techniques, machinery etc. is the need of the hour. Even though there is stiff competition for coir in the area of floor covering material, products like Coir Pith, Coir Geotextile, and Coir Wood offers a plethora of opportunities in the developing world.
- Adequate market promotion in these countries through awareness creation on the environment friendly aspects and new application area of coir products would lead to long term gains to the Coir sector. Bringing coir products under the 'Eco-mark' and environment friendly goods category would be ideal step in this direction. Coir products being 100% eco-friendly and biodegradable offers solution to the current day serious issues like deforestation, global warming etc.

#### 3.2.9.1 Coir Udyami Yojana (CUY)



- Though the Coir Udyami Yojana (CUY) has been integrated with PMEGP, the Ministry had approved Rs.10.00 crores in BE 2018-19 under CUY for settling the spill over claims under the Scheme. During the year 2018-19, the Board has released an amount



of Rs.710.35 lakhs (General- Rs.671.05 lakhs & SCSP- Rs.39.30 lakhs) to the financing banks towards pro-rate grant for assisting 232 coir units in the state of Kerala, Tamilnadu, Karnataka, Andhra Pradesh, Odisha, Maharashtra and West Bengal under the scheme as detailed below:

**Table 3.10: Units assisted in South Indian States and their subsidy released during 2018-19.**

State	2018-19	
	No. of units assisted	Subsidy released (Rs. in lakhs)
Kerala	61	57.28
Tamilnadu	130	516.83
Andhra Pradesh	22	74.00
Karnataka	5	20.00
Odisha	10	32.00
Maharashtra	1	2.00
West Bengal	3	8.24
<b>Total</b>	<b>232</b>	<b>710.35</b>

### 3.2.10. Scheme of Fund for Regeneration of Traditional Industries (SFURTI)

The Ministry of MSME had accorded final approval for 35 Coir clusters under Scheme of Fund for Regeneration of Traditional Industries (SFURTI). The financial outlay of each of the approved 35 coir clusters and their respective category under which they have been approved, are furnished hereunder:

**Table 3.11: Financial outlay of 35 SFURTI coir clusters which got final approval from the SSC**

(Rs in lakhs)

Sl. No	Name of State	Name of Coir Cluster	Type	Total assistance under SFURTI (GoI grant)	SPV share	Total Project Cost
1	Karnataka	Tumkur	Heritage	737.52	251.09	988.61
2		Kumta	Mini	149.36	36.35	185.71
3		Haralakkatta	Mini	148.54	34.68	183.22
4		Javagal	Mini	147.17	34.25	181.42
5		Gudakanahalli	Mini	143.43	32.67	176.10

Sl. No	Name of State	Name of Coir Cluster	Type	Total assistance under SFURTI (GoI grant)	SPV share	Total Project Cost
6	Kerala	Neyyattinkara	Mini	143.69	29.84	173.53
7		Balusseri	Mini	109.02	21.26	130.28
8		Haripad	Major	284.00	73.92	357.92
9		Ambalapuzha	Regular	159.48	13.94	173.42
10	Gujarat	Samvedana SFURTI Cluster	Mini	164.27	40.63	204.90
11		Tarapur	Regular	246.18	21.66	267.84
12	Maharashtra	Pendur	Mini	149.34	31.59	180.93
13		Sawantwadi	Mini	149.34	31.59	180.93
14	Tamil Nadu	Dindigul	Major	291.62	98.00	389.62
15		Kangayam (Tiruppur)	Major	289.19	115.75	404.94
16		Palladam Coir Growbag	Major	289.90	161.10	451.00
17		Tirunelveli	Major	273.71	77.38	351.09
18		Salem Coir Mat Consortium (Mettur)	Major	298.91	113.75	412.66
19		Dharmapuri	Mini	148.25	55.25	203.50
20		Madurai	Major	299.72	178.00	477.72
21		Pollachi (South)	Heritage	650.35	238.33	888.68
22		Ethamozhy	Mini	149.06	50.50	199.56
23		Krishnagiri	Major	286.96	90.15	377.11
24		Pakkam	Major	491.48	47.39	538.87
25		Kongu	Major	473.65	44.85	518.50
26		Mannargudi	Major	493.00	47.00	540.00
27		Salem (Omalur)	Major	494.35	47.15	541.50
28	Andhra Pradesh	Vizianagaram	Major	264.30	67.78	332.08
29		Chittoor	Mini	112.03	20.07	132.10
30	UT of Andaman	Andaman	Regular	249.28	22.44	271.72
31	Odisha	Bhograi	Regular	198.74	17.60	216.34
32		Konark	Regular	174.44	16.34	190.78
33		Rajkanika	Regular	161.25	15.14	176.39
34		Raghunath	Regular	243.34	21.36	264.70
35		Radharani	Regular	185.08	16.14	201.22
<b>GRAND TOTAL</b>				<b>92,49.96</b>	<b>22,14.94</b>	<b>114,64.90</b>

The total budgetary allocation for 35 coir clusters is Rs.114.65 Cr. These approved 35 coir clusters comprises of 2 Heritage, 13 Major, 12 Mini and 8 Regular clusters. Out of these 35 coir clusters, 14 nos. are in Tamil Nadu, 4 in Kerala, 5 each in Karnataka & Odisha, 2 each in Gujarat, Maharashtra & Andhra Pradesh and 1 in UT of Andaman & Nicobar.

The Common Facility Centres (CFC) of 3 coir clusters viz. Neyyattinkara in Kerala and Kangayam & Palladam in Tamil Nadu were inaugurated by Shri Giriraj Singh, Hon'ble Minister for MSME on 09.01.2018 and 18.05.2018 respectively. These clusters have started commercial production of coir products such as coir needled felt, garden articles, coir yarn, geo-textiles & mattings, coir pith block, pith compost etc. The clusters have now entered into the export markets also. Now, the CFCs of 12 more clusters (7 clusters in Tamil Nadu, 2 in Kerala, 1 each in Gujarat, Karnataka and Maharashtra) are functional. The implementation of SFURTI activities are progressing in all the remaining 20 coir clusters (inclusive of 15 newly approved clusters).

The Ministry of MSME has so far released an amount of Rs. 67.17 Crores as GoI grant for implementation of the above clusters during the financial years 2015-16, 2016-17 and 2018-19 respectively. Among these, the Ministry has released Rs.26.73 Crores during the year 2018-19 for implementation of the scheme. Out of the total release of Rs. 67.17 Crores, the Board has released Rs.37.51 Crores to the Implementing Agencies/Technical Agencies of the clusters, till date, for implementing the activities prescribed in the DPRs such as setting up of Common facility Centres (CFC) and IA office, procurement of machineries, conducting Soft Interventions such as marketing initiatives, awareness programmes etc.

### 3.2.11 Research and Development (R&D) -

Various Research and Development activities for modernization of coir industry in the country are carried out by two research institutes of Coir Board Viz. Central Coir Research Institute at Alleppey in Kerala and Central Institute of Coir Technology at Bangalore in Karnataka. The R&D efforts of the Board have resulted in the development of different machinery items with high productivity, eco-friendly production processes, new end-use applications, product development etc.



Coir Products #

### 3.2.11.1 Budgetary support by Ministry of MSME to Coir Board

- The Government of India provides funds to Coir Board for undertaking its various activities under Plan and Non-plan heads. The details of budgetary support provided to Coir Board during the last five years are given below.

**Table 3.12: Budgetary support to the Coir Board**

(Rs. In crore)

Year	Allocation (RE)		Funds Released	
	Plan	Non- Plan	Plan	Non- Plan
2013-14	57.05	19.20	45.10	19.17
2014-15	41.90	26.75	38.58	26.60
2015-16	34.90	23.95	31.55	23.73
2016-17	37.00	35.85	35.04	35.70
2017-18	70.20	0.30*	58.89	0.10*
2018-19	85.93	0.57*	81.93	0.10*

\*From the FY 2017-18, Non Plan element has been merged under CVY. Therefore, the figure indicates allocation under Loans & Advances only.

### 3.3 The National Small Industries Corporation Limited (NSIC)



Shri Giriraj Singh, Hon'ble Minister of State (I/C) for Micro, Small and Medium Enterprises addressing State SC/ST Conclave at Bhubaneswar

**3.3.1** The National Small Industries Corporation Ltd. (NSIC) is an ISO 9001-2015 certified Government of India Enterprise under Ministry of Micro, Small and Medium Enterprises (MSME). NSIC has been working to promote, aid and foster the growth of micro, small and medium enterprises in the country. NSIC is a profit making dividend paying company.

#### **3.3.2 Objective**

The mission of NSIC is “To promote and support Micro, Small and Medium Enterprises by providing integrated support services encompassing, Marketing, Finance, Technology and other Services.”. The vision of NSIC is “To be premier organization fostering the growth of Micro, Small and Medium Enterprises in the country.”

#### **3.3.3 Organisation**

The policy guidelines to the Corporation are provided by the Board of Directors consisting of a Chairman-cum- Managing Director; two Functional Directors; two Government nominee Directors and three non-official part-time Directors.

NSIC operates through countrywide network of 157 offices and 08 Technical Centres in the Country. NSIC has set up Training-cum-Incubation Centre and also provides a package of services as per the needs of MSME sector.

### 3.3.4 Major activities and achievements

**3.3.4.1 Marketing support:** Marketing has been identified as one of the most important tools for business development. NSIC acts as a facilitator and has devised a number of schemes to support enterprises in their marketing efforts, both in domestic and foreign markets. The NSIC does this primarily through:

**a) Raw Material Distribution –**

- I. NSIC plays the role of a major catalyst in growth of Micro, Small & Medium Enterprises (MSMEs), by fulfilling their requirement of steady and timely delivery of their raw materials in requisite quantities at the most affordable and competitive prices. This not only enhances the competence of MSMEs but also contribute in increasing their business volumes.
- II. During the FY 2018-19, NSIC serviced the raw material requirements of MSMEs through supply of Iron & Steel from M/s. Steel Authority of India (SAIL) & M/s. Rashtriya Ispat Nigam Limited (RINL), Aluminum from M/s. National Aluminium Company Limited (NALCO), Paraffin Wax from M/s. Chennai Petroleum Corporation Limited (CPCL), Coal from M/s. Coal India Ltd. (CIL), Polymer Products i.e. PP, HDPE & LLDPE from M/s. Indian Oil Corporation Limited (IOCL), Cement from M/s. Cement Corporation of India (CCI) and M/s. ACC Cement.
- III. The Corporation has added another main producer i.e. M/s. Hindustan Petroleum Corporation Ltd. (HPCL) for handling their Bitumen & Emulsion material by opening a new distribution center at Guwahati under its “Agency Sales Scheme”. With this, the Corporation now has 37 numbers of Raw Material distributing centres across the country.
- IV. During the year 2018-19, the value of Raw Material Distribution under RMD (including Agency Sale) is Rs.1856.13 crore.

**b) Consortia and Tender Marketing–** Micro & Small Enterprises (MSEs) are facing constraints in procuring the large orders when they bid for tender on their own capacity vis-à-vis large enterprises. In order to alleviate this hurdle, NSIC forms consortia of small units manufacturing the same products, thereby pooling in their capacity which provides comfort level to MSEs as suppliers and also to buyers. The Corporation applies for tenders on behalf of consortia of MSEs and secures orders for bulk quantities. These orders are then distributed amongst MSEs in line with their production capacity.

Under the Tender Marketing Scheme, NSIC facilitates the MSE(s) in every stage of tender activity right from the participation in tenders till execution of tenders.

During the year 2017-18, 638 tenders were executed valuing to Rs. 228.98 crore. Seven numbers of consortia were formed during the year. During the FY 2018-19 the Corporation

has participated in 479 tenders valuing Rs. 314.46 crore and has been awarded tender for Rs. 153.78 crore & tenders worth Rs. 120.41 crore has been executed.

**3.3.4.2 Credit support:** NSIC provides credit support for raw material procurement by making the payment to suppliers in Raw Material Assistance scheme against Bank Guarantee. NSIC also facilitates financing by providing assistance to MSMEs under schemes such as Tender Marketing, Exports and Bill Discounting.

Further, to meet the credit requirements of MSME units, NSIC has entered into Memorandum of Understanding with Nationalized and Private Sector Banks. Through syndication with these banks, NSIC arranges for credit support (fund or non-fund based limits) from banks without any cost to MSMEs.

Credit facilitation of Rs.6,373 crore was made during the year 2017-18 and for the year 2018-19, Credit facilitation of Rs.6420 crore was made.

In addition, NSIC has initiated Online **Finance Facilitation Center** under which credit to MSMEs will be facilitated through web linkages between NSIC portal and Bank's portal. The MSME Unit can either directly log in at [www.nsicffonline.in](http://www.nsicffonline.in) or can also contact to its nearest NSIC Finance Facilitation Center with the loan proposal. The official at the Finance Facilitation Center will provide hand holding support by assisting the unit in documentation for online submission of the loan proposal to any three preferred banks as opted by MSME unit which are under MOU agreement with NSIC.

### **3.3.4.3 Other support services**

3.3.4.3.1 NSIC operates single point registration for Government purchase to build the capacities of MSEs for participation in Government tenders and contribute in Government Public Procurement processes. MSMEs are also empowered to participate in tenders of Government departments/institutions through consortia and tender marketing scheme. During FY 2017-18, 4,270 fresh units were added and 6,519 units were renewed. In FY 2018-19, 4850 nos. fresh units were added and 7333 nos. units were renewed.

3.3.4.3.2 NSIC also facilitates E-Marketing Service through MSME Global Mart Web Portal ([www.msmemart.com](http://www.msmemart.com)). NSIC's marketing portal provides e-marketing platform to MSMEs across the country to enhance their business. The portal hosts vast database of registered members who are looking for business opportunities, in terms of sustainable partnership, sub - contracting and participation in Public Procurements.

3.3.4.3.3 During financial year 2017-18, 11,210 units were registered under B2B portal and in FY 2018-19, 19,019 units were registered under B2B portal.

### **3.3.5 NSIC Technical Services Centres**

3.3.5.1 NSIC facilitates skill development by imparting training according to requirements of industries by linking with them so as to strengthen on-going training programmes through

updated knowledge from the industries through its eight Technical Services Centres (NTSCs) located at Okhla (New Delhi), Hyderabad (Telangana), Howrah (West Bengal), Rajkot (Gujarat), Chennai (Tamil Nadu), Rajpura (Punjab), Aligarh (Uttar Pradesh) & Neemka (Haryana). The details of training courses running in the centres are as under:

- (i) Design:** CAD/CAM, Computer Aided Engineering (CAE), CNC Programming and operations, Computational Fluid Dynamics (CFD), Mould Design, Solid Works, 3 D Printing, Interior Design and Training through STAAD Pro and Revit.
- (ii) Mechanical:** Tool Design and Advance Manufacturing, Quality Control & Inspection, HVAC Design, Machinist & Welding etc.
- (iii) Electrical & Electronics:** Industrial Robotics, Automation with PLC-SCADA, Embedded System, Solar Energy, Electrical circuit and Substation maintenance, Motor Winding & Repair, Mechatronics etc.
- (iv) Information Technology:** Advance Software Technology, Computer Hardware & Networking, 'O' Level, Computer Programming languages, Website Design & Development, Big Data & Hadoop, Python, SQL Server, Core Java, MCP-CCNA, Android Application, Advanced Java, Cloud Computing, C++ & OOPS, Computerized Accounting & Tally ERP etc.

NSIC, through rapid incubation centres, provides support to the prospective entrepreneurs and start-up companies to start product manufacturing. These Incubation Centers provide facilities of hands-on training on working projects and also covering the theoretical aspects of business such as Marketing, Business Development, Project report preparation etc. NSIC has set up six Livelihood Business Incubators at Deoria (UP), Rajkot (Gujarat), Kashipur (Uttarakhand), Naini (UP), Nawada (Bihar) and Chennai (Tamilnadu) under "Scheme for Promotion of Innovation, Entrepreneurship & Agro Industry (ASPIRE)".

**3.3.5.6 Entrepreneurship Orientation Programme-** Purpose of EOP is to create awareness among the students for setting up of new Enterprise after completion of their studies instead of searching for jobs only. This program makes participants familiar about role and importance of MSMEs in Indian Economy, process of setting up of Enterprise, preparing Project Reports, Identifying marketing possibilities as well as with the issues regarding various statutory requirements such as Income Tax, GST etc. Details are available at: <http://www.nsic.co.in/NTSC/EOP.aspx>

**3.3.5.7 International cooperation-** The focus of activities at the enterprise level is on the entrepreneurs and the objective is to initiate long term and sustainable enterprise to enterprise cooperation between Indian small enterprises and enterprises in foreign countries. This is achieved by exchanging business delegations and organizing one-on-one business meetings among the enterprises of both the countries. Main features of International Cooperation includes, exchange of business/technology missions with various countries; facilitating enterprise to enterprise cooperation, Technology Transfers; other forms of



sustainable collaboration; explore new markets; areas of co-operation; identification of new export markets by participating in exhibitions abroad; sharing of Indian experiences with other developing countries.



Secretary (MSME), Dr. Arun Kumar Panda is signing MoU with the Chairman-cum Managing Director, NSIC, Shri Ravindra Nath

The main objective of International Cooperation is to create awareness amongst the MSMEs of India about the opportunities for developing technical or business alliances with enterprises of other countries. Activities undertaken are as follows:

### **Signing of Memorandum of Understanding**

#### **a) NSIC Signs MoU with SME Corp. Malaysia:**

An Memorandum of Understanding was signed by Mr. RavindraNath, CMD, NSIC and Dr. Hafsah Hashim, CEO, SME. Corp. Malaysia for cooperation in the field of MSMEs between the two countries. Sh. Giriraj Singh, Hon'ble Minister of State (Independent Charge), Ministry of MSME, Government of India and Dr. Mustapa Mohamed, Minister of International Trade & Industry, Government of Malaysia, witnessed the signing of MoU. Coinciding with the occasion, NSIC also organized interactive meetings between

15 Malaysian enterprises with 50 Indian MSMEs.

**b) NSIC signs MoU with SBC, South Korea:**

NSIC signed a Memorandum of Understanding (MoU) with Small and Medium Business Corporation (SBC) of South Korea for enhancing cooperation amongst MSMEs of India and South Korea. The MoU was signed in the presence of Sh. Giriraj Singh, Hon'ble Minister of State (I/c), Ministry of MSME, Government of India and Mr. Jong Haak Hong, Hon'ble Minister of SMEs and Start-ups, Government of South Korea on July 10, 2018.

A Technology Exchange Conference was also organized during the occasion where one to one meetings of 18 enterprises from South Korea were organized with their Indian counterpart enterprises.

**c) India-Korea Technology Exchange Centre established at NSIC:**

India-Korea Technology Exchange Centre (IKTEC) was inaugurated by Sh. Giriraj Singh, Hon'ble Minister of State (I/c), Ministry of MSME, Government of India and Mr. Jong Haak Hong, Hon'ble Minister of SMEs and Start-ups, Government of South Korea on July 10, 2018 at NSIC's Technical Centre in New Delhi. IKTEC will assist Indian MSMEs and South Korean enterprises to form alliances to build their complementary competencies and be competitive in global market.

**d) NSIC signs MoU with MAROC-PME, Morocco:**

Shri Ravindra Nath, CMD, National Small Industries Corporation Ltd. (NSIC) in presence of Ms. Alka Arora, Joint Secretary (SME) signed an MoU with Mr. Rabri Barrazouka, Director General, Maroc PME, at Morocco for enhancing cooperation in the field of MSMEs between the two countries. Both the organisations will work together in the field of capacity building, sharing of practices, organization of B2B business delegations etc.

**e) NSIC Signs MoU of Cooperation with RSMB, Russia:**

Sh. Sudhir Garg, Chairman & Managing Director, NSIC signed an MoU with RSMB, Russia for cooperation in the field of micro, small and medium enterprises between the two countries. The MoU was signed during the visit of the Hon'ble President of Russia Mr. Vladimir Putin to India. Under the MoU, NSIC and RSMB Russia will cooperate and share experiences in enhancing the competitiveness of MSMEs of both the countries and also create linkages amongst them.

### **3.3.6 Business Performance of NSIC**

**3.3.6.1** NSIC has continued its efforts of facilitating Micro, Small & Medium Enterprises (MSMEs), during the financial year 2018-19 also, through integrated support services encompassing Marketing, Credit, Technology and other Services.

**3.3.6.2** The gross margin and profit before & after tax earned by the Company during 2015-16, 2016-17, 2017-18 and 2018-19 is depicted in the table below:

**Table No. 3.13: Financial performance of NSIC(2015-18)**

**(Rs. in lakh)**

Particulars	2015-16	2016-17	2017-18	2018-19
Gross Margin	37,710	36,744	29,115	28,500
Net Profit Before Tax	15,695	16,507	15,205	12,160
Less: Provision for Tax	5,549	5,867	5,264	4,208
Net Profit after Tax	10,146	10,640	9,941	7,952

**3.3.6.3 Government Purchase:** The revenue generated from the Schemes of Government Purchase during the year 2017-18 was Rs. 13.62 crore and Rs. 14.30 crore under these schemes during 2018-19.

**3.3.6.4 Dividend:** In 2017-18, NSIC paid a dividend of Rs. 28.37 crore i.e. 30% of the PAT for the year 2017-18 to the Government of India.

### 3.4 Mahatma Gandhi Institute for Rural Industrialisation

**3.4.1** The Jannalal Bajaj Central Research Institute (JBCRI), Wardha was revamped with the help of Indian Institute of Technology, Delhi as a national level institute under the Ministry of MSME in October 2008 called Mahatma Gandhi Institute for Rural Industrialization (MGIRI).

#### 3.4.2 Objective:

The main objectives of the institute as enunciated in its Memorandum of Association include:

- To accelerate rural industrialization for sustainable village economy so that KVI sector co-exists with the main stream
- Attract professionals and experts to Gram Swaraj
- Empower traditional artisans
- Innovation through pilot study/field trials
- R&D for alternative technology using local resources

#### 3.4.3 Functions:

The activities of MGIRI are being carried out by its six sections each headed by a Senior Scientist/ Technologist.

- Khadi and Textile Division:** The activities mainly carried out by this division are to improve the productivity, value addition and quality of products manufactured in khadi institutions by introducing new technologies and by providing quality assurance support. It also works towards facilitating eco-friendly products and methods.
- Bio-processing and Herbal Division:** This division of MGIRI prepared technology package and simple quality assurance methods to facilitate production and utilization of organic manures, bio-fertilizers and bio-pesticides to promote rural entrepreneurs. This section is also making efforts to develop new formulations using 'Panchagavya' and their quality assurance procedures and facilities.
- Chemical Industries Division:** The main focus of this division is to promote quality consciousness and consistency in the area of food processing, organic foods and other products of rural chemical industries. It also provides a comprehensive quality testing support and is working towards developing field worthy kits, techniques and technologies to facilitate the cottage and small scale units in this area.
- Rural Energy and Infrastructure Division:** This division has been mandated to develop user-friendly and cost-effective technologies utilizing commonly available renewable resources of energy to facilitate rural industries and also to carry out audit of traditional rural industries so as to make them energy efficient.

- v. **Rural Crafts and Engineering Division:** This division is to help upgrade the skills, creativity and productivity of rural artisans and encourage value- addition and improve the quality of their products.
- vi. **Management & Systems Division:** This division provides information and communication technology based solutions for rural industries with a view to enhance their global competitiveness.

#### 3.4.4 Organisation:

MGIRI has a General Council (GC) which has a maximum of 35 members and the President of the GC is the Union Minister of MSME, Govt. of India and an Executive Council (EC) comprising of not more than 15 members lead by the Secretary of the Ministry of MSME, Govt. of India as the Chairman. The Director of the Institute is the Member Secretary of both GC and EC.

#### 3.4.5. Major activities and achievements in 2018-19

3.4.5.1 Employees of the institute participated in 11 national/International seminars, conferences and workshops for the presentation of research work and knowledge sharing among the scientific community.

3.4.5.2 MGIRI participated in 07 National and regional level exhibitions, expos and IITF 2018 for the creation of awareness about the MGIRI technologies, products and services.



Hon'ble Minister MSME, Shri Giriraj Singh is observing various products developed by MGIRI during his visit to MGIRI, Wardha on 24<sup>th</sup> November 2018

**3.4.5.3** Seven (7) research papers have been published in national and international journals.

**3.4.5.4** During the period 2018-2019, MGIRI came up with a number of technology/products, namely, equipments and machinery (12), process protocols (2) and products( 04) which are listed as under:

- Solar powered Wool Prespinning machinery and Solar Wool Charkha
  - (i) Coarse fillet machine
  - (ii) Fine fillet machine
  - (iii) Tap draw frame
  - (iv) Roving machine
  - (v) Solar Wool Charkha
- Low cost Solar powered field protection system
- Hank dyeing machine
- Iron body Gas kiln (Down-draught) of 50 kg capacity
- Low cost Pug Mill
- Gang Turn wood Lathe
- Solar power operated clay granulator
- Modified Turmeric polisher
- Herbal opaque bath soap formulation
- UV protection and antimicrobial Finish of Khadi fabric
- Methodology of dyeing cotton Khadi fabric with Natural dyes
- Banana Pseudo stem juice based Liquid bio-fertilizer
- Pro biotic honey based on Lactobacillus Coagulance.
- Cow Dung based wall paint

**3.4.5.5** Work on the 10 machines / products / processes / services for Rural Industries sector are in progress including Optimization of process of dyeing cotton khadi fabric with Red Sandal Wood, Phase change material finish on Khadi fabric, Herbal anti-wrinkle cream, Aloe- vera based herbal hand sanitizer, Probiotic palm Jaggery, Nutritionally enriched sugarcane Jaggery based products, Value added products from Ber (Ziziphus), Animal feed supplement using Poultry waste, Foot operated blunger, Solar Rose Seed Decorticating machine. etc. Apart from the above, 18 each of garment & woven designs created for Khadi sector have been uploaded in [www.greenkhadidesigns.com](http://www.greenkhadidesigns.com) for access to khadi sector artisans and entrepreneurs.

**3.4.5.6** MGIRI imparted training to 716 trainees in 85 sessions to various aspirant and existing entrepreneurs, representatives of NGOs, field agencies, artisans, students, farmers, SHGs etc. from all over the country for dissemination of technologies, products, processes, designs etc. for enterprise development and skill upgradation.



Installation & demonstration of wool pre-spinning machines and wool charkha at Phyong village, Leh (J&K)

**3.4.5.7** MGIRI has provided quality testing and guidance services to 26 various agencies such as KVI institutions, entrepreneurs, students and farmers etc. for 61 different product samples to improve and maintain the quality of the products as per Indian standards.



A manual on "Quality guidance for Khadi Spinning" is being released by Dr. Arun Kumar Panda, Hon'ble Secretary, MSME, Shri Bandla Srinivas, Joint Secretary, MSME and other members during the 14<sup>th</sup> Executive Council meeting of MGIRI at Udyog Bhawan, New Delhi on 06<sup>th</sup> February 2019.

**3.4.5.8** Community Radio (90.4 FM) popularly known as *Radio MGIRI* has been conducting several programmes to sensitise people such as Yuva Vishwa (for various competitive exams), Majha Gaon Majh Shivar (based on village problems and Government Schemes/projects for rural sector), Hello Doctor (health related information), KrushiJagar (Agriculture related information), Unchmazazhoka (based on making entrepreneurs specially for divorced women and widows of suicide farmers) etc.

**3.4.5.9** Under Swachh Bharat Abhiyaan MGIRI has adopted 5 Municipal schools of Wardha for maintaining cleanliness in the premises including water supply and sanitation to the urinals, toilets etc.

**3.4.5.10** To promote the use of Hindi (Rajbhasha) in office activities, workshops, meetings, Hindi Divas and Pakhwada have been organised regularly in the institute. All training manuals have been prepared in bilingual and noting, field correspondence, advertisement etc have also been done in Hindi or in bilingual.

### **3.4.6 Budgetary support to MGIRI**

**3.4.6.1** The Union Government through Ministry of MSME provides funds to MGIRI for undertaking its various activities. The details of funds provided during the last four years to MGIRI are as under:

**Table 3.14: Budget Allocation and Funds released to MGIRI**

**(Rs. in crore)**

<b>Year</b>	<b>Budget allocation (RE)</b>	<b>Funds released</b>
2015-16	6.87	6.02
2016-17	10.15	9.42
2017-18	10.00	7.80
2018-19	10.00	8.89



### **3.5 National Institute for Micro, Small and Medium Enterprises, (NI-MSME)**

NI-MSME was originally set up as Central Industrial Extension Training Institute (CIETI) in New Delhi in 1960 under the then Ministry of Industry and Commerce, Government of India. The Institute was shifted to Hyderabad in 1962 as a registered Society in the name of Small Industry Extension Training Institute (SIET). After the enactment of MSMED Act, 2006, the Institute expanded focus of its objectives and re-designated its organization structure. In line with the new Act, the Institute was rechristened as National Institute for Micro, Small and Medium enterprises (NI-MSME). It is currently an organization under the aegis of the Ministry of Micro, Small and Medium Enterprises (formerly Ministry of SSI & ARI), Govt. of India.

#### **3.5.1 Objectives:**

**3.5.1.1** The primary objective of NI-MSME was to be the trainer of trainers. Today, with the technological development and ever-changing market scenario, the organisation's involvement has undergone changes too. From being merely trainers NI-MSME has widened its scope of activities to consultancy, research, extension and information services.

**3.5.1.2** In line with the national objective of economic development through industrialization, and based on the expertise that is available, the Institute has identified thrust areas that need emphasis and exploration. These are: Entrepreneurship Development, Technology Up-gradation & Transfer, Policy Issues, NGO Networking, Environment Concerns, Cluster Development, Management Consultancy, Quality Management Services, Financial Services, and Information Services.

#### **3.5.1.3 NI-MSME's long-term mission is to excel at the following:**

- Training new corners in Information Technology
- Spotlighting of topical issues through conferences, seminars, etc.
- Greater attention to need based programmes
- Shift towards client driven approach and innovative interventions
- Programme evaluation
- Emphasis on research publications.

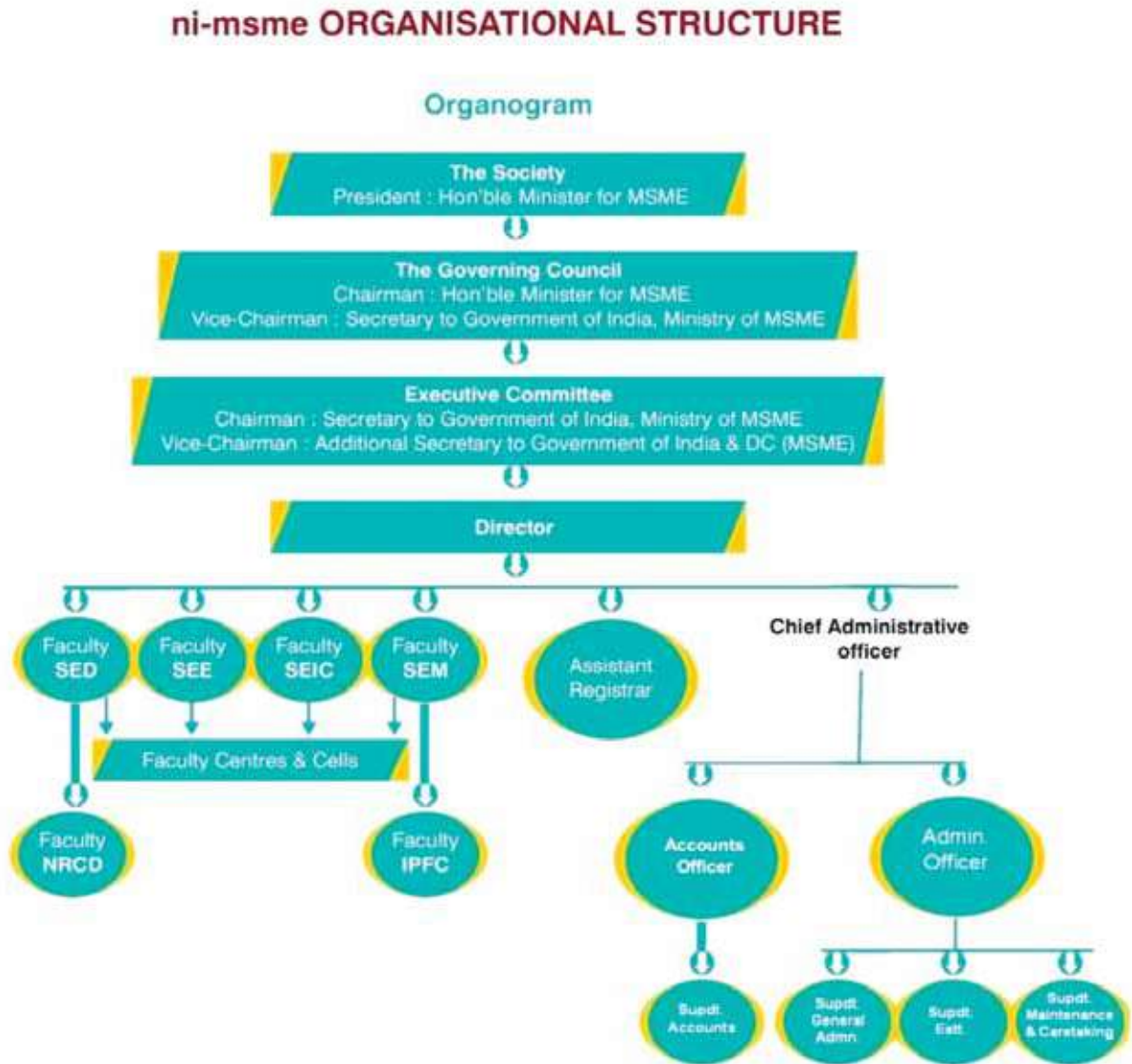
#### **3.5.2 Functions**

- Enterprise promotion and entrepreneurship development being the central focus of NI-MSME's functions, the Institute's competencies converge on the following aspects:-
- Enabling enterprise creation;
- Capacity building for enterprise growth and sustainability;
- Creation, development and dissemination of enterprise knowledge;

- Diagnostic and development studies for policy formulation; and
- Empowering the under-privileged through enterprise creation.

### 3.5.3 Organisation

3.5.3.1 The apex body of the Institute is the Governing Council, headed by the Hon'ble Minister of State, MSME (I/C), Shri Giriraj Singh. The organization chart of NI-MSME is given below:



3.5.3.2 Activities of the Institute are organized through its four Schools of Excellence (Enterprise Development; Enterprise Management; Entrepreneurship and Extension; and Enterprise Information and Communications). With each School consisting of theme-focused centre's and cells. The Academic Council is the nucleus coordinating body which formulates academic activities and programmes with quantitative and qualitative benchmarks by providing a framework for assessment and evaluation addressing contextual variations.

### 3.5.4 Major activities and achievements

3.5.4.1 The performance of the Institute in FY 2017-18 and 2018-19 is given in the Table below:

**Table 3.15: Performance of ni-msme during 2017-18 and 2018-19**

Programmes	2017-18		2018-19	
			From April, 2018 to March, 2019	
	Programmes	Trainees	Programmes	Trainees
<b>Entrepreneurship Development Programmes</b>				
<b>Programmes under Assistance to Training Institutes Sponsored by M/o MSME ni-msme as Apex Institution</b>				
Completed	87	2608	25	750
In progress	0	0	0	0
Other Programmes:	0	0	0	0
National (5 programmes consisting of 140 participants are in progress for 2018-19)	695	23321	205	11518
International	14	367	14	316
Seminars and Workshops	32	1664	22	655
Consultancy and Research (in progress)	30	0	30	0
<b>Total</b>	<b>858</b>	<b>27960</b>	<b>296</b>	<b>13239</b>

3.5.4.2 **Major National Programmes:** Programmes conducted during the year 2018-19 :

- One week campus programme of Training of Trainers in Entrepreneurship Development (ToT-ED) during 16-20 April 2018.
- A 3-day certification training programme at the campus on Goods & Services Tax (GST) during 18 - 20 April 2018.
- One-day workshop at the campus on Choosing and Protecting Brand through Trademarks, on 26th April 2018.
- A week-long training programme on Implementation of Soft and Hard Interventions for MSME Clusters was conducted at the campus during 7-11 May 2018
- A one-day workshop on Product Based Jugaad Innovation for SMEs on 11th May 2018.

- A three day training programme on Project Preparation Skills for Micro Enterprises during 20 - 22 June 2018
- A week-long training programme on Strategic Approaches for MSME Development at the campus during 11-15 June 2018
- Week-long campus training on Planning and Promotion of MSMEs during 25-29 June 2018
- Two-day training in Entrepreneurship for Woman Entrepreneurs, organised by the Reliance Industries Limited, KGD6, Onshore Terminal Site, Gadimoga, Andhra Pradesh during 4-5 June 2018 at Gadimoga, Kakinada
- One-week faculty development training in Entrepreneurship Development for the faculty members of Chhatrapati Shahu Institute of Business Education and Research (CSIBER), Kolhapur, Maharashtra, during 4- 8 June 2018.
- Three(3)-day campus training in Export-Import Documentation Procedures during 25-27 June 2018.
- A 3-day campus training on Current Requirements in Environmental Impact Assessment (EIA) - Process & Procedures (as per MoEF Guidelines) during 25-27 July 2018.
- The Entrepreneurship Development Cell of ni-msme has conducted an Entrepreneurship Awareness Camp in Nizamabad on 27<sup>th</sup> July 2018
- A week-long campus training programme on Total Quality Management for MSMEs during 9-13 July 2018.
- A 3-day certification training in GST during 9<sup>th</sup> -11<sup>th</sup> July 2018
- A one-week campus training programme on Promotion and Development of Rural Clusters, during 27-31 Aug 2018.
- A 4-week EDP at the St. Mary's Group of Institutions at Guntur, during 27 Aug – 22 Sept 2018
- An EDP for science graduates at the Institute campus, sponsored by the Department of Science and Technology, during 13 August - 8 September 2018
- A one-week training programme at the campus for middle level managers and leaders of PSUs/ PSEs/MNCs during 27 – 31 August 2018
- A one-week training programme on Patent Application Drafting and Filing, during 27-31 August 2018 at the campus
- A two-week training programme on Micro Finance for officers of Central Tibetan Administration, Dharmshala, Himachal Pradesh is being organised by the SED of

ni-msme at the Institute campus. The programme, which had commenced on 27th August 2018 and will conclude on 7th September, 2018

- An on-site programme of 4-week duration was conducted at Guntur during September 2018. These programmes was sponsored by the DST, GoI
- A Faculty Development Program on Entrepreneurship Development at the Institute campus during 1-13 October, 2018.
- A national level programme on Innovative Marketing Strategies for MSMEs during 8-10 October 2018, at the campus. The programme was formally inaugurated by Mr. S.V. Saravanan, Asst. General Manager (SME), State Bank of India. Speaking on the occasion, he emphasised the importance of marketing for the success of MSMEs.
- A three-day programme of certification training on Goods & Services Tax (GST) during 8-10 October 2018.
- A 2-day workshop on How to Start Import and Export Business during 19-20th November 2018
- A one-day workshop on GST: Reconciliation- Audit-Annual Return, on 12th November 2018
- A one-week Induction Programme for Executive Trainees of NMDC during 2-9 November 2018. Mr. N. Baijendra Kumar, IAS, Chairman-cum-Managing Director, NMDC chaired the event.
- A one-day workshop on Entrepreneurship at the campus on 24th January 2019.
- A one-week induction training on “Intellectual Property Rights on Strategies & Approaches for MSME Growth”, during 21-25 January 2019 at the campus.
- A one-week training programme on Intellectual Property Rights for the Officials of MSME DIs and branches was conducted by the IPFC of ni-msme, at the campus during 14-18 January 2019, in collaboration with CIPAM, DIPP, New Delhi. Sponsored by the DC (MSME), Govt. of India,
- A two-week EDP on Financial Products and Services, in association with Udyogwardhini, Nasik, during 30 January-15 February 2019.
- A 2-day workshop on Industrial Waste Management in MSMEs during 18-19 March 2019, sponsored under the National SC/ST Hub scheme.
- A 3-day training programme on Entrepreneurial Literacy to Mudra Beneficiaries during 6 - 8 March, 2019.



Shri Giriraj Singh, Hon'ble Minister of State (I/C), MSME, New Delhi inaugurated the Common Facility Centre (CFC) of the Kalamkari crafts cluster at Pallamala village on 17<sup>th</sup> October 2018.

### **3.5.5 International Programmes:**

- (I) Microfinance and Enterprise Development, Sponsored by Hyderabad Academy for Technology & Future Studies, Khartoum, Sudan on 04-09 May 2018.
- (II) Microfinance and Enterprise Development, Sponsored by Hyderabad Academy for Technology & Future Studies, Khartoum, Sudan on 08-14 May 2018.
- (III) International Special Training Programme on Promotion of Basket & Mat Weaving Artisan Enterprises”, for Eritrean participants, Sponsored by the Ministry of External Affairs, Govt. of India under ITEC on 14 May-06 Jul 2018.
- (IV) Skill and Entrepreneurship Development Initiatives in India for Uganda Officials, Sponsored by Ministry of External Affairs, Govt. of India.
- (V) Phase-1 of ni-msme international executive development training programmes 2018-19.
  - Promotion and Development of Micro, Small and Medium Enterprises (PDMSMEs)
  - Programme on Micro Finance for Project Officers, CTA. Sponsored by Central Tibetan Administration (CTA), Tibet



(VI) Phase-II of ni-msme international executive development training programmes 2018-19.

- Capacity Building for providing Alternative Livelihood Opportunities for Poor (CBALO) on 03 Sep - 26 Oct 2018
- Empowerment of Women through Enterprises (EWE) on 03 Sep - 26 Oct 2018

(VII) Phase-III of ni-msme international executive development training programmes 2018-19.

- Promotion of Micro Enterprises (POME) on 12 Nov to 21 Dec 2018
- SME Financing –Approaches and Strategies (SMEFAS) on 12 Nov to 21 Dec 2018
- Total Quality Management & ISO 9001: 2015/14001/22000/27000 & Six Sigma (TQM) on 12 Nov to 21 Dec 2018



Phase-IV of ni-msme international executive development training programmes 2018-19.

- Intellectual Property Management Strategies for SMEs (IPMSS) on 21 Jan 2019 to 01 Mar 2019
- Planning and Promotion of Agro and Food Enterprises (PAFE) on 21 Jan 2019 to 01 Mar 2019
- Tourism and Hospitality Management (THM) on 21 Jan 2019 to 01 Mar 2019
- Training of Trainers in Entrepreneurship and Skill Development (ToT-ESD) on 21 Jan 2019 to 01 Mar 2019.

### 3.5.6 Self-Employment and Wage-Employment of beneficiaries trained under ATI Scheme:

The number of programmes conducted, the participants trained and the number of trainees who achieved self-employment or managed to find wage-employment since 2013-14 to 2018-19, are given in the following table.

**Table: 3.16 Percentage of trainees with wage employment/self-employment 2013-14 to 2018-19**

Year	Program (in numbers)	Trainees (in numbers)	Achievement (Success rate)				
			Wage employed		Self employed		Overall %
			No.	%	No.	%	
2013-14	1,045	30,910	8,843	51.34	5,905	41.36	47.54
2014-15	1,599	47,092	15,419	32.74	9,236	19.42	52.16
2015-16	1,075	31,874	14,130	44.30	6,313	19.18	64.10
2016-17	135	4,050	2,159	53.00	615	15.00	68.00
2017-18	87	2610	829	31.76	483	18.50	50.26
2018-19	25	750	-	-	-	-	-

**3.5.6.1 ni-msme** has also provided services on 12 continuing consultancy projects from previous year; and 8 consultancy projects taken up during the year 2018-19.



**3.5.6.2 ni-msme** has also brought out 6 publications on various topics. Details of publication are as under:-

Sl.No.	Name of the Publication	Date of Publication	Language	Remarks
1.	A stakeholders' perspective on barriers to adopt sustainable practices in MSME supply chain: Issues and challenges in the textile sector"	(Research Journal of Textile and Apparel, Vol. 22 Issue: 1, pp.59-76, <a href="https://doi.org/10.1108/RJTA-07-2017-0036">https://doi.org/10.1108/RJTA-07-2017-0036</a> ISSN: 1463-6697) 2018	English	<b>ni-msme</b> Publication
2.	Issues and Challenges faced by Small and Medium Entrepreneurs in Automobile Sector	(A Study at Vijayawada Region, ISSN: 2249-7196, IJMRR/ July 2017/ Volume 7/Issue 7/ Article No-3/759-780) 2017	English	<b>ni-msme</b> Publication
3.	Paper published on Skill Development and Employment for Persons with Intellectual Developmental Disability	(National Seminar on Disability; Andhra University 15 & 16 March 2018)	English	<b>ni-msme</b> Publication
4.	Sustainable Tourism and Hospitality Management; Chaturvedi,S, Choudhury,D, Udayashanker, Published by Paramount Publishing House, Hyderabad (Jan, 2018)	ISBN: 978-93-85100-87-1 2018	English	<b>ni-msme</b> Publication
5.	Fostering Entrepreneurial Success; Chaturvedi, S; Choudhury, D; Sharma, S. Published by Gyan Publishing House, New Delhi (June, 2018)	ISBN:978-81-212-1448-3 2018	English	<b>ni-msme</b> Publication
6.	Digital Intervention in Skill, Handholding and Affiliation (DISHA) (1 <sup>st</sup> Inventor)	TEMPE-1/7586/2018-CHE 2 <sup>nd</sup> May, 2018	English	Under process

### 3.5.5.3 Swachhta Pakhwada conducted in nimsme from 15<sup>th</sup> June 2018 to 30<sup>th</sup> June 2018

Swachhta –Hi-Seva Conducted in nimsme from 17<sup>th</sup> September to 02<sup>nd</sup> October 2018.

As per the directions given from ministry from time to time with respect to Swachh Bharat Mission, programme activities undertaken.




## Major Schemes

- 4.1** The Ministry of MSME runs numerous schemes targeted at a) providing credit and financial assistances b) skill development training, c) infrastructure development, d) marketing assistance, e) technological and quality upgradation and f) Other Services for the MSMEs across the country. A snapshot of all the schemes is provided below:

### List of the Schemes of the Ministry of MSME

#### A. Credit and Financial assistance to MSMEs

<b>I. Prime Minister's Employment Generation Programme</b>	
Description	<p>The scheme aims to generate employment opportunities in rural as well as urban areas of the country through setting up of new self-employment ventures / projects / micro enterprises. Another objective is to provide continuous and sustainable employment to all age segment of traditional and prospective artisans and rural / urban unemployed youth in the country, so as to help arrest migration of rural youth to urban areas. A third objective is to increase the wage earning capacity of artisans and contribute to increase in the growth rate of rural and urban employment.</p> <p>The Scheme is implemented by Khadi and Village Industries Commission (KVIC), as the nodal agency at the National level. At the State level, the Scheme is implemented through State KVIC Directorates, State Khadi and Village Industries Boards (KVIBs) and District Industries Centres (DICs) and banks.</p> <p>The maximum cost of the project/ unit admissible under manufacturing sector is Rs.25 lakh and under business/service sector is Rs.10 Lakh.</p>
	

Intended beneficiaries	<p>Any individual, above 18 years of age is eligible to seek assistance. If the project size is above Rs.10 lakh in the manufacturing sector and above Rs. 5 lakh in the business /ser- vice sector, the applicant must be at least Class VIII Pass.</p> <p>Only new projects are considered for sanction under PMEGP. Self Help Groups (including those belonging to BPL provided that they have not availed benefits under any other Scheme), Institutions registered under Societies Registration Act,1860; Production Co- operative Societies, and Charitable Trusts are also eligible.</p>
Recent developments:	<p>The Scheme was evaluated by MDI, Gurugram, and the major observations of the evaluation are;</p> <ol style="list-style-type: none"> <li>1. Scheme has been able to provide Sustainable Employment. <ol style="list-style-type: none"> <li>I. Average Employment Per Project – 7.62 persons</li> <li>II. Average Cost of Generating Unit Employment – ₹ 96,209</li> <li>III. Average Cost per Project – ₹ 7,33,423</li> </ol> </li> <li>2. New component has been added providing second loan of upto ₹ 1.00 crore to existing and better performing PMEGP/MUDRA units for upgrading with subsidy of 15% (20% for hill areas and NER). Coir Udyami Yojana (CUY) has been merged in PMEGP. Negative list under PMEGP has been amended allowing off Farm/Farm Linked activities and serving/selling non-vegetarian food at Hotels/Dhabas.</li> </ol>
Implementation	ARI Division
Funds Allocated (2018-19)	BE - Rs. 1800.64 Crore RE - Rs. 2118.80 Crore
Expenditure Incurred (2018-19)	Rs. 2118.80 crore
<b>II. Credit Linked Capital Subsidy Scheme (CLCSS)</b>	
Description	<p>The objective of the Scheme namely “Credit Linked Capital Subsidy Scheme (CLCSS)” for Technology Upgradation of Micro and Small Enterprises is to facilitate technology upgradation in Micro and Small Enterprises (MSEs) by providing capital subsidy of 15% (limited to maximum of Rs.15.00 lakhs) on institutional finance availed by them for induction of well-established and improved technology. Maximum limit of eligible loan for calculation of subsidy under the Scheme is investment in approved plant &amp; machinery upto Rs. 1.00 crore for induction of well-established and improved technologies.</p> <p>MSEs are particularly disadvantaged due to insufficient investment and lack of awareness of both the quality standards and access to modern technologies. A large percentage of MSEs are running with outdated technology and plant and machinery. The CLCSS is envisaged to address this issue. Presently, 51 Sectors/sub-sectors with approved Machinery/ Technologies are covered under the scheme. The scheme is applicable to new and existing Micro &amp; Small Enterprises (MSEs) engaged in manufacturing.</p>

	<p>Office of the Development Commissioner (MSME) is implementing the scheme through 12 Nodal Banks/Agencies. The eligible MSEs are required to apply online through Primary Lending Institutions (PLIs), from where the MSEs availed term loan for up-gradation of technology. The completed application is uploaded by PLI through Online Application and Tracking System to the attached Nodal Agency, which, in turn, recommends the application online to Office of DC (MSME) for release of subsidy. After processing of application and subject to availability of funds, due approval is accorded from competent authority and concurrence of Internal Finance Wing, after which funds are released to Nodal Agencies. Funds are then transferred by the Nodal Agencies to the PLIs where the account of the MSE is operated.</p> <p>The scheme has been immensely successful in enabling MSEs in technology upgradation. This in turn has resulted in productivity improvement, increase in turnover and productivity. A substantial improvement in product quality has also been reported.</p> <p>The scheme has also led to energy reduction in terms of electricity consumption and fuel consumption besides having a positive impact on air, water and noise pollution.</p> <p><b>Status:</b> Since, inception of the scheme 62827 MSEs have availed subsidy which is Rs. 3888.12 Crore till 31<sup>st</sup> March 2019.</p> <p>The Scheme was kept on hold since 01.04.2017 because of lack of budgetary resources and the scheme is being recast. Meanwhile, we had accumulated a huge backlog of previous financial years. An additional amount of Rs. 973.31 Crore was re-allocated to CLCSS in the current year and consequently, the liability of Rs. 973.15 Crore, the total pending liabilities, has been liquidated. The Scheme is now poised to accept fresh applications, once the revised scheme is approved by the Competent Authority.</p>
Intended beneficiaries	The scheme is applicable to new and existing MSEs.
Funds Allocated (2018-19)	BE - Rs. 326.85 Crore RE - Rs. 973.31 Crore
Expenditure Incurred 2018-19	Rs. 973.1 Crore
<b>III. Credit Guarantee Trust Fund For MSEs (CGTMSE) - Provision of collateral free credit for MSMEs</b>	
Description	<p>Guarantees are provided for extending collateral free lending to Micro and Small Enterprises through banks and financial institutions (including NBFCs).</p> <p>The Scheme covers collateral free credit facility (term loan and/ or working capital) extended by eligible lending institutions to new and existing micro and small enterprises up to Rs. 200 lakh per borrowing unit. The guarantee cover provided is up to 75% of the credit facility upto Rs. 50 lakh (85% for loans up to Rs. 5 lakh provided to micro enterprises, 80% for MSEs owned /</p>

	<p>operated by women and all loans to NER) with a uniform guarantee at 75% of the credit exposure above Rs. 50 lakh and up to Rs. 200 lakh. A composite all in Annual Guarantee Fee upto 1.80% p.a. of the credit facility sanctioned is charged, with the minimum Guarantee Fee being 1% p.a.</p> <p><b>Status:</b> As on 31<sup>st</sup> March, 2019, cumulatively 3505612 proposals have been approved for guarantee cover of Rs. 182790.06 crore.</p>
Recent Developments	<p>This Scheme has been tremendously successful if we consider the fact that the scheme has facilitated loans which were 20 times the corpus and has thus been able to promote entrepreneurial activities in the country. It is the only of its kind guarantee scheme which has covered more than 31 lakh beneficiaries in last 18 years. The beneficiaries experienced a boost in their turnover as well as employment generation in the years following approval of CGTMSE funding has had a positive impact on six major areas in the MSE sector - technology upgradation, skill upgradation, market development, sustainability of scheme, economic impact, and social Impact.</p> <p>The scheme has been successful in spanning itself geographically across the country with a special focus in the North East. The benefits of the scheme have also reached more than 100 industrial sectors in which MSEs are operating. The beneficiaries are spread over even tier 3 towns and not limited to major industrial hubs. CGTMSE has been highly effective in settling the claims wherein the first installment was settled within 3 weeks in majority of the cases.</p> <p>Details of the scheme along with latest circulars are available in the website of CGTMSE at <a href="http://www.cgtmse.in">www.cgtmse.in</a>.</p>
Intended beneficiaries	The Scheme is applicable to new and existing MSEs.
Funds Allocated (2018-19)	BE - Rs. 700.00 Crore RE - Rs. 715.00 Crore
Expenditure Incurred (2018-19)	Rs. 744.9476 crore

## B. Skill Development and Training

I. A Scheme for Promotion of Innovation, Rural Industry & Entrepreneurship (ASPIRE)	
Description	<p><b>The scheme has the following objectives:</b></p> <ul style="list-style-type: none"> <li>i) Create new jobs and reduce unemployment,</li> <li>ii) Promote entrepreneurship culture in India,</li> <li>iii) Grass roots economic development</li> <li>iv) Facilitate innovative business solution for unmet social needs, and</li> <li>v) Promote innovation to strengthen the competitiveness of MSME sector.</li> </ul>

### **The scheme components are**


- i) Create a database of technologies available with various Government/private agencies and setup a **Network of Technology Centres** for sharing of best practices and experiences;
- ii) Develop the required skilled **Human Resources** necessary for mentoring and handholding the incubates;
- iii) Set up **Livelihood Business Incubators (LBI)** under National Small Industries Corporation (NSIC), KVIC or Coir Board or any other Institution/agency of GOI/State Govt.
- iv) **Incubation and Commercialisation of Business Ideas Programme** through technical/ research institutes, Ministries of GOI and Private incubators.
- v) **Business Accelerator** programme for scaling up.
- vi) Create a framework for **Start-up Promotion** through Small Industries Development Bank of India (SIDBI) by using innovative means of finance to enable ideas/innovation & to convert these into commercial enterprises.

### **The Objective of LBIs is**

- a) To set up business incubators so that eligible youth can be adequately incubated in various skills and be provided the opportunity to setup their own business enterprises;
- b) To impart entrepreneurship, and skill development training to youth;
- c) To provide mentoring and hand holding with facilitation for funding with a view to empower them to set up own business enterprises.
- d) To promote new low-end-technology/livelihood based enterprises.

### **The following activities are covered under the scheme:**

- A) Livelihood Business Incubators** by NSIC, KVIC, Coir Board or any other Institution or any other Institution or Agency of Govt. of India/ State - Setting up LBI's (100 lakh for NSIC & others. And INR 50 lakh for eligible agencies under PPP) for plant & machinery only.
- B) Technology Business Incubators** - 1-Incubation center
  - Support for Existing Incubators (INR 30 lakh for incubator c apex)
  - Setting up of New Incubator (INR 100 lakh for incubator c apex)2-Incubation of Ideas (INR 3 lakh per idea)

	<ul style="list-style-type: none"> <li>• Creation of Enterprise out of innovative idea (Seed Capital fund@ INR 1.00 cr. per incubator for enterprise creation@ 50% of project cost or 20 lakh per successful idea whichever is less)</li> <li>• Accelerator workshop</li> </ul> <p>NSIC, KVIC and the Coir Board are nodal agencies tasked to replicate the “Rapid Incubation Model”. In addition, Private partner institutions and entities can also set up livelihood incubation centres under PPP mode with NSIC, KVIC or Coir Board, or any other Institution/agency of GOI/State Govt.</p>
Intended beneficiaries	<p>a) Existing incubation centres currently operating under different Ministries and Departments of the Government of India or Institutions including National/Regional level institutions of GOI/State Governments.</p> <p>b) To set up new incubation centres, eligible private institutions including Industry Associations, along with the Academic Institutions, R&amp;D laboratories, Universities, Government entities and Technology Parks, Technical institutions with a proven track record in promotion of innovative/technology based entrepreneurship in the agro-rural landscape.</p> 
Funds Allocated (2018-19)	BE - Rs. 232.00 Crore RE - Rs. 224.00 Crore
Expenditure Incurred 2018-19	Rs. 219.34 crore
<b>II. Entrepreneurship and Skill Development Programmes (ESDP)</b>	
Description	The O/o DC-MSME under “Development of MSMEs” vertical has launched the “Entrepreneurship and Skill Development Programme (ESDP) Scheme” for the existing & potential entrepreneurs. Under this scheme Ministry of MSME has been organizing a number of programmes, which mainly focus on the process of improving the skills and knowledge of entrepreneurs, enhancing the capacity to develop, manage and organize a business venture while keeping in mind the risks associated with it. The whole point of ESDP Scheme is to increase the number of entrepreneurs.


	<p><b>Objective of the Scheme:</b></p> <p>The objective of the programme is to motivate young persons (Men and women) representing different sections of the society including SC/ST/ Women, physically handicapped, Ex-servicemen and Below poverty line (BPL) persons to consider self-employment or entrepreneurship as one of the career options. The ultimate objective is to promote new enterprises, capacity building of existing MSMEs and inculcating entrepreneurial culture in the country.</p> <p><b>Scheme Components:</b></p> <p>The scheme includes the following programme modules:</p> <ol style="list-style-type: none"> <li>1) Industrial Motivational Campaign (IMC-Youth) - Two Day</li> <li>2) Industrial Motivational Campaign (IMC-Clusters) - One Day</li> <li>3) Entrepreneurship Awareness Programme (EAP) - Two weeks.</li> <li>4) Entrepreneurship-cum-Skill Development Programme (E-SDP)-Six Weeks</li> <li>5) Management Development Programme (MDP) - One week</li> </ol>																		
Implementing Agencies:	ESDP Programmes/Activities will be conducted through different field offices of the office of DC (MSME) i.e. MSME-Development Institutes, Technology Centres and Enterprise Development Centres (EDCs).																		
Intended Beneficiaries:	Youths representing different sections of the society including SC/ST/ Women, Physically Handicapped, Ex-servicemen and Below poverty line(BPL) persons.																		
Programmes/ Beneficiaries (2018-19)	<table border="1"> <thead> <tr> <th>Prog. Name</th> <th>No of Prog.</th> <th>No of Beneficiaries</th> </tr> </thead> <tbody> <tr> <td>EAP</td> <td>99</td> <td>2457</td> </tr> <tr> <td>E-SDP</td> <td>227</td> <td>5389</td> </tr> <tr> <td>MDP</td> <td>94</td> <td>2243</td> </tr> <tr> <td><b>TOTAL</b></td> <td><b>420</b></td> <td><b>10089</b></td> </tr> <tr> <td>IMC (Awareness)</td> <td>197</td> <td>13004</td> </tr> </tbody> </table>	Prog. Name	No of Prog.	No of Beneficiaries	EAP	99	2457	E-SDP	227	5389	MDP	94	2243	<b>TOTAL</b>	<b>420</b>	<b>10089</b>	IMC (Awareness)	197	13004
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Funds Allocated (2018-19)	BE - Rs. 49.30 Crore RE - Rs. 15.13 Crore																		
Expenditure Incurred (2018-19)	Rs. 13.46 Crore																		



## C) Infrastructure

I. Scheme of Fund for Regeneration of Traditional Industries (SFURTI)									
Description	<p>The objectives of the scheme are to organize traditional industries and artisans into clusters to make them competitive and provide support for their long term sustainability, sustained employment, to enhance marketability of products of such clusters, to equip traditional artisans of the associated clusters with the improved skills, to make provision for common facilities and improved tools and equipment for artisans, to strengthen the cluster governance systems with the active participation of the stakeholders, and to build up innovative products, improved technologies, advanced processes, market intelligence and new models of public-private partnerships.</p> <p>The scheme covers three types of interventions:</p> <p><b>i) Soft interventions-</b> Activities to build general awareness, counselling, skill development and capacity building, exposure visits, market development initiatives, design and product development, etc.</p> <p><b>ii) Hard interventions-</b> Creation of common facility centres, raw material banks, upgradation of production infrastructure, warehousing facility, tools and technological upgradation, etc.</p> <p><b>iii) Thematic interventions-</b> Interventions on a cross-cutting basis for brand building, new media marketing, e-commerce initiatives, research and development, etc.</p> <p>The financial assistance provided for any specific project shall be subject to a maximum of Rs 8 (eight) crore to support Soft, Hard and Thematic interventions.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Type of clusters</th> <th style="text-align: center;">Per Cluster Budget Limit</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">Heritage Clusters (1000-2500 artisans)</td> <td style="text-align: center;">Rs 8 crore</td> </tr> <tr> <td style="text-align: center;">Major Clusters (500-1000 artisans)</td> <td style="text-align: center;">Rs 3 crore</td> </tr> <tr> <td style="text-align: center;">Mini-Clusters (Upton 500 artisans)</td> <td style="text-align: center;">Rs 1.5 crore</td> </tr> </tbody> </table> <p>MSME Ministry has constituted a Scheme Steering Committee as the apex coordination and monitoring body. The KVIC, Coir Board, NIMSME (Hyderabad), IED (Odisha), IIE (Guwahati), IMED, J&amp;K KVIB are the Nodal Agencies for scheme implementation in their respective areas. In addition, other Nodal Agencies are being identified for implementation.</p>	Type of clusters	Per Cluster Budget Limit	Heritage Clusters (1000-2500 artisans)	Rs 8 crore	Major Clusters (500-1000 artisans)	Rs 3 crore	Mini-Clusters (Upton 500 artisans)	Rs 1.5 crore
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	<p><b>Status:</b> The Ministry of MSME has released so far an amount of Rs. 67.17 Crores as GoI grant for implementation of the above clusters during the financial years 2015-16, 2016-17 and 2018-19 respectively. <b>Among these, the Ministry has released Rs.26.73 Crores during the year 2018-19 for implementation of the scheme.</b> Out of the total release of Rs. 67.17 Crores, the Board has released Rs. 37.51 Crores to the Implementing Agencies/ Technical Agencies of the clusters, till date, for implementing the activities prescribed in the DPRs such as setting up of Common facility Centres (CFC) and IA office, procurement of machineries, conducting Soft Interventions such as marketing initiatives, awareness programmes etc.</p>
Intended beneficiaries	Non-Government organizations (NGOs), institutions of the Central and State Governments and semi-Government institutions, field functionaries of State and Central Govt., PanchayatiRaj institutions (PRIs), Private sector by forming cluster specific SPVs, Corporates and corporate Responsibility (CSR) foundations with expertise to undertake cluster development.
Funds Allocated (2018-19)	BE - Rs. 125.00 Crore RE - Rs. 86.15 Crore
Expenditure incurred (2018-19)	Rs. 86.03 Crore
<b>II. Scheme for Micro &amp; Small Enterprises Cluster Development Programme (MSE-CDP)</b>	
Descriptions	<p>The Ministry has adopted the cluster development approach as a key strategy for enhancing the productivity and competitiveness as well as capacity building of Micro and Small Enterprises (MSEs) and their collectives in the country.</p> <p><b>Objectives of the Scheme:</b></p> <ul style="list-style-type: none"> <li>i) To support the sustainability and growth of MSEs by addressing common issues such as improvement of technology, skills and quality, market access, access to capital etc.</li> <li>ii) To build capacity of MSEs for common supportive action through formation of self-help groups, consortia, upgradation of association etc.</li> <li>iii) To create/upgrade infrastructural facilities in the new / existing industrial areas/clusters of MSEs.</li> <li>iv) To set up Common Facility Centres (for testing, training centre, raw material depot, effluent treatment, complementing production processes etc.)</li> </ul>

	<p><b>Major activities:</b></p> <ul style="list-style-type: none"> <li>i) Funding support for setting up of 'Common Facility Centres (CFC)'.</li> <li>ii) Funding support for setting up of 'Common Display Centres (CDC) for Women Entrepreneurs'.</li> <li>iii) Funding support for 'Infrastructure Development Projects (new / upgradation)'.</li> </ul> <p><b>Status:</b> During the financial year 2018-19, 17 Common Facility Centres and 11 Infrastructure Development Projects have been completed.</p>
Intended beneficiaries	<ul style="list-style-type: none"> <li>i) Funding support for setting up of Common Facility Centres (CFCs)- Implementing agencies such as organisations of State Governments, National and International Institutions engaged in development of MSME sector or any other institution / agency approved by the Ministry of MSME.</li> <li>ii) Funding support for setting up of Common Display Centres (CDC) for Women Entrepreneurs - Association of Women Entrepreneurs.</li> </ul> <p>Funding support for Infrastructure Development Projects (new / upgradation) - Implementing agencies such as organisations of State Governments.</p> <div style="text-align: center;">  <p><b>MSME Clusters</b></p> </div>
Achievements (2018-19)	<ul style="list-style-type: none"> <li>(i) 17 Common Facility Centres and 11 Infrastructure Development Projects have been commissioned.</li> <li>(ii) 10 Common Facility Centres and 26 Infrastructure Development Projects have been approved.</li> </ul>
Funds Allocated (2018-19)	BE - Rs. 279.00 Crore RE - Rs. 173.40 Crore
Expenditure incurred (2018-19)	Rs. 172.81 crore

## D. Marketing Assistance

<b>I. Scheme for providing financial assistance to Khadi institutions under MPDA</b>	
Description	Government has introduced w.e.f. 01.04.2010, a flexible, growth stimulating and artisan oriented Market Development Assistance (MDA) Scheme, in place of the erstwhile system of Rebate. Under MDA, financial assistance is provided to institutions @ 20% of the value of production of khadi and polyvastra, to be shared among artisans, producing institutions and selling institutions in the ratio 40:40:20. MDA provides institutions flexibility to use the assistance for improving the outlets, products and production processes, besides giving incentive to customers, etc. The scheme has been modified as MPDA by amalgamating existing Market Development Assistance on production (Khadi & Poly) Scheme and additional components of Publicity, Marketing and Market promotion (including Export Promotion) & Infrastructure (inclusive of new component of Marketing Complexes/Khadi Plaza) out of VI Grant. Under the Modified MDA (MMDA), Pricing would be fully de-linked from the cost chart and products can be sold at market-linked prices at all stages of production. Incentives would be extended to Artisans and Karyakartas. Further, production & marketing support for products, which are self-sustainable, will be phased out. Modified MDA shall be calculated at 30% of the Prime Cost, {cost of raw material plus conversion charges up to grey cloth plus processing charges without margins [establishment expenditure (25%) and trading, insurance & bank interest (8%)]}. The Modified MDA shall be distributed amongst producing institutions (40%), selling institutions (20%) and artisans (40%).
Implementing Agency	KVIC
Intended beneficiaries	The Khadi institutions, having valid Khadi certificate and categorized as A+, A, B and C, are only eligible to avail MDA grant from KVIC.
Funds Allocated (2018-19)	BE - Rs 15.00 Crore RE - Rs. 08.00 Crore
Expenditure incurred (2018-19)	Rs. 03.31 crore

## E. Technology Upgradation and Competitiveness

I. Financial Support to MSMEs in ZED certification	
Description	<p>The Development Commissioner (MSME), Ministry of Micro, Small &amp; Medium Enterprises, Govt. of India, will implement up-scaled 'Financial Support to MSMEs in ZED Certification Scheme' for the benefit of manufacturing Micro, Small &amp; Medium Enterprises (MSMEs) for a period ending 2019-20 at an estimated financial outlay of Rs. 116.94 Cr. with Government of India Contribution: Rs. 100.00 Cr. and Pvt. Contribution Rs. 16.94 Cr.</p> <p>The scheme envisages promotion of Zero Defect and Zero Effect (ZED) manufacturing amongst MSMEs and ZED Assessment for their certification with the following objectives:</p> <ul style="list-style-type: none"> <li>• To promote adaptation of Quality tools/systems and Energy Efficient manufacturing.</li> <li>• To encourage MSMEs to constantly upgrade their quality standards in products and processes.</li> <li>• To drive manufacturing with adoption of Zero Defect production processes and without impacting the environment.</li> </ul> <p>Under the scheme 28,570 MSMEs are targeted to be rated for Desktop Assessment. 429 MSMEs will be assisted for moving towards Zero Effect Solutions and Gap Analysis, Handholding, Consultancy for improving their rating, etc., 708 MSMEs will be assessed/ rated &amp; certified, 100 MSMEs will be assessed &amp; certified for Defence sector, additionally 100 MSMEs will be supported for Re-assessment/ Re-rating for improving their rating.</p>
Status	<p>Initially, the Ministry of Micro, Small and Medium Enterprises (MSME), Government of India has launched the ZED Scheme on 18.10.2016 and further up-scaled in 2018-19.</p> <p>22251 MSMEs are registered under ZED Scheme since inception of the scheme till date. 13000+ MSMEs started Online Self Assessment, out of which 3353 have completed so far. 940 have completed Desk Top Assessment and 518 MSMEs have paid fees for Site Assessment out of which 369 have been completed. Out of 338 cases presented before Rating Committee, <b>02 MSMEs got Diamond, 46 MSMEs got Gold, 96 MSMEs got Silver, 80 MSMEs got Bronze and 114 MSMEs have No Rating.</b></p>
Intended Beneficiaries	Manufacturing MSMEs
Implementation	Quality Council of India

Fund Allocation (2018-19)	(BE) Rs. 200.00 Crore (RE) Rs. 0.06 Crore
Expenditure incurred (2018-19)	Rs. 0.01 crore
<b>II. Support for Entrepreneurial and Managerial Development of SMEs through Incubators</b>	
Description	The main objective of the scheme is to promote and support untapped creativity of individual and to promote adoption of latest technologies in manufacturing as well as knowledge based innovative MSMEs.
Nature of assistance	<ul style="list-style-type: none"> <li>Financial assistance upto Rs.15 lakh for developing and nurturing of an idea.</li> <li>Financial assistance upto Rs. 1.00 crore for procurement and installation of Plant and Machines in BI in order to strengthen the technology related R&amp;D activities of BI.</li> <li>Financial assistance upto Rs. 1.00 crore as grant-in-aid for seed capital support to Host Institute (HIs)/ Business Incubator (BIs) for converting deserving ideas into Start-ups.</li> </ul>
Intended beneficiaries	Any individual or MSME having innovative idea.
Implementing Agency	Various Technical Colleges, Universities, other professional colleges/ Institutes, R&D institutes, NGOs involved in relevant activities, EDCs of O/o DC (MSME), MSME-DIs/ Technology Centres (TCs), DICs or any Institutes/ Organisation of Central/State Govt. (known as host institutes/business Incubators (HI/BI) through Implementing Agencies such as Micro, Small & Medium Enterprises- Development Institute (MSME-DI) Testing Centres (TCs).
Whom to apply	Any innovator prospective/existing entrepreneurs/ student through Host Institute (His)/Business Incubators (BIs).
Funds Allocated (2018-19) Expenditure	BE - Rs. 17.25 Crore RE - Rs. 0.76 Crore Rs. 0.00 Cr (upto 31.03.2019) (No expenditure could be incurred as the Scheme was launched in May 2019 only).
Physical progress	Host institute – Nil Ideas – Nil

NOTE: The revised guidelines for the Scheme namely “Support for Entrepreneurial and Managerial Development of SMEs through Incubators” have been launched in May 2019.

## F. Other Services

I. National Scheduled Caste and Scheduled Tribe Hub	
Description	<p>The Hub provides professional support to SC/ST entrepreneurs to fulfill the obligations under the Central Government Public Procurement Policy for Micro and Small Enterprises Order 2012, adopt applicable business practices and leverage the Stand up India initiatives. The Scheme is implemented through National Small Industries Corporation Ltd. (NSIC). The National SC/ST Hub carries out the following functions:</p> <ol style="list-style-type: none"> <li>i. Collection, Collation and Dissemination of information regarding SC/ST enterprises and entrepreneurs.</li> <li>ii. Capacity building among existing and prospective SC/ST entrepreneurs through skill training and EDPs.</li> <li>iii. Vendor Development involving CPSEs, NSIC, MSME-DIs and industry associations including DICCI.</li> <li>iv. Promoting participation of SC/ST entrepreneurs in exhibitions and organizing special exhibitions for this purpose.</li> <li>v. Mentoring and hand holding support to SC/ST entrepreneurs.</li> <li>vi. Working with States as well as other organisations for SC/ST entrepreneurs so that these enterprises can benefit from all of them.</li> <li>vii. Facilitating SC/ST entrepreneurs participating in public procurement, e-platform of DGS&amp;D and monitoring the progress.</li> <li>viii. Facilitating credit linkages for SC/ST entrepreneurs. The Guideline of National SC/ ST Hub Scheme is available on the Ministry's Website i.e. <a href="http://www.msme.gov.in">www.msme.gov.in</a>.</li> </ol> <p>The "National Scheduled Caste &amp; Scheduled Tribe Hub" has been set up in the National Small Industries Corporation Limited (NSIC), a public sector undertaking which is the implementing agency</p> <p><b>Status:</b> Series of NSSH state conclaves were organized in various locations of the country to focus on extending the Ministry's reach to the last mile and identifying SC/ST Entrepreneurs. In FY 2018-19, 25 Conclaves were organized with participation of more than 8985 SC/ST entrepreneurs.</p>

<p>Nature of Assistance</p>	<p>Financial assistance is currently being provided under NSSH for the following sub- schemes:</p> <ul style="list-style-type: none"> <li>• Single Point Registration Scheme (SPRS)</li> <li>• Special Marketing Assistance Scheme (SMAS)</li> <li>• Subsidy for Performance and Credit Rating Scheme (SPCRS)</li> <li>• Special Credit Linked Capital Subsidy Scheme (SCLCSS)</li> </ul> 
<p>Application Process</p>	<p><b>Who can apply:</b> SC/ST owned Micro &amp; Small Enterprises (MSEs), who are having valid Udyog Aadhaar Memorandum No. (UAM No.) and enrolled on MSME Databank, are eligible to apply.</p> <p><b>How to apply:</b> SC/ST Micro &amp; Small Enterprises shall have to apply either online on NSIC website <a href="http://www.nsicspronline.com">www.nsicspronline.com</a> or on the prescribed application form in Duplicate and to be submitted to the concerned Zonal/Branch Office of NSIC located nearest to the unit.</p> <p><b>Whom to contact:</b> General Manager (SPRS), NSIC Ltd., New Delhi Ph: 011-26926275 Email: <a href="mailto:sprs@nsic.co.in">sprs@nsic.co.in</a></p>
<p>Intended Beneficiaries</p>	<p>SC/ST MSEs and SC/ST Entrepreneurs</p>
<p>Funds allocated (2018-19)</p>	<p>BE - Rs. 93.96 Crore RE - Rs. 78.30 Crore</p>
<p>Expenditure incurred (2018-19)</p>	<p>Rs. 77.57 crore</p>



<b>II. Scheme for Promotion of MSMEs in N.E. Region and Sikkim</b>	
Description	<p>The SFC has approved the Scheme 'Promotion of MSMEs in North Eastern Region and Sikkim' on 09.06.2016. The Scheme was finally approved in this Ministry on 02.08.2016. In the meeting of EFC held on 16.01.2018 under the chairmanship of Secretary (Expenditure) a new Central Sector Scheme "Technology and Enterprise Resource Centres" was formulated after merger of the four Schemes viz. (i) Tool Room and Technical Institutions; (ii) Promotion of MSMEs in North Eastern Region and Sikkim; (iii) Infrastructure Support to MSME-Testing Centres/ Testing Stations/ Training Institutes/ Workshop &amp; MSME Development Institutes (Field Institutes) and (iv) Capital Outlay on Public Works. The 'Promotion of MSMEs in North Eastern Region and Sikkim' was made its sub-component. The Scheme has been approved by the Competent Authority. The operational guidelines of the scheme component "Promotion of MSMEs in NE Region and Sikkim" have been revised and issued on 15.01.2019.</p>
Achivements during 2018-19	<p><b>Setting up of Tool Room &amp; Training Centre, Tinsukia</b></p> <p>The setting up of Tool Room &amp; Training Centre, Tinsukia was approved in the 3<sup>rd</sup> meeting of PAMC held on 08.03.2017 with a project cost of Rs. 11.33 Cr., out of which the GoI assistance was approved as Rs. 5.80 Cr. (for plant &amp; machinery only). The other components have been supported by the funds of the State Govt. First installment as 25% of GoI share of Rs 5.80 Cr i.e. Rs 1.45 Cr. was released to TRTC, Tinsukia in February 2018. The installation of machinery &amp; equipments for 1<sup>st</sup> phase is in process.</p> <p><b>1. Modernisation of Tool Room Training centre at Dimapur, Nagaland</b></p> <p>Project Approval and Monitoring Committee has given approval for GoI grant of Rs 10.0 Crore for Modernisation of Tool Room Training centre at Dimapur, Nagaland against total project cost of Rs. 12.86 Crores. The inauguration of building with partly procured machines has been done on 08.12.2018 by Hon'ble Chief Minister of Nagaland Shri Neiphiu Rio in the presence of Shri Imnatiba, Hon'ble Advisor, Industries &amp; Commerce, Govt. of Nagaland and Dr. Arun Kumar Panda, IAS, Secretary (MSME), Govt of India. The final grant of Rs. 5.50 Crores has been released on 08.3.2019 for procurement &amp; Installation of balance machines to complete the project.</p> <p><b>2. Setting up of Tool Room &amp; Training Centre (TRTC), Agartala, Tripura</b></p> <p>Project Approval and Monitoring Committee has given final approval in the 3<sup>rd</sup> Meeting held on 08.03.2017 for setting up of Tool Room &amp; Training Centre (TRTC), Agartala, Tripura with GoI grant of Rs 10.0 Crore against total project cost of Rs.19.45 Crore. Inauguration of the Building under</p>

	<p>Construction was done on 25.06.17 by the then Hon'ble Union Minister for MSME. The GoI grant of Rs. 10.00 Crore was released to Govt. of Tripura. The Tool Room &amp; Training Centre was dedicated to Nation by Shri Biplab Kumar Deb Hon'ble Chief Minister, Tripura, on 29 December 2018 in the presence of Hon'ble Minister for MSME (I/C), Hon'ble Chairman TIDCL Shri Tinku Roy, and Dr. Arun Kumar Panda, IAS, Secretary (MSME), Govt of India.</p> <p><b>3. Establishment and strengthening of Resource Development Centre of Skillpedia Foundation at Gangtok</b></p> <p>The Proposal for establishment and strengthening of Resource Development Centre of Skillpedia Foundation at Gangtok has been approved by the PAMC in its meeting held on 26.03.2018 at a cost of Rs. 284.55 lakh. The objectives of the proposed centres are knowledge dissemination, training and consultancy services and digital media content production services required for promotion and upgrading of MSMEs. The project was approved limiting the Govt. of India grant to the extent of Rs. 1.00 Cr. under the component 'other activities' of the Scheme. The GoI grant of Rs.68.08 Lakh has been released during 2018-19. The project is under implementation.</p> <p><b>4. Capacity building of officers engaged in promotion of MSMEs in Meghalaya</b></p> <p>Proposal for capacity building of officers engaged in promotion of MSMEs in Meghalaya was approved by PAMC in its 4<sup>th</sup> meeting held on 26.03.2018 at a cost of Rs. 27.60 lakh. The 1<sup>st</sup> instalment of Rs.6.90 Lakh has been released in January 2019. The project is under implementation.</p> <p><b>5.</b> The meeting of 5<sup>th</sup> PAMC was organised on 7.02.2019 and 5 projects were approved. The 1<sup>st</sup> installment of GoI grant has been released in March 2019.</p> <p><b>6.</b> The meeting of 6<sup>th</sup> PAMC was organised on 6.03.2019 and 12 projects related to setting up/ up-gradation of Industrial Estates were approved. The 1st installment of GoI grant has been released in March 2019 on the basis of available budget.</p>
Intended beneficiaries	All MSMEs
Fund Allocation (2018-19)	BE - Rs. 13.00 Crore RE - Rs. 25.00 Crore
Expenditure incurred (2018-19)	Rs. 20.604 crore

<b>III. Building Awareness on Intellectual Property Rights (IPR) for MSMEs</b>	
Description	<p>To enhance the competitiveness of the MSME Sector, a scheme “ Building Awareness on Intellectual Property Rights (IPR)” for the MSME is administered with the objective as under:</p> <ul style="list-style-type: none"> <li>• To enhance awareness of MSMEs about Intellectual Property Rights (IPRs)</li> <li>• To take measure for the protecting their ideas and business strategies.</li> <li>• Assistance to SMEs in technology Upgradation and enhancing competitiveness and effective utilization of IPR Tools by MSMEs.</li> <li>• These objectives are fulfilled through various activities under the scheme like awareness programmes/Seminar workshop, Reimbursement for registration of IP, International Co-operation &amp; setting-up IP facilitation centre across the country.</li> </ul>
Achievements	<ul style="list-style-type: none"> <li>• 02 Nos of Train the Trainer Programme on IPR organised at NI-MSME-Hyderabad and EDII, Gandhi Nagar for DIs &amp; Br. DIs Officers.</li> <li>• 54 Nos of IPR awareness programmes organised in various MSME-Clusters across the country.</li> <li>• Financial support of Rs. 09.72 Lakh to ZTM &amp; BPD unit IARI, New Delhi for setting up IP Facilitation Centre.</li> <li>• Financial support of Rs. 13.62 Lakh &amp; 16.50 Lakh to International Crops Research Institute for the Semi-Arid Tropics, Telangana for setting up IP Facilitation Centre at Patancheru.</li> <li>• Financial support of Rs. 20.00 Lakh to CTTC, Bhubaneswar for setting up IP Facilitation Centre.</li> <li>• Financial support of Rs. 18.31 Lakh to CII, New Delhi for setting up IP Facilitation Centre at Ahmadabad.</li> <li>• Financial support of Rs. 21.00 Lakh to CII, New Delhi for setting up IP Facilitation Centre at Indore.</li> <li>• Financial support of Rs. 22.75 Lakh to National Research Development Corporation (NRDC), New Delhi for setting up IP Facilitation Centre at Visakhapatnam.</li> </ul>
Intended beneficiaries	All MSMEs
Fund Allocation (2018-19)	BE - Rs. 23.00 Crore RE - Rs. 04.50 Crore
Expenditure incurred (2018-19)	Rs. 1.22 crore

# Targeted activities for the North-Eastern Region, Women, Disabled Persons, and International Cooperation

## 5.1 Activities for the North-East Region

### 5.1.1 Budgetary outlay reserved for the North-East Region

**5.1.1.1** Pursuant to the Government's Policy of earmarking 10% of the total funds for NER, under the Schemes/Programmes of M/o MSME, an outlay of Rs.670.05 crore in BE 2018-19 had been earmarked exclusively for the Region which comprises the states of Assam, Arunachal Pradesh, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim and Tripura.

**5.1.1.2** Details of funds earmarked to ARI Division and funds released by the Ministry for the NER during the last three years and 2018-19 are given in the Table below.

**Table 5.1: Funds released ARI Division for NER during 2015-16 to 2018-19**

(Rs in Crore)

Year	Budget Allocation (RE) for ARI Division	10% Budget Allocation to NER	Expenditure NER
2015-16	1754.18	175.40	163.47
2016-17	1717.55	171.76	143.25
2017-18	2517.71	252.21	248.21
2018-19	3488.40	409.90	419.30*

\*enhancement of expenditure over and above RE is due to Supplementary obtained in the relevant year.

### 5.1.2 KVIC in the North-East

**5.1.2.1** In order to ensure effective implementation and monitoring of Khadi and Village Industries (KVI) programmes in the North Eastern Region (NER), Khadi and Village Industries Commission (KVIC) have a Zonal Office at Guwahati and other field Offices in NE States.

KVI programmes are being implemented in the region through State KVI Boards, registered Institutions, Co-operative Societies and Entrepreneurs.

**5.1.2.2** Village Industries which are being setup in these hilly and backward areas include Forest Based Industries, Pottery, Beekeeping, Processing of Cereals and Pulses, Fibre, Fruit & Vegetable Processing Industries, Soap, activities like Carpentry and Blacksmithy and also Khadi & Polyvastra activities.

**5.1.2.3 KVIC is implementing the following schemes in the North East:**

- **PMEGP** - Special efforts have been made by KVIC to provide employment in NER under PMEGP. In 2017-18 a total number of 5498 projects were assisted by utilizing margin money subsidy of Rs. 90.59 crore. During 2018-19 (provisional) a total number of 9263 projects were disbursed by banks involving margin money subsidy of Rs. 135.07 crore.
- **PMJJBY/PMSBY/AABY** - A total of 4,320 number of artisans have been covered under the Yojana so far to provide insurance to the khadi artisans during 2018-19 (provisional).
- **Honey Mission** - Special efforts have been made by KVIC to provide employment opportunities to the unemployed youth in the country including NER states. During 2018 – 19 (provisional) under Honey Mission in NER, 24,120 Bee boxes with beehives have been distributed to 2,412 Beekeepers. By this, 4270 Metric Ton Honey valued at Rs. 13.48 Lakhs has been produced.
- **Kumbhar Shasktikaran**– In order to uplift the pottery activities, Kumbhar Shasktikaran programme has been launched. Under this programme, in NER, 442 No. of Pottery Wheels and other tools have been distributed to the potter’s family and thereby generated employment for 1480 No. of persons during 2018 – 19 (provisional).
- **Exhibition:** 02 State-level Exhibitions at Guwahati and Tripura have been organized and also sponsored 02 events i.e. Karachi Mela at Agartala and East Himalaya Expo. 2018.
- Rs. 5.00 lakh has been given to the institutions of Non-NE States to participate in exhibitions of NE States. Similarly Rs. 7.00 lakh has been given to the institutions of NER States to participate in exhibitions in Non-NE States.
- Assistance for renovation of 02 number of sales outlets have been extended to the institutions of NER States.
- **TRAINING** – 3,590 number of candidates were trained under various disciplines through Training Centers located in Assam, Nagaland and Mizoram during 2018-19 (provisional).

### 5.1.3 Khadi and Village Industries in the North East

**Table 5.2: State-Wise Physical Performance of Khadi during 2018-19 (provisional) in NER**

Sl. No.	State	Production (Rs. In Lakh)	Sales (Rs. In Lakh)	Cumulative Employment (Numbers)
1.	Arunachal Pradesh	33.60	53	37
2.	Assam	1232.80	1565.79	7415
3.	Manipur	66.34	54.73	180
4.	Meghalaya	43.92	48.96	36
5.	Mizoram	-	-	-
6.	Nagaland	44.07	59.26	43
7.	Sikkim	-	-	-
8.	Tripura	2.70	52.62	-
	<b>TOTAL</b>	<b>1423.43</b>	<b>1834.36</b>	<b>7711</b>

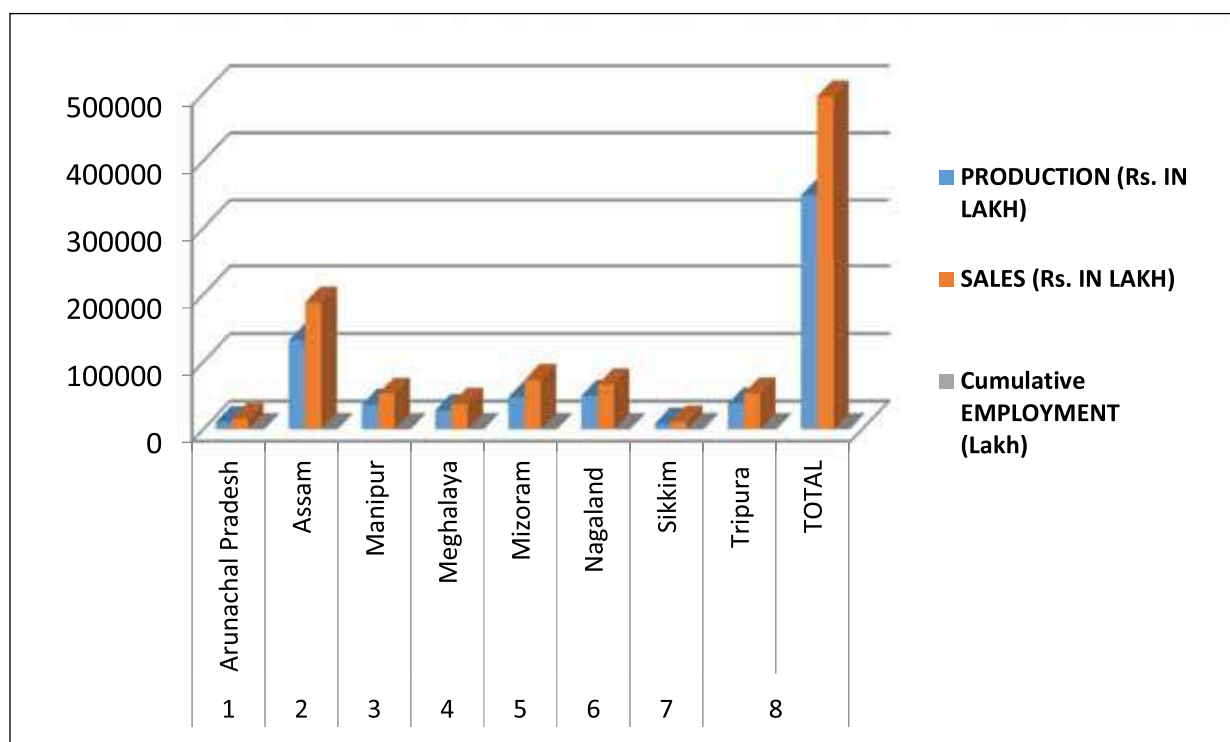
**Table 5.3: State-wise Physical Performance of Village Industries during 2018 - 19 (provisional) IN NER**

Sl. No.	State	Production (Rs. In Lakh)	Sales (Rs. In Lakh)	Cumulative Employment (In Lakh)
1.	Arunachal Pradesh	10324.61	15007.07	0.20
2.	Assam	130503.48	185831.83	5.52
3.	Manipur	36136.72	52224.25	1.12
4.	Meghalaya	27691.59	37159.94	0.62
5.	Mizoram	47289.83	73149.97	1.27
6.	Nagaland	49442.06	66252.14	0.97
7.	Sikkim	7920.14	11049.08	0.27
8.	Tripura	37417.31	52971.17	1.17
	<b>TOTAL</b>	<b>346725.74</b>	<b>493645.45</b>	<b>11.14</b>

**Table 5.4: State-wise Physical Performance of Khadi & Village Industries during 2018 - 19 (provisional) IN NER**

(Rs. In Lakh)

Sl. No.	State	Production (Rs. In Lakh)	Sales (Rs. In Lakh)	Cumulative Employment
1.	Arunachal Pradesh	10358.21	15060.07	0.20
2.	Assam	131736.28	187397.62	5.59
3.	Manipur	36203.06	52278.98	1.12
4.	Meghalaya	27735.51	37208.90	0.62
5.	Mizoram	47289.83	73149.97	1.27
6.	Nagaland	49486.13	66311.40	0.97
7.	Sikkim	7920.14	11049.08	0.27
8.	Tripura	37420.01	53023.79	1.17
	<b>TOTAL</b>	<b>348149.17</b>	<b>495479.81</b>	<b>11.00</b>



**Figure 5-1: State-wise Physical Performance of Khadi & Village Industries during 2018-19 (Provisional) in NER**

**Table 5.5: PMEGP performance in NER States during 2017-18 is as under :**

Sl. No.	State	Margin Money allocation (Rs. in lakh)	Margin Money utilized# (Rs. in lakh)	Units assisted (Number)	Estimated employment generated (Number)
1	Sikkim	200.00	46.36	37	296
2	Arunachal Pradesh	500.00	309.42	209	1672
3	Nagaland	2728.96	2672.15	930	7440
4	Manipur	1434.32	1383.87	600	4800
5	Mizoram	945.66	274.05	249	1992
6	Tripura	2283.75	1892.3	1116	8928
7	Meghalaya	1420.32	118.27	75	600
8	Assam	5351.99	2362.48	2282	18256
	<b>Total</b>	<b>14865.00</b>	<b>9058.9</b>	<b>5498</b>	<b>43984</b>

# including un-utilized balance funds of previous year

**Table 5.6: PMEGP performance in NER States during 2018-19 is as under:**

**(For setting up of new PMEGP units and 2<sup>nd</sup> dose for existing units)**

Sl. No.	State	Margin Money allocation (Rs. in lakh)	Margin Money utilized# (Rs. in lakh)	Units assisted (Number)	Estimated employment generated (Number)
1	Sikkim	250.00	112.35	55	440
2	Arunachal Pradesh	900.00	419.88	280	2240
3	Nagaland	3595.65	2349.67	1208	9664
4	Manipur	3297.40	2041.06	1291	10328
5	Mizoram	2768.62	1514.90	1123	8984
6	Tripura	3284.38	2314.24	1179	9432
7	Meghalaya	3413.50	587.14	390	3120
8	Assam	13290.45	4167.41	3737	29896
	<b>Total</b>	<b>30800.00</b>	<b>13506.65</b>	<b>9263</b>	<b>74104</b>

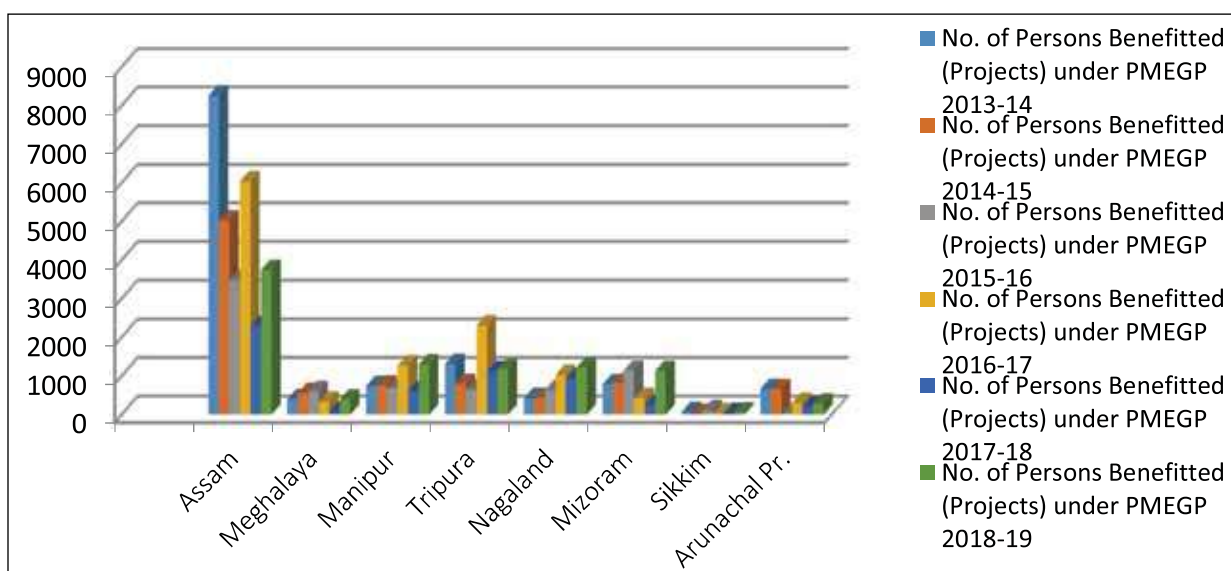
# including un-utilized balance funds of previous year



- **AABY** - A total of 5065 artisans have been covered under the Aam Admi Bima Yojana of KVIC so far to provide insurance to the khadi artisans/weavers.
- **Exhibitions:** Transport subsidy is provided by KVIC to the participant institutions in these exhibitions. KVIC also continued reservations of 10 per cent of space in Khadi Gramodyog Bhawan, New Delhi for the products produced by the units located in NER.

**Table 5.7: PMEGP Performance in North-Eastern States**

No. of Micro Enterprises (Projects) Assisted under PMEGP						
State	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Assam	8255	5015	3483	6028	2282	3737
Meghalaya	397	555	603	329	75	389
Manipur	733	747	685	1265	600	1291
Tripura	1307	787	642	2297	1116	1178
Nagaland	421	416	623	1018	930	1208
Mizoram	777	817	1134	425	249	1123
Sikkim	66	16	110	27	37	55
Arunachal Pradesh	657	652	35	301	209	280



**Figure 5-2: Showing PMEGP performance in NER from 2013-14 to 2018-19**

### 5.1.3 NSIC in North Eastern region

**5.1.3.1** NSIC has a network of offices in NER. This includes Branch Office at Guwahati and Sub-Office at Tinsukia (Assam), Imphal (Manipur); Dimapur (Nagaland); Itanagar (Arunachal

Pradesh); Shillong (Meghalaya) and Agartala (Tripura). NSIC Incubation Centre, Guwahati provides training in various trades like Fashion Designing, Food Processing / Bakery; Fancy Bag, School Bag manufacturing; Decorative Candle Making Course and Computer Hardware and Networking programme.

**5.1.3.2** Under NSSH in NER special conclaves and vendor development programs were held in Shillong and Imphal for the benefit of SC/ST entrepreneurs. Under NSSH initiatives in NER, 131 SC-ST units were registered under B2B portal and 83 units belonging to SC-ST entrepreneurs were assisted under SMAS scheme for participating in exhibitions.

**5.1.3.3** During the year 2018-19, NSIC has provided training to 1126 women belonging to North eastern Region under various training programmes.

## **5.2 Activities targeted at welfare of women**

**5.2.1** As per the NSS 73<sup>rd</sup> Round of NSSO there are a total of estimated 1,23,90,523 Women owned proprietary MSMEs in the country. Figure 5-4 shows the percentage distribution of male owned proprietary MSMEs in the country. More than 20% proprietary MSMEs are owned by women.

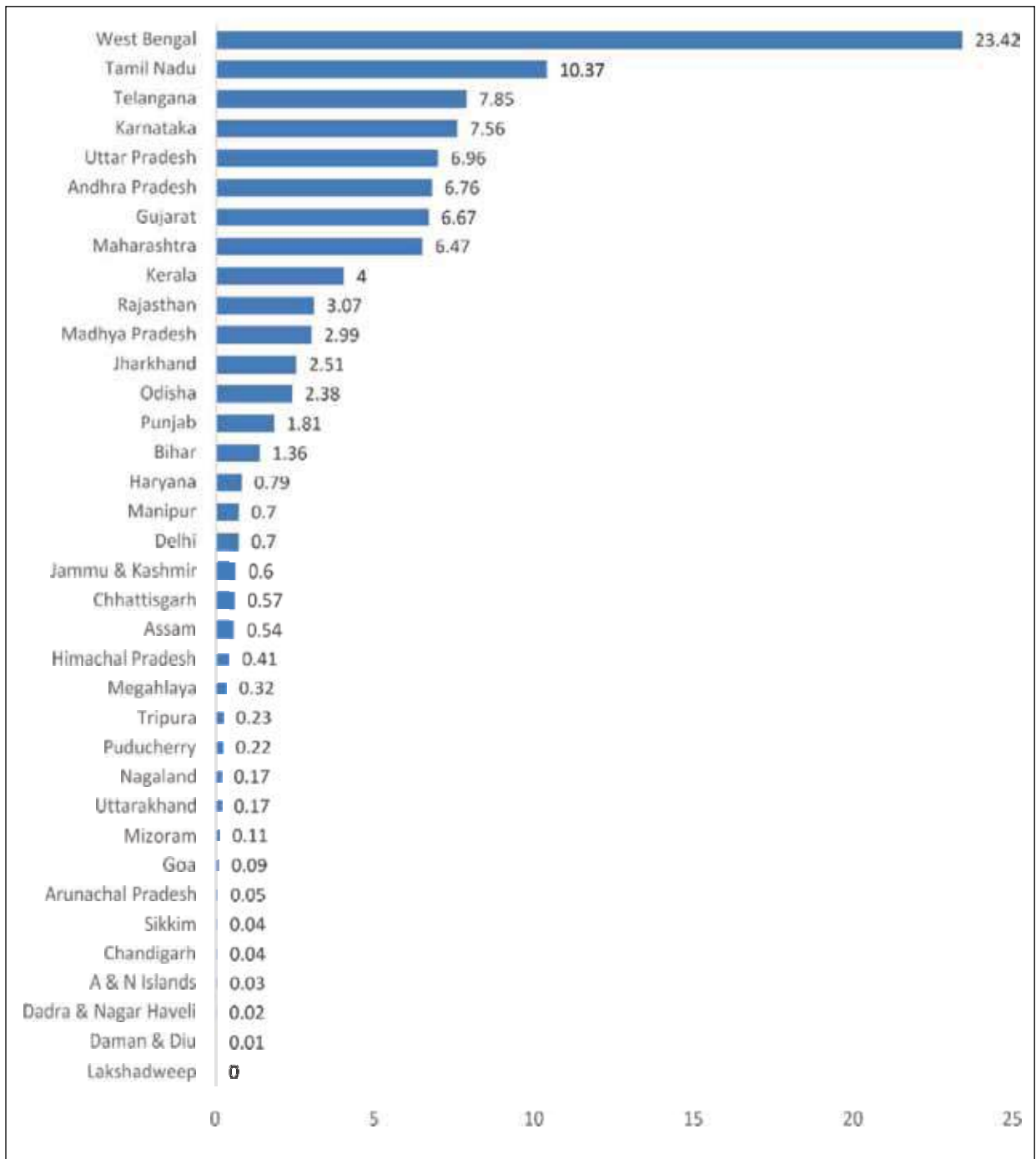
**5.2.2** The main focus of the schemes/programmes undertaken by the Organisations of the Ministry is to provide/facilitate a wide range of services required for accelerating the development of MSMEs. Nevertheless, there are a few schemes/programmes which are individual beneficiary oriented. There are several schemes, wherein women are provided extra benefits/ concessions/ assistance. The details of concessions for women may be seen in the respective scheme guidelines as available on the Ministry's website [www.msme.gov.in](http://www.msme.gov.in).

**Table 5.8: State-wise Distribution of Proprietary MSMEs by Gender of Owners [NSS 73<sup>rd</sup> Round]**

Sl. No.	State/UTs	Male	Female	All	Share of State among All MSMEs with Male Owners(%)	Share of State among All MSMEs with Female Owners (%)
1	West Bengal	5583138	2901324	8484462	11.52	23.42
2	Tamil Nadu	3441489	1285263	4726752	7.10	10.37
3	Telangana	1459622	972424	2432046	3.01	7.85
4	Karnataka	2684469	936905	3621374	5.54	7.56
5	Uttar Pradesh	8010932	862796	8873728	16.53	6.96
6	Andhra Pradesh	2160318	838033	2998351	4.46	6.76
7	Gujarat	2375858	826640	3202499	4.90	6.67

Sl. No.	State/UTs	Male	Female	All	Share of State among All MSMEs with Male Owners(%)	Share of State among All MSMEs with Female Owners (%)
8	Maharashtra	3798339	801197	4599536	7.84	6.47
9	Kerala	1647853	495962	2143816	3.40	4.00
10	Rajasthan	2261127	380007	2641134	4.67	3.07
11	Madhya Pradesh	2275251	370427	2645678	4.70	2.99
12	Jharkhand	1250953	310388	1561341	2.58	2.51
13	Odisha	1567395	295460	1862856	3.24	2.38
14	Punjab	1183871	224185	1408056	2.44	1.81
15	Bihar	3239698	168347	3408044	6.69	1.36
16	Haryana	831645	98309	929953	1.72	0.79
17	Delhi	827234	86742	913977	1.71	0.70
18	Manipur	86383	86604	172987	0.18	0.70
19	Jammu & Kashmir	624056	74785	698841	1.29	0.60
20	Chhattisgarh	727203	71201	798403	1.50	0.57
21	Assam	1128411	66665	1195076	2.33	0.54
22	Himachal Pradesh	329595	50368	379963	0.68	0.41
23	Meghalaya	72191	39462	111653	0.15	0.32
24	Tripura	179169	28042	207212	0.37	0.23
25	Puducherry	65350	27072	92422	0.13	0.22
26	Uttarakhand	380000	20964	400964	0.78	0.17
27	Nagaland	65778	20865	86643	0.14	0.17
28	Mizoram	20439	13698	34137	0.04	0.11
29	Goa	57133	10815	67948	0.12	0.09
30	Arunachal Pradesh	16153	6274	22427	0.03	0.05
31	Chandigarh	44321	5560	49881	0.09	0.04
32	Sikkim	20880	5036	25916	0.04	0.04
33	A & N Islands	14302	4026	18328	0.03	0.03
34	Dadra & Nagar Haveli	12900	2629	15529	0.03	0.02
35	Daman & Diu	5880	1560	7441	0.01	0.01
36	Lakshadweep	1384	488	1872	0.00	0.00
37	<b>ALL</b>	<b>48450722</b>	<b>12390523</b>	<b>60841245</b>	<b>100.00</b>	<b>100.00</b>

**Figure 5.3: Percentage share of States in MSMEs owned by Womens**

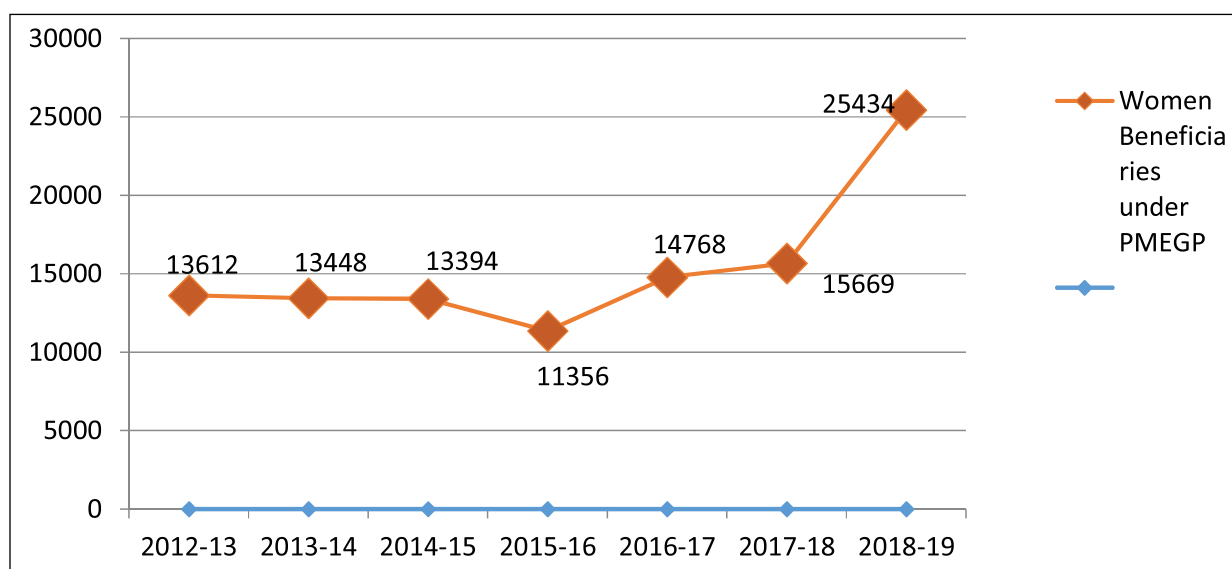


**5.2.3 PMEGP**-Under PMEGP higher subsidy is provided to women beneficiaries. Since inception (i.e. 2008-09 to 31.10.2018), a total of 1,49,031 projects have been assisted to women

entrepreneurs under PMEGP. Data on number of women beneficiaries over the past seven years is as under:

**Table 5.9: Women beneficiaries under PMEGP during 2012-13 to 2018-19**

Year	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Women Beneficiaries under PMEGP	13612	13448	13394	11356	14768	15669	25434



**Figure 5-4: Women beneficiaries under PMEGP 2012-13 to 2018-19**

### 5.3 Welfare for Persons with disabilities

**5.3.1** This Ministry is maintaining 'reservation roster' as per the instructions on the subject. The vacancies arising out of 100-point roster for the disabled persons for the Ministry and its attached O/o DC (MSME), are regularly intimated to the Department of Personnel and Training for filling up of such posts. Besides other facilities (like conveyance allowance), as per the Government of India's instructions are also provided to the disabled persons working in various offices of the Ministry.

**5.3.2** The NSIC and NIMSME are providing necessary reservation/preference for the training in different fields of entrepreneurship development and related training modules.

### 5.4 International Cooperation

**5.4.1** Worldwide, the MSMEs have been accepted as the engine of economic growth for promoting equitable development and in India also MSMEs play an important role in export promotion of the country. To maintain its niche in the international and global markets, MSMEs are

required to remain globally competitive and have to continuously update themselves to meet the challenges emerging out of changes in technology, changes in demands, emergence of new markets, etc.

**5.4.2** With agility and dynamism, the sector has shown admirable innovation and adaptability. However, MSMEs have been facing great challenges in the era of globalization and liberalization. With its consistent growth performance and abundant high skilled manpower, India provides enormous opportunities for investment, both domestic and foreign. To exploit this potential, M/o MSME and its organizations, through its various Schemes and programmes, are providing support to the Indian MSME sector by giving them exposure of the international market; foreign technology; sharing of experiences and best management practices in the international arena. In continuation of this endeavour, M/o MSME has entered into long term Agreements, Memorandum of Understanding/Joint Action Plan with 19 countries viz. Tunisia, Romania, Rwanda, Mexico, Uzbekistan, Lesotho, Sri Lanka, Algeria, Sudan, Cote d'Ivoire, Egypt, Republic of South Korea, Mozambique, Botswana, Indonesia, Vietnam, Mauritius, Sweden and UAE.

### **5.4.3 Mega Event held under International Cooperation**



The Union Minister for Commerce & Industry and Civil Aviation, Shri Suresh Prabhakar Prabhu lighting the lamp at the inaugural session of the International SME Convention 2018, in New Delhi. Shri Giriraj Singh, Hon'ble Minister for MSME and Dr. Arun Kumar Panda, Secretary MSME, are also seen.

**5.4.3.1** M/o MSME in association with India SME Forum and other Global Organizations organized an International SME Convention-cum-Expo from 22-24 April, 2018 in New Delhi with the aim to provide a global platform for intensive business discussion between international entrepreneurs with selected high-performing entrepreneurs from all over India covering 32 Industry sectors. Around 162 foreign delegates from 39 countries and around 1389 domestic delegates including entrepreneurs, representatives from Industry associations, Central Ministries/Departments, State Governments, Embassies and Media attended the event.

**5.4.3.2** Ministry of MSME in partnership with Confederation of Indian Industry (CII) organized Global SME Business Summit 2018 on December 19-20, 2018 in New Delhi. The theme of the Summit was 'Building Partnerships through Global Value Chains'. The Summit comprised concept based sessions on various topic relating to Global Value Chains participated by senior industrialists/innovators/entrepreneurs, etc., workshops by Amazon and Government e-Marketplace (GeM), country sessions with participating countries on the market entry strategy and B2B meetings at trade facilitation desks. Sh. Suresh Prabhu, the then Hon'ble Minister, Ministry of Commerce and Sh. Giriraj Singh, the then Hon'ble Minister of State (I/C), Ministry of MSME graced the event with their presence. Delegates from more than 30 countries participated in the event. The objective of the event was to boost the global competitiveness of the Indian MSMEs by apprising them of global trends, global practices, and standards along with arranging experience sharing and B2B meetings with SMEs from across the globe.



*Hon'ble MoS (I/C) for MSME, Shri Giriraj Singh with Hon'ble Minister, Shri Suresh Pabhu attending the International SME convention 2018 in the presence of Secretary (MSME), Dr. Arun Kumar Panda and other dignitaries.*

#### **5.4.4 Significant Meetings with Foreign Dignitaries and Delegations**

Ministry of Micro, Small and medium Enterprises and its organisations like O/o DC (MSME) and NSIC hold discussions with foreign delegations for enhancement of bilateral cooperation

for the mutual benefits of MSMEs of the two countries. The details of such meetings/ discussions with respect to M/o MSME are given below:

- A two-member delegation from Turkey comprising Mr. Faruk Cankaya-Specialist, Ministry of Customs and Trade, Republic of Turkey and Mr. Yakup Peker-Project Manager, TEPAV, Turkey met Smt. Alka Arora, Joint Secretary (SME) and other officials of the Ministry on 10<sup>th</sup> April, 2018 in New Delhi. Both sides discussed about possible areas of cooperation and also discussed about possibility of revival of the MoU that was signed between NSIC and KOSGEB of Turkey on 7.10.2013 and expired on 6.10.2015.
- Mr. Jude Fred, Chairperson, Citizens Engagement Platform Seychelles (CEPS) of the Republic of Seychelles met Smt. Alka Arora, JS (SME) and other officers of Ministry of MSME and NSIC on 26<sup>th</sup> June, 2018 in New Delhi. Both sides focused on entrepreneurship training, capacity building and enterprise to enterprise cooperation.
- A seven member delegation led by Hon'ble Mr. Ali Kirunda Muwabe Kivenjinja, Second Deputy Prime Minister of the Republic of Uganda and Minister for East African Affairs met Shri Giriraj Singh, the then Hon'ble Minister of State (I/C) for MSME on 31<sup>st</sup> July, 2018 in New Delhi. Deliberations focused on issues relating to cooperation for development of MSMEs in both the countries, visit of Ugandan officials and MSMEs at NSIC's technology centres, clusters and tool rooms, exchange of officials delegations.
- Shri Giriraj Singh, the then Hon'ble Minister of State (I/C) for MSME led an official delegation to Vietnam during 4<sup>th</sup>-5<sup>th</sup> September, 2018 to discuss specific issues of mutual interests for future cooperation in MSME sector and to explore the opportunities for enhancing cooperation between micro and small enterprises of both countries. Smt. Alka Arora, Joint Secretary (SME), Ministry of MSME, Shri Ravindra Nath, the then Chairman-cum-Managing Director, NSIC and Shri Rajkumar Digvijay, PS to Hon'ble Minister of State (I/C) for MSME were other members of the official delegation.
- Ms. Natalia Raspopina, Vice President of RESTEC Group Russia along with ITPO's Officials met Secretary (MSME) on 25<sup>th</sup> September 2018 in New Delhi. The two sides discussed the different ways of cooperation and finding opportunity to work together for promoting the business and trade between the two countries and also the participation of MSMEs in the international events to be held in India and Russian Federation.
- Smt. Alka Arora, Joint Secretary (SME), Ministry of MSME, India led a delegation to Katowice, Poland from 16<sup>th</sup>-19<sup>th</sup> October, 2018 to take part in the VIII European Congress of Small and Medium Enterprises and held discussions with Government authorities and Industry Chambers of Poland for enhancing cooperation in MSME sector.
- A six member delegation from Egypt, led by Dr. Mohammed El Sewedy, Member of Parliament and Head of Industries Union in Egypt, met Dr. Arun Kumar Panda,



Secretary (MSME) and other officers of the Ministry on 12.02.2019 in Udyog Bhawan, New Delhi. Both sides discussed topics of mutual interest and how to expand the scope of economic cooperation in MSME sector.

- A two member delegation led by Mr. Lorenzo Angeloni, Ambassador of Italy met Dr. Arun Kumar Panda, Secretary (MSME) and other officers of the Ministry on 12.02.2019 in Udyog Bhawan, New Delhi. The two sides discussed the possible areas of mutual cooperation in the field of MSMEs.
- A two member delegation from South Africa, led by Ms. Stieneke Jensma, Chief Director, Regional Industrial Development, Department of Trade and Industry, Govt. of South Africa, met Sh. Bandla Srinivas, Joint Secretary (ARI), Ministry of MSME on 22.02.2019 in Udyog Bhawan, New Delhi. The delegation was apprised of various initiatives/schemes implemented by Ministry of MSME and its organizations for the development of rural and informal economy as well as the formal economy in India.
- Dr. Arun Kumar Panda, Secretary (MSME) led a high-level delegation comprising of senior officers of Ministry, NSIC, NIMSME and industry representatives to Italy during 27-29 March, 2019. During the visit, the Indian delegation studied the Italian Clusters in Leather and Food Sector and also held discussion with Senior officials of the Italian Government.

# General Statutory Obligations

## 6.1 Official language

- 6.1.1** The Union of India is constitutionally obligated to use Hindi in Devanagari script as its official language. Government policy aims at progressively increasing the use of Hindi in official work. Effective steps were taken during the year in the Ministry of MSME to ensure the compliance of Official Language Policy, implementation of the annual programme and compliance with the various orders of the Government of India on the recommendations of the Committee of Parliament on Official Language.
- 6.1.2** Progress has been made in the progressive use of Hindi in official business. The Ministry has a fully functional Hindi language website at: [http://msme.gov.in/mobhin /Home.aspx](http://msme.gov.in/mobhin/Home.aspx).
- 6.1.3** The Office of the DC also has a fully functional Hindi website at: <http://laghu-udyog.gov.in>
- 6.1.4** All documents such as general orders, notifications, press communiqué, contract, agreement, tender forms and notices, resolution, rules, memorandum /office memorandum, administrative reports and official papers laid before a House or both the Houses of Parliament under the Section 3(3) of the Official Languages Act, 1963 are issued bilingually, i.e. both in Hindi and English. General orders meant for departmental use were issued in Hindi only. All letters received in Hindi were replied to in Hindi.
- 6.1.5** The meeting of Hindi Advisory Committee of M/o Micro, Small and Medium Enterprises was held on 1<sup>st</sup> June, 2018 under the chairmanship of the Hon'ble Minister of State of MSME (I/C) wherein important decisions were taken. The Departmental Official Language Implementation Committee under the Chairmanship of the Joint Secretary (In-Charge of Hindi) in the Ministry of MSME has already been constituted. Quarterly meetings of the Committee were organized regularly and important decisions for use of Hindi in official work were taken. Effective steps for ensuring compliance of the decisions have also been taken.
- 6.1.6** Correspondence in Hindi: Letters to State Governments, Union Territory and Central Government offices located in regions 'A' and 'B' were issued in Hindi, to the extent possible. Similarly, letters were sent in Hindi to Central Government offices located in region 'C' as per the targets laid down in the Annual Programme. About 91% correspondence was made in Hindi in region 'A', 89 % in region 'B' and 87% in region 'C' up to the quarter ending March 2019.

Section specified for working in Hindi:- There is a full-fledged Hindi Section in the Office of the DC (MSME) to ensure compliance with the Official Language Policy of the Government and to implement the directives of the Government of India. There are 13 sections altogether in the Ministry and 5 sections have been specified for doing their cent-percent work in Hindi.

- 6.1.7** Monitoring and Inspections: In order to ensure the implementation of the Official Language Policy, monitoring is done through reviewing the quarterly progress reports. During the year, 05 sections of the Ministry and attached organizations i.e. KVIC, state office, NSIC, Coir Board showroom and Sales Depot, Bhubaneswar, NSIC & DC, MSME, Delhi, KVIC State Office, Delhi, KVIC State Office, NSIC, Coir Board Showroom & Sales Outlet and NIMSME, Hyderabad, KVIC Bikaner, KVIC State Office, NSIC Kolkata under the control of Ministry of MSME were inspected to ensure the use of official language and compliance with the Official Language policy.
- 6.1.8** The Third Sub-Committee of the Committee of Parliament on Official Language inspected the office of the Khadi and Village Industries Commission, Bikaner and important suggestions were given by the committee which was circulated for compliance to all the concerned offices under the control of Ministry of Micro, Small and Medium Enterprises.
- 6.1.9** Hindi Month: Hindi month was celebrated from 1<sup>st</sup> to 30<sup>th</sup> September 2018 in the Ministry of Micro, Small and Medium Enterprises. To encourage and motivate the employees/officers for doing official work in Hindi, various competitions like Hindi Typing, Hindi Essay Writing, Noting and Drafting in Hindi, General Hindi, Dictation, Official Language quiz and Hindi work in the sections were organized. Hindi Workshops were also organized during the period. A large number of officers and employees participated in these events with enthusiasm. The messages of the Hon'ble Home Minister, Hon'ble Minister (MSME) and Cabinet Secretary on the occasion of Hindi Day 2018 were circulated on the 14<sup>th</sup> September in the Ministry of MSME as well as in its attached and subordinate offices for compliance.



Shri Giriraj Singh, Hon'ble Minister of MSME (I/C), giving away Hindi Prizes to the winners in the presence of Secretary MSME and other senior officers of the Ministry.

### 6.1.10 Use of Hindi in attached Offices and statutory bodies:

**6.1.10.1 KVIC:** Khadi and Village Industries Commission (HQ), Mumbai has a full-fledged Hindi department which is responsible to implement the Official Language policy and guidelines issued from time to time by the Department of Official Language, Ministry of Home Affairs. Hindi Fortnight was organized from 14<sup>th</sup> to 28<sup>th</sup> September, 2018 in which various Hindi competitions were held and the winners were awarded. Sub-ordinate offices, of the Commission and Directorates of the headquarters were inspected. The meeting of Official Language implementation Committee and Hindi workshops were organized regularly in the commission. The website of the commission is bilingual. The compliance of the section 3(3) of Official Language Act, 1963 is ensured in the Commission. A two day “Rajbhasha Sammelan” was held in NIMSME Hyderabad on 13<sup>th</sup> and 14<sup>th</sup> December 2018 for the officers/ employees/translators who are dealing with the implementation of official Language in various fields of the commission across the country.

**6.1.10.2 Coir Board:** The Coir Board is a constitutional body under the Government of India which has been trying to implement the Official Language Policy of Govt. of India over the years. During the year all the documents under the Section 3(3) of the Official Language Act, 1963 were issued bilingually. All the letters received in Hindi were replied to in Hindi only. Hindi Fortnight was organized from 14<sup>th</sup> September 2018 to 28<sup>th</sup> September 2018 in the headquarters. Sixteen competitions in Hindi were organized. The meetings of the Official Language Implementation Committee and workshops were regularly organized. Untrained officials were nominated for training. Sub offices and Coir Bhawan were inspected.

**6.1.10.3 NSIC:** NSIC continuously strives to promote the use of Hindi in official work. The meeting of Official Language Implementation Committee and Hindi workshop was regularly organized in NSIC. During the year Hindi fortnight was organized from 15<sup>th</sup> to 30<sup>th</sup> September, 2018 in which six Hindi competitions were held. On the occasion of Hindi day on 14<sup>th</sup> September, 2018 the messages of Hon’ble Minister, MSME and CMD, NSIC were widely publicized. During the year, More than 50% amount was spent on the purchase of Hindi books out of total amount earmarked for the purchase of books and magazines etc. ‘Special Hindi Respect Award’ was awarded to NSIC by Kendriya Sachiwalya Hindi Parishad, New Delhi.

**6.1.10.4 National Institute for Micro, Small and Medium Enterprises (NIMSME):** On the occasion of Hindi Day 2018 Hindi Week was celebrated from 14<sup>th</sup> to 24<sup>th</sup> September, 2018 in the institute. During this period various Hindi programmes were conducted and Hindi Book Exhibition was also arranged. The meeting of the Official Language Implementation Committee was conducted. Different types of training programmes and workshops were conducted. A two day Official Language Conference conducted by KVIC, Mumbai was extended all kinds of necessary support by NIMSME, Hyderabad.

**6.1.10.5 Mahatma Gandhi Institute for Rural Industrialization (MGIRI):** Hindi Fortnight was celebrated from 14<sup>th</sup> to 28<sup>th</sup> September, 2018 in the Institute. During this period various competitions/events were organized and the winners of the competitions were awarded

cash prizes. The meeting of the Official Language Implementation Committee was conducted in the Institute. During the year 2018-19 a number of workshops, training programmes, seminars & competitions were organized to motivate the employees/officers of the institute so that they might use the most of words of Hindi in their official work.

**6.1.10.6 Office of the Development Commissioner (MSME):** There is a full-fledged Hindi Section in the Office of the DC (MSME) to ensure compliance with the Official Language Policy and to implement the directives of the Government of India. All documents were issued bilingual under Section 3(3) of Official Language Act, 1963. All the documents were replied to in Hindi only. During the year, Hindi Fortnight was celebrated from 14<sup>th</sup> to 30<sup>th</sup> September, 2018 in which 10 Hindi competitions were conducted. The meetings of Official Language Implementation Committee were regularly held in the office. Workshops were also conducted in the office. 02 sub-ordinate offices were inspected during the year. 50% amounts on the purchase of Hindi books were incurred.

## **6.2 Vigilance**

**6.2.1** The Vigilance Division of the Ministry is headed by a part-time Chief Vigilance Officer (CVO) of the rank of Joint Secretary who functions as the nodal point for all vigilance matters, in consultation with the Central Vigilance Commission and Investigating Agencies.

**6.2.2** The Ministry is implementing the guidelines/instructions issued by the Department of Personnel & Training and the Central Vigilance Commission on creating greater awareness of vigilance among the users of its services. During the period under report, the references/vigilance complaints received from various sources in the Ministry/Attached Office/Organizations under the Ministry were replied to/disposed of.

**6.2.3** Vigilance Awareness Week was observed from 29<sup>th</sup> October, 2018 to 3<sup>rd</sup> November, 2018.

**6.2.4** The Vigilance Division also deals with the appeals preferred by employees of the organizations functioning under the Ministry on the penalties imposed on them as also complaints, etc. received against the functionaries of these organizations. The following functions are also performed by the Division:-

- i) Maintenance of Annual Performance Appraisal Reports (APARs) of Officers and Staff including online system of SPARROW <https://sparrow.eoffice.gov.in>
- ii) All cases falling under CCS (Conduct) Rules, 1964 including Annual Property Return Statement of the employees and information under Lokpal.
- iii) Safe custody of mortgage bonds/deeds.
- iv) Vigilance clearance for administrative purposes.

**6.2.5** During the period under report, 26 complaints were received and were closed/disposed of in consultation with Central Vigilance Commission, wherever applicable.

## 6.3 Citizen's Charter

- 6.3.1** Citizens'/ Clients' Charter for M/o MSME have been prepared and the same can be viewed at Ministry's website. This Charter consists of a Declaration of the Ministry, incorporating its mission and commitment to the Micro, Small and Medium Enterprises and for the people of India, in general.
- 6.3.2** The Information and Facilitation Counter of the Ministry, located on the ground floor (between Gate No. 4 and 5), Nirman Bhawan, New Delhi, provides information on the services and activities of the Ministry and its organisations. It also receives RTI applications as well as fees, if any, by RTI applicant.
- 6.3.3** Annual Reports and Handbook on Self Employment have been published and are available for the information of potential entrepreneurs, policy makers and others. The website of the Ministry, i.e., [www.msme.gov.in](http://www.msme.gov.in) provides all the relevant information and link to its organisations.
- 6.3.4** The detailed Citizens'/ Clients' Charter of the Ministry is available on the website of the Ministry.
- 6.3.5 Complaints:** The Department of Administrative Reforms and Public Grievances (DAPRG) have created a portal for public grievances - <http://pgportal.gov.in>. Any person can lodge his grievance on this portal. All grievances received by DAPRG, Prime Minister's Office and President Secretariat are forwarded to the concerned Ministries through this portal/software. Grievance pertaining to other Ministries/Subordinate organisations can be transferred online. M/o MSME, O/o DC (MSME), NSIC and all the 24 Responsibility Centres have been provided link to <http://pgportal.gov.in>. The MSME Ministry and its organisations are promptly attending to the grievances. The Ministry has also started MSME internet grievance monitoring system to track and monitor other grievances and suggestions received in the Ministry. The address, phone and fax numbers of the Information and facilitation Counter and the Grievance Cell are as follows:

Particulars	Website Address	Organisation
1. Grievance Cell Additional Development Commissioner, Office of the Development Commissioner (MSME), Room No. 716, Nirman Bhawan, New Delhi-110108. Tel: 23061277, Fax:23061804	<a href="http://www.msme.gov.in">www.msme.gov.in</a>	M/o MSME
	<a href="http://www.dcmsme.gov.in">www.dcmsme.gov.in</a>	O/o DC (MSME)
	<a href="http://www.nsic.co.in">www.nsic.co.in</a>	NSIC, New Delhi
	<a href="http://www.nimsme.org">www.nimsme.org</a>	NI-MSME, Hyderabad
	<a href="http://www.kvic.org.in">www.kvic.org.in</a>	KVIC, Mumbai
	<a href="http://www.coir-india.com">www.coir-india.com</a>	Coir Board, Kochi
	<a href="http://www.mgiri.org">www.mgiri.org</a>	MGIRI, Wardha
2. Information and Facilitation Counter, Gate No. 4, Ground Floor, Nirman Bhawan, New Delhi-110108. Tel. No. 23062219.		

## 6.4 Right to Information

**6.4.1** For information under the RTI Act, 2005, citizens may approach the Public Information Officer (RTI) located between Gate No. 4 & 5, Nirman Bhawan, (O/o DC (MSME)), New Delhi on any working day. Information regarding RTI requests and appeals is provided below.

**Table 6.1 : Details of RTI applications received and their status**

	Requests received	Rejected	Information provided	Transferred to other Public Authority	Returned	Pending Requests
2018-19	690	1	491	172	20	6
2017-18	494	0	327	154	11	2

**Table 6.2 : Details of appeals under RTI Act, 2005**

	Opening balance	Appeals Received	Initial action to be taken	Information provided	Returned to applicant	Pending appeals
2018-19	0	17	0	17	0	0
2017-18	0	13	0	13	0	0

**6.4.2** The complete information in respect of the Ministry and the other Public Authorities of the Organisations under this Ministry is regularly uploaded on the website of the Ministry. The details of the CPIOs'/Appellate Authority are also available at respective Office website. The latest list of Nodal CPIOs of the Ministry and its organisations is at Annexure 4.

## 6.5 Prevention of Sexual Harassment

**6.5.1** In accordance with the provisions contained in the Sexual Harassment of Women at Work Place (Prevention and Redressal) Act, 2013, an Internal Complaints Committee has been constituted in the Ministry.

**6.5.2** During the year 2018-19 no case was reported to the Internal Complaints Committee and no case is pending with the ICC.

**6.5.3** The online complaint management system-“She box” (Sexual Harassment electronic-Box) introduced by the Ministry of Women and Child Development to enable women employees of the Central Government to file complaints directly. It has been given wide publicity by the Ministry among its employees and attached /Subordinate organizations.

## Plan Allocation and Expenditure During 2015-16, 2016-17, 2017-18 and 2018-19

(Rs. in crore)

Items	2015-16	2016-17	2017-18	2018-19
<b>SME DIVISION</b>				
BE	129.28	310.99	138.22	170.29
RE	143.82	160.73	106.20	143.03
EXPENDITURE	131.11	121.51	94.69	135.61
<b>ARI DIVISION</b>				
BE	1651.22	1825.00	2065.48	3308.24
RE	1744.18	1717.54	2517.71	3488.40
EXPENDITURE	1655.03	1686.39	2249.67	3578.28
<b>O/o DC(MSME)</b>				
BE	832.01	864.00	4278.26	3074.08
RE	732.00	3104.93	3858.05	2921.18
EXPENDITURE	661.42	1365.12	3877.82	2796.97
<b>TOTAL BE</b>	<b>2612.51</b>	<b>2999.99</b>	<b>6481.96</b>	<b>6552.61</b>
<b>TOTAL RE</b>	<b>2620.00</b>	<b>4983.20</b>	<b>6481.96</b>	<b>6552.61</b>
<b>TOTAL EXPENDITURE</b>	<b>2447.56</b>	<b>3173.02</b>	<b>6222.18</b>	<b>6510.86</b>



## 2. List of Nodal CPIOs

Sl. No.	Name, Designation and Telephone of CPIOs	Name, Designation and Telephone of Appellate Authority	Subject Matter
1.	Pradeep Kumar Singh Under Secretary, M/oMSME, Udyog Bhavan, New Delhi. 23063293	Rajiv Malik, Deputy Secretary 23063198	Distribution of all the RTI applications related to M/o MSME among the concerned CPIOs. The subject- wise list of CPIOs are available on website <a href="http://www.msme.gov.in">www.msme.gov.in</a>
2.	O. P. Mehta Director, Office of the DC (MSME), Nirman Bhavan, New Delhi. 011-23062992	Santanu Mitra, Addl. Development Commissioner, Office of the DC(MSME), Nirman Bhavan, New Delhi. 011-23062477	Distribution of all the RTI applications related to Office of the Development Commissioner (MSME) among the concerned CPIOs. The subject-wise list of CPIOs are available on website <a href="http://www.dcmsme.gov.in">www.dcmsme.gov.in</a>
3.	Manoj Lal Chief General Manager, NSIC Limited, NSIC Bhavan, Okhla Industrial Estate, New Delhi-110020 011-26926275, <a href="mailto:manojlal@nsic.co.in">manojlal@nsic.co.in</a>	A.K. Mittal Director Finance NSIC Limited, NSIC Bhavan, Okhla Industrial Estate, New Delhi-110020 011-26310549, <a href="mailto:dfin@nsic.co.in">dfin@nsic.co.in</a>	Distribution of all the RTI applications related to the National Small Industries Corporation Limited among the concerned CPIOs. The subject-wise list of CPIOs are available on website <a href="http://www.nsic.co.in">www.nsic.co.in</a>
4.	N. Muralia Kishore, Asstt. Registrar, National Institute for Micro, Small and Medium Enterprises (NI-MSME), Yousuf Gauda, Hyderabad – 500 045 040-23633260, <a href="mailto:ar@nimsme.org">ar@nimsme.org</a>	Dr. G P.Vallabh Reddy, Chief Administrative Officer National Institute for Mi- cro, Small and Medium Enterprises (NI-MSME), YousufGauda, Hyderabad – 500 045 040-23633203, <a href="mailto:cao@nimsme.org">cao@nimsme.org</a>	All the matters related to NIMSME. The details of CPIOs are available on website : <a href="http://www.nimsme.org">www.nimsme.org</a>

Sl. No.	Name, Designation and Telephone of CPIOs	Name, Designation and Telephone of Appellate Authority	Subject Matter
5.	Shri Krishna Pal, Asst. Director, KVIC, 3 Irla Road, Ville Parle (West), Mumbai 022-26711037	Shri G. Guruprasanna, Dy. CEO, KVIC, 3 Irla Road, Ville Parle (West), Mumbai 022-26713538	Distribution of all the RTI applications related to Khadi and Village Industries Commission among the concerned CPIOs. The subject-wise list of CPIOs is available on website <a href="http://www.kvic.org.in">www.kvic.org.in</a>
6.	Smt. Anita Jacob, Deputy Director, Coir Board, Coir House, M.G. Road, Kochi-682016 0484-2351807	K Anand Babu, Joint Director (Plg.) Coir Board, Coir House, M.G. Road, Kochi-682016 0484-2351807	All the matters related to Coir Board. The details of CPIOs are available on website <a href="http://www.coirboard.gov.in">www.coirboard.gov.in</a>
7.	Dr. M. Patnaik Deputy Director Mahatama Gandhi Institute for Rural Industrialisation, Maganwadi, Wardha-442001 07152-253512	Dr. P.B. Kale, Director, Mahatama Gandhi Institute for Rural Industrialisation, Maganwadi, Wardha-442001 07152-253512, 13 <a href="mailto:director.mgiri@gmail.com">director.mgiri@gmail.com</a>	All the matters related to MGIRI. The details of CPIOs are available on website <a href="http://www.mgiri.org">www.mgiri.org</a>

### 3. Contact Addresses of the Offices of M/oMSME and its Statutory Bodies

Sl. No.	Name and Address of the organisation	Website	E-mail	Telephone	Fax
1	Ministry of Micro, Small and Medium Enterprises, Udyog Bhavan, New Delhi - 110 107	www.msme.gov.in	min-msme@nic.in	011-23063800 23063802-06	011-23062315 23061726 23061068
2	Office of Development Commissioner (MSME), 7 <sup>th</sup> Floor, A-Wing, Nirman Bhavan, New Delhi - 110 108	www.dcmsme.gov.in; www.laghu-udyog.com; www.smallindustry.com	dc-msme@nic.in	011-23063800 23063802-06	011-23062315 23061726 23061068
3	Khadi and Village Industries Commission, (KVIC), "Gramodaya" 3, Irla Road, Vile Parle (West), Mumbai - 400056, Maharashtra	www.kvic.org.in	kvichq@bom3.vsnl.net.in, ditkvic@bom3.vsnl.net.in, dit@kvic.gov.in	022-26714320-25/ 26716323/ 26712324/ 26713527-9/ 26711073/ 26713675	022-26711003
4	Coir Board, "Coir House", M.G. Road, Ernakulam, Kochi-682016, Kerala	www.coirboard.nic.in, www.coirboard.gov.in	coir@md2.vsnl.net.in, coirboard@vsnl.com	0484-2351807, 2351788, 2351954, 2354397	0484-2370034
5	National Small Industries Corporation Limited (NSIC), NSIC Bhawan, Okhla Industrial Estate, New Delhi - 110 020	www.nsic.co.in	info@nsic.co.in,	011-26926275 26910910 26926370 Toll Free 1-800-111955	011-26932075 26311109
6	National Institute for Micro, Small and Medium Enterprises (NI-MSME), YousufGauda, Hyderabad - 500 045	www.nimsme.org	registrar@nimsme.org	040-23608544-46 23608316-19	040-23608547 23608956 23541260
7	Mahatma Gandhi Institute for Rural Industrialisation, Maganwadi, Wardha-442001	www.mgiri.org	director.mgiri@gmail.com	0752-253512	0752-240328

#### 4. State-Wise List Of MSME -DIs And Branch MSME -DIs

Sl. No.	State	Name of the Institute	Location	Address	Land Line No.	Fax No.	E-mail ID
1	Andaman & Nicobar (UT)	Br. MSME-DI	Port Blair	DollygungIndustrail Estate, P.O. Jungle Ghat, Port Blair-744103	03192-252308		brdcdi-pprt@dcmsme.gov.in jangam-mouli@yahoo.com
2	Andhra Pradesh	Br. MSME-DI	Visakhapatnam	F-19-22, Block D IDA, Autonagar, Visakhapatnam- 530012	0891-2517942/2701061	0891-2517942	brdcdi-vish@dcmsme.gov.in
3	Telangana	MSME-DI	Hyderabad	Narsapur Cross Roads, Bala Nagar, Hyderabad-500 037	040-23078857	040-23078857	dcdi-hyd@dcmsme.gov.in
4	Arunachal Pradesh	Br. MSME-DI	Itanagar	APIDFC Building, 'C' Sector, Itanagar-791111	0360-2291176	0360-2291176	brmsme.itan@gmail.com
5	Assam	MSME-DI	Guwahati	Industrial Estate, M.R.D Road , P.O. Bamuni-maidam, Guwahati-781021	0361-2550052, 2550298	0361-2550298	dcdi-guwahati@dcmsme.gov.in
		Br. MSME-DI	Silchar	Link Road Point, N.S Avenue, Silchar-788006	03842-247649	03842-241649	brdcdi-silc@dcmsme.gov.in
		Br. MSME-DI	Diphu (KarbiAnglong)	Amalipati, KarbiAnglong , Diphu-782460	03761-272549	03671-272549	brmsmedi-phu@gmail.com
		Br. MSME-DI	Tezpur	Darrang College Road, Tezpur-784001	03712-221084	03712-221084	brdcdi-tezpur@dcmsme.gov.in
6	Bihar	MSME-DI	Muzaffarpur	Institute, Goshala Road, PO Ramna, Muzaffarpur-842002.	0621-2282486/2284425	0621-2282486	dcdi-mzfpur@dcmsme.gov.in
		MSME-DI	Patna	Patliputra Industrial Est., Patna-800013	0612-2262568	0612-2262719	dcdi-patna@dcmsme.gov.in
7	Chattisgarh	MSME-DI	Raipur	Near Urkura Railway Station, Bhanpuri Industrial Area, Raipur (C.G)-492001	0771-2427719	0771-2422312	dcdi-raipur@dcmsme.gov.in
8	Dadra & Nagar Haveli (UT)	Br. MSME-DI	Silvasa	Masat Industrial Estate, Silvassa-396230	0260-2640933	0260-2640933	brdcdi-silv@dcmsme.gov.in
9	Delhi (NCT)	MSME-Ext. Centre	New Delhi	Bal Sahayog Kendra, Connaught Place, New Delhi.			dcdi-ndelhi@dcmsme.gov.in
		MSME-DI	New Delhi	Shaheed Capt. Gaur Marg, Opp. Okhla Industrial Estate, New Delhi-110 020.	011-26847223, 26838369,	011-26838016	dcdi-ndelhi@dcmsme.gov.in

Sl. No.	State	Name of the Institute	Location	Address	Land Line No.	Fax No.	E-mail ID
10	Goa	MSME-DI	Margoa	Opp. Konkan Railway Station (Quepem Road), Margao-403 601.	0832-2705092	0832-2710525	dcdi-go@dcmsme.gov.in
11	Gujarat	MSME-DI	Ahmedabad	Harsiddhh Camber, 4th Floor, Ashram Road (Gujarat), Ahmedabad-380014	079-27543147, 27544248	079-27540619	dcdi-ahm-bad@dcmsme.gov.in
		Br. MSME-DI	Rajkot	3rd Floor, Annexe Building, Amruta (Jasani) Building Premises, Nr.Girnar Cinema, M G Road, Rajkot-360001	0281-2471045	0281-2471045	brdcdi-raj@dcmsme.gov.in
12	Haryana	MSME-DI	Karnal	11-A, Industrial Development Colony, Near ITI, Kunjpura Road, Karnal-132 001.	0184-2208100/2208113	0184-2208114	dcdi-karnal@dcmsme.gov.in
		Br. MSME-DI	Bhiwani	Iti Campus, Hansi Road, Bhiwani-125021.	01664-243200	01664-243200	brdcdi-bhiw@dcmsme.gov.in
13	Himachal Pradesh	MSME-DI	Solan	Electronic Complex, Chambaghat, Solan-173213.	01792-230265	01792-230766	dcdi-solan@dcmsme.gov.in
14	Jammu & Kashmir	Br. MSME-DI	Jammu Tawi	Industrial Estate Digiane, Jammu Tawi-180010	0191-2431077	0191-2431077	dcdi-jammu@dcmsme.gov.in
		MSME-DI	Jammu	36, B/C, Gandhi Nagar, Jammu-180004.	0191-2431077	0191-2450035	dcdi-jammu@dcmsme.gov.in
15	Jharkhand	Br. MSME-DI	Dhanbad	Katras Road, Matkuria, Dhanbad-826001.	0326-23063380	0326-23063380	brdcdi-dhan@dcmsme.gov.in
		MSME-DI	Ranchi	Industrial Estate., Kokar, Ranchi-834001	0651-2546133	0651-2546235	dcdi-ranchi@dcmsme.gov.in
16	Karnataka	MSME-DI	Hubli	Industrial Estate, Gokul Road, Hubli-580 030	0836-2330389, 0836-2332334	0836-2330389	dcdi-hubli@dcmsme.gov.in
		MSME-DI	Begaluru	Rajaji Nagar, Industrial Estate, Bangalore-560 010.	080-23151540, 080-23151581, 080-23151582	080-23144506	dcdi-bang@dcmsme.gov.in
		Br. MSME-DI	Mangalore	L-11. Industrial Estate, Yeyyadi, Mangalore-575005	0824-2217936		brdcdi-mang@dcmsme.gov.in

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		Br. MSME-DI	Gulbarga	C-122, Industrial Estate, M.S.K. Mill Road, Gulbarga-585102.	08472-420944		bsjawalgi@yahoo.co.in
17	Kerala	MSME-DI	Thrissur	Kanjany Road, Ayyanthole, Thrissur-680003	0487-2360686/638	0487-2360536/216	dcdi-thrissur@dcmsme.gov.in
		MSME-TI	Thiruvalla	Manjadi PO., Thiruvalla, Pathana-mthitta-689105	0469-2701336	0469-2701336	msmeti@dcmsme.gov.in
		MSME-TI/TS	Ettumanur	P.B.No. 7, Ettumanur, Kottayam-686631, Kerala State	0481-2535563	0481-2535523	msmeti-ettu@dcmsme.gov.in
18	Lakshadweep (UT)	MSME-Nucleus Cell	Lakshadweep	Amini, UT of Lakshadweep-682552	04891-273345		brdcdi-laks@dcmsme.gov.in
19	Madhya Pradesh	Br. MSME-DI	Gwalior	7, Industrial Estate, Tansen Road, Gwalior-474004	0751-2422590		brdcdi-gwal@dcmsme.gov.in
		Br. MSME-DI	Rewa	Udyog Vihar, Chorhatta, Rewa-486001.	0766-2222448		brdcdi-reva@dcmsme.gov.in
		MSME-DI	Indore	10, Industrial Estate, Polo Ground, Indore-452015	0731-2421659/07312421037	0731-2420723	dcdi-indore@dcmsme.gov.in
20	Maharashtra	Br. MSME-DI	Aurangabad	32-33, Midc, Industrial Area, Chikal Thana, Aurangabad-431210.	0240-2485430	0240-2484204	brdcdi-aura@dcmsme.gov.in
		MSME-DI	Mumbai	KuriaAndheri Road, Sakinaka, Mumbai-400072	91-22-28576090	91-22-28578092	dcdi-mumbai@dcmsme.gov.in
		MSME-DI	Nagpur	Block-C, C.G.O Complex, Seminary Hill, Nagpur-440006	0712-2510352	0712-2511985	dcdi-nagpur@dcmsme.gov.in
21	Manipur	MSME-DI	Imphal	C-17/18, Takyelpat, Industrial Estate, Imphal-795 001.	0385-2416220		dcdi-imphal@dcmsme.gov.in
22	Meghalaya	Br. MSME-DI	Tura	Dakopgre, Near T. V Tower, Tura- 794101	03651-222569	03651-222569	brdcdi-tura@dcmsme.gov.in
		Br. MSME-DI	Shillong	Opposite B. K. Bajoria School, Shillong-793001	0364-2223349	0364-2223349	brdcdi-shil@dcmsme.gov.in
23	Mizoram	Br. MSME-DI	Aizwal	Br. MSME-DI, College Veng. House No. V-37 Near TAXI Stand. Aizawl-796001	0389-2323448		brdcdi-aizw@dcmsme.gov.in

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24	Nagaland	Br. MSME-DI	Dimapur	Industrial Estate, Dima- pur-795001.	03862- 248552	03862- 248552	brdcdi-dima@ dcmsme.gov.in
25	Odisha	MSME-DI	Cuttack	Vikas Sadan, College Square, Cuttack-753 003.	0671- 2548077	0671- 2548006	dcdi-cuttack@ dcmsme.gov.in
		Br. MSME-DI	Rayagada	R.K.Nagar, Rayaga- da-765004	06852- 222268	06856- 235968	brdcdi-raya@ dcmsme.gov.in
		Br. MSME-DI	Rourkela	C-9, Industrial Estate, Rourkela-769004.	0661- 2507492	0661- 2402492	brdcdi-rour@ dcmsme.gov.in
26	Punjab	MSME-DI	Ludhiana	Near Pratap Chock, OppSangeet Cinema, Industrial Area- B, Ludhiana - 141003	0161- 2531733, 734	0161- 2533225	dcdi-ludhi- ana@ dcms- me.gov.in
27	Rajasthan	MSME-DI	Jaipur	22 Godam Industrial Estate, Jaipur-302006.	0141- 2210553, 2212098	0141- 2210553	dcdi-jaipur@ dcmsme.gov.in
28	Sikkim	MSME-DI	Gangtok	Tadong Bazar, NH-10, K K Singh Building, PO Tadong, Gangtok-737102.	03592- 231880	03592- 231262	dcdi-gang- tok@ dcmsme. gov.in
29	Tamil Nadu	MSME-DI	Chennai	65/1, G.S.T.Road, Guindy, PB.3746, Chennai-600 032	044- 22501011/ 12/ 13	044- 22341014	dcdi-chen- nai@ dcmsme. gov.in
		Br. MSME-DI	Coimbatore	386, Patel Road, Ram Nagar, Coimbatore	0422- 2230426	0422- 2233956	brdcdi-coim@ dcmsme.gov.in
		Br. MSME-DI	Tuticorin	No. 6 Jayaraj Road, Tuticorin 628003.	0461- 2375345		dcdi-chen- nai@ dcmsme. gov.in
		Br. MSME-DI	Tirunelveli	Shed No. 7& 8 Indus- trial Estate, Pettai, Tirunelveli 627010.	0462- 2342137		Brmsmedi- tin@ gmail. com
30	Tripura	MSME-DI	Agartala	MSME-DI. Indranagar (Near I.T.I. Play Ground) P.O. :- Kunja- ban, Agar- tala-7999006	0381- 2326570		dcdi-agarta- la@ dcmsme. gov.in
31	Uttar Pradesh	MSME-DI	Agra	34, Industrial Estate, Nunhai, Agra-282 006	0562- 2280879/ 2280882	0562- 2523247	dcdi-agra@dc- msme.gov.in
		MSME-DI	Allahabad	E-17/18, Udyog Nagar, Naini, Allahabad-211 009	0532- 2697468	0532- 2696809	dcdi-allbad@ dcmsme.gov.in
		MSME-DI	Kanpur	107, Industrial Estate, Kalpi Road, Kan- pur-208 012.	0512- 2295070 2295071, 2295073.	0512- 2240143	dcdi-kanpur@ dcmsme.gov.in

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		Br. MSME-DI	Varanasi	Chandpur Industrial Estate, Varanasi-221106.	0542-2370621	0542-2371320	brdcdi-vara@dcmsme.gov.in
32	Uttaranchal	MSME-DI	Haldwani	Kham Bungala Campis, Kaladungi Road, Haldwani- 263 139.	05946-221053, 220853	05946-228353	dcdi-haldwani@dcmsme.gov.in
33	West Bengal	MSME-DI	Kolkata	111&112, B.T Road, Kolkata-700 108	033-25775531	033-25100524	ajoy1791@gmail.com dcdi-kolkata@dcmsme.gov.in
		Br. MSME-DI	Suri (Birbhum)	R. N. Tagore Road, Near Police Lines, PO-Suri, Distt. Birbhum, West Bengal, Pin-731101	03462-255402	03462-255402	brdcdi-birb@dcmsme.gov.in snandy.msme@gmail.com
		Br. MSME-DI	Durgapur	RA-39 (Ground Floor), Urvashi (Ph.2), Bengal Ambuja, Tarashankar-Sarani, City Centre, durgapur-713 216.	0343-2547129		brdcdi-durg@dcmsme.gov.in dipa-kchanda900@hotmail.com
		Br. MSME-DI	Siliguri	Industrial Estate, Sevoke Road, 2nd mile, Siliguri- 734 001.	0353-2542487		brdcdi-sili@dcmsme.gov.in monojit342@gmail.com



MSME	Micro, Small and Medium Enterprises
AABY	Aam Admi Bima Yojana
ARI	Agro & Rural Industry
ASPIRE	A Scheme for Promoting Innovation, Rural Industry and Entrepreneurship
BI	Business Incubators
BPL	Below Poverty Line
CCA	Carbon Credit Aggregation Centres
CDC	Common Display Centres
CSO	Central Statistics Office
CUY	Coir Udyami Yojana
DBT	Direct Benefit Transfer
DC (MSME)	Development Commissioner (MSME)
DICs	District Industries Centres
DPR	Detailed Project Report
EC	Economic Census
EET	Energy Efficient Technologies
EM-II	Entrepreneur Memorandum Part-II
ESDP	Entrepreneurship Skill Development Programmes
GDP	Gross Domestic Product
ICT	Information and Communication Technology
IIT	Indian Institute of Technology

IPFC	Intellectual Property Rights Facilitation Centre
ISEC	Interest Subsidy Eligibility Certificate
KVIC	Khadi Village Industries Commission
LIC	Life Insurance Corporation of India
MMDA	Modified Market Development Assistance
MFI	Micro Finance Institution
MGIRI	Mahatma Gandhi Institute for Rural Industrialisation
MoSPI	Ministry of Statistics and Programme Implementation
MoU	Memorandum of Understanding
MSE-CDP	Scheme for Micro & Small Enterprises Cluster Development Programme
MSMED Act	Micro, Small and Medium Enterprises Development Act
NBMSME	National Board for Micro, Small and Medium Enterprises
NER	North-East Region
NGOs	Non-Government organizations
NID	National Institute of Design
NIMSME	National Institute for Micro, Small and Medium Enterprises
NIT	National Institute of Technology
NSIC	National Small Industries Corporation
OBCs	Other Backward Classes
PMAC	Project Monitoring & Advisory Committee
PMEGP	Prime Minister's Employment Generation Programme

PPP	Public Private Partnership
PRI	Panchayati Raj institutions
QCI	Quality Council of India
RBI	Reserve Bank of India
REBTI	Rural Engineering & Bio Technology Industry
SC	Scheduled Caste
SEBI	Securities and Exchange Board of India
SFURTI	Scheme of Fund for Regeneration of Traditional Industries
SMAS	Special Marketing Scheme
SME	Small & Medium Enterprises
SPV	Special Purpose Vehicle
SSPRS	Subsidy of Single Point Registration Scheme
ST	Scheduled Tribe
TEQUP	Technology and Quality Upgradation
TREAD	Trade Related Entrepreneurship Assistance and Development
UAM	Udyog Aadhaar Memorandum



**Government of India**  
**Ministry of Micro, Small and Medium Enterprises**  
(An ISO 9001:2015 Certified Organisation)  
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