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

#### LOK SABHA STARRED QUESTION NO. \*68 TO BE ANSWERED ON 21.11.2016

#### **PROMOTION OF AGRO-BASED COTTAGE INDUSTRIES**

#### \*68 SHRI HARIOM SINGH RATHORE: SHRI JAGDAMBIKA PAL:

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) the details of various schemes being implemented by the Government for promoting and setting up of agro-based cottage industries in the country;

(b) the details of job opportunities created by the agro-based cottage industries in the country during the last three years and the current year, State/UT-wise;

(c) the number of agro-based small and cottage industries being operated by the Government along with the contribution made by the Government thereto;

(d) whether the Government proposes to set up more agro-based cottage industries in the country and if so, the details thereof along with the funds allocated for the purpose and time by which such industries are likely to be set up, State/UT-wise; and

(e) the other steps taken/proposed to be taken by the Government to encourage the farmers to set up more agro-based cottage industries in the country?

#### ANSWER

#### MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI KALRAJ MISHRA)

(a) to (e): A statement is laid on the Table of the House

# STATEMENT REFERRED TO IN REPLY TO THE LOK SABHA STARRED QUESTION No.\*68 FOR ANSWER ON 21.11.2016

(a)to(c): Ministry of MSME through Khadi and Village Industries Commission (KVIC) and Coir Board is implementing the following schemes to promote agro-based cottage industries:

**1. Prime Minister's Employment Generation Programme (PMEGP)** is a credit linked subsidy scheme, for setting up of new micro-enterprises and to generate employment opportunities in rural as well as urban areas of the country through KVIC, State Khadi & Village Industries Board (KVIB) and District Industries Centre (DIC). General category beneficiaries can avail of margin money subsidy of 25% of the project cost in rural areas and 15% in urban areas. For beneficiaries belonging to special categories such as SC/ST/Women/PH/ Minorities/ Ex-Servicemen/NER, the margin money subsidy is 35% in rural areas and 25% in urban areas. The maximum cost of projects is Rs.25 lakh in the manufacturing sector and Rs.10 lakh in the service sector. Since inception and up to 2016-17 (upto 31.10.2016), 3.91 lakh micro enterprises have been set up by utilizing margin money amounting to Rs.7970.54 crore. 32.87 lakh jobs have been created from these units. The year-wise and state-wise details of job opportunities created and number of units set up under PMEGP Scheme is given in **Annexure-I**.

**2. Scheme of Fund for Regeneration of Traditional Industries** (SFURTI) was launched in 2005-06 for making Traditional Industries more productive and competitive by organizing the Traditional Industries and artisans into clusters. A total of 56 DPRs have been approved benefitting 41157 artisans. Against this, funds involving Rs.70.46 crore have been released by the Ministry till date (i.e. 15.11.2016). Details of clusters setup in various states with job opportunities created under the SFURTI Scheme is given in **Annexure-II**.

**3.** Coir Udyami Yojana (formerly known as REMOT Scheme) is a credit linked subsidy scheme, which provides assistance for setting up of coir units with a maximum cost of project upto Rs.10 lakhs plus working capital, which shall not exceed 25% of the project cost. The pattern of assistance is 40% as Govt. subsidy, 55% as loan from Banks and 5% as beneficiary contribution. Scheme is open to all individuals, companies, SHGs, NGOs, Institutes, etc. During the FY 2016-17, 310 units have been set up by utilizing subsidy amounting to around Rs.6.62 crore upto 31.10.2016. Upto 03.11.2016, 6747 units have been set up by utilizing subsidy amounting to around Rs.90.52 crore.

**4. Mahila Coir Yojana** (a component of Coir Vikas Yojana-CVY) is an exclusive skill development programme for rural women artisans in coir sector. Training is provided in spinning of coir yarn/various coir processing activities. The scheme envisages distribution of motorized ratts/motorized traditional ratts and other coir processing equipments at 75% subsidy subject to a maximum amount of Rs.7500/- on successful completion of the training programme. During the training period, the women artisans are given a stipend amounting to Rs.1000/- per month. Coir Vikas Yojana also includes Skill Development & Training Programme in coir sector, Domestic & Export Market Promotion and Development of Production Infrastructure. Rs.21.67 crore has been released under CVY during 2015-16 and Rs.15.00 crore has been released upto 31.10.2016 during 2016-17.

(d)&(e): Ministry of MSME has launched a new scheme called "A Scheme for Promotion of Innovation, Rural Industry and Entrepreneurship (ASPIRE) from March 2015. The focus of the scheme is for setting up of Livelihood Business Incubators (LBI), Technology Business Incubators (TBI) and Fund of Funds (FoF) for enterprise creation under Small Industries Development Bank of India (SIDBI). Till date 41 LBIs and 5 TBIs have been sanctioned and 20 LBIs have started functioning. Rs.22.78 crore has been released for setting up of LBIs and TBIs, Rs.60 crore has been released to SIDBI for setting up of Fund of Funds.

For the Financial Year 2016-17, a provision of Rs.1139.00 crore has been made for PMEGP in the Budget Estimates. State-wise Margin Money subsidy target of Rs.1100 crore has been fixed, Rs.39 crore are kept for Backward-Forward Linkage (BFL). A target of 55200 projects generating an estimated employment for 441600 has been fixed for the FY 2016-17. Till 31<sup>st</sup> October, 2016, Rs.585.91 crore have been disbursed by the Banks for setting up of 25327 projects generating an estimated employment for 1,87,252 persons.

\* \* \*

## Annexure-I referred to in reply to part (a)to(c) of the Lok Sabha Starred Question No. 68 for answer on 21.11.2016

Year-wise and State-wise details of Margin Money allocated & utilized, job opportunities created and number of units set up under **PMEGP Scheme** 

Sr. No.	State/UT	Margin money	Margin money	Number of projects	Estimated employment
		subsidy	subsidy	assisted	generated
		allocated	utilized #		(No. of persons)
		(Rs. lakh)	(Rs. lakh)		
1	Jammu& Kashmir	2983.59	3226.2	1855	12301
2	Himachal Pradesh	1730.87	1613.84	1112	5188
3	Punjab	2665.96	2477.06	979	7629
4	UT Chandigarh	304.74	59.11	55	385
5	Uttarakhand	1934.23	2099.99	1236	7335
6	Haryana	2771.26	2075	935	5866
7	Delhi	1075.38	164.74	142	1136
8	Rajasthan	5554.14	4064.94	1280	13471
9	Uttar Pradesh	13786.28	15104.91	4354	44044
10	Bihar	8675.93	7725.19	3121	20013
11	Sikkim	584.56	108.09	66	255
12	Arunachal Pradesh	1852.57	889.42	657	6570
13	Nagaland	1705.43	1125.77	421	4373
14	Manipur	1557.67	1591.34	733	5277
15	Mizoram	1117.83	886.40	777	5050
16	Tripura	1163.93	2225.25	1307	9074
17	Meghalaya	1333.04	600.13	397	1386
18	Assam	6210.97	7393.07	8255	29332
19	West Bengal	4627.57	5596.72	3216	24189
20	Jharkhand	4738.31	4533.11	2612	13062
21	Odisha	5854.95	4075.76	2146	16653
22	Chhattisgarh	3623.56	2118.61	921	6106
23	Madhya Pradesh	8466.23	7973.02	2462	19442
24	Gujarat*	4375.58	4401.81	914	14777
25	Maharashtra **	6539.82	4737.62	2186	20183
26	Andhra Pradesh	4829.17	4610.54	1453	18200
27	Karnataka	4538.84	7837.31	2778	25752
28	Goa	490.68	143.86	79	412
29	Lakshadweep	758.55	3.18	4	8
30	Kerala	2278.34	2756.94	1505	11507
31	Tamilnadu	4969.70	5216.93	2268	29107
32	Puducherry	781.12	43.17	43	170
33	Andaman &	619.20	164.94	224	654
	Nicobar Islands				
	Total	114500	107644.48	50493	378907
	including un-utilized				•••••

<u>2013-14</u>

*#* including un-utilized balance funds of previous year

\* including Daman & Diu

\*\* including Dadra & Nagar Haveli

<u>2014-15</u>

Sr. No.	State/UT	Margin money	Margin money	Number of projects	employment
		subsidy	subsidy	assisted	generated
		allocated	utilized#		(No. of
		(Rs. lakh)	(Rs. lakh)		persons)
1	Jammu& Kashmir	2919.5	3274.63	1565	11025
2	Himachal Pradesh	1687.45	2237.73	1244	6352
3	Punjab	2611.49	3190.88	1153	6438
4	UT Chandigarh	287.99	61.46	36	160
5	Uttarakhand	1882.35	2153.32	1333	7889
6	Haryana	2716.36	3012.98	1175	7024
7	Delhi	1061.04	189.24	198	1584
8	Rajasthan	5369.78	5249.62	1976	15002
9	Uttar Pradesh	13239.41	16937.53	4891	48604
10	Bihar	8277.14	4111.32	1639	9240
11	Sikkim	541.34	33.52	16	54
12	Arunachal Pradesh	1793.42	1004.99	652	2871
13	Nagaland	1563.64	878.59	416	2407
14	Manipur	1403.65	1600.76	747	829
15	Mizoram	1043.39	807.98	817	6736
16	Tripura	985.02	1333.65	787	6333
17	Meghalaya	1184.8	971.14	555	3680
18	Assam	5388.74	5397.01	5015	15535
19	West Bengal	4396.32	6010.11	3397	24646
20	Jharkhand	4547.06	2871.29	1699	8495
21	Odisha	5621.47	3945.89	2013	10211
22	Chhattisgarh	3474.41	2045.68	847	5821
23	Madhya Pradesh	8182.74	9241.70	2737	21896
24	Gujarat*	4246.72	6200.52	1289	18107
25	Maharashtra **	6299.38	7843.81	3469	28311
26	Andhra Pradesh	2667.87	3492.11	937	12220
27	Telangana	1954.44	1889.35	604	6604
28	Karnataka	4412.99	6479.10	2431	21825
29	Goa	466.91	141.76	78	406
30	Lakshadweep	704.68	28.61	31	93
31	Kerala	2206.51	2679.28	1344	9738
32	Tamilnadu	4824.96	6733.89	2858	36190
33	Puducherry	749.95	112.10	58	386
34	A&N Islands	593.09	92.32	161	790
		109306	112253.87	48168	357502

# including un-utilized balance funds of previous year.
\* including Daman & Diu.
\*\* including Dadra & Nagar Haveli

Sr.	State/UT	Margin	Margin	Number of	
No.		money	money	projects	employment
		subsidy	subsidy	assisted	generated
		allocated	utilized#		(No. of
1	Jammu& Kashmir	(Rs. lakh) 4006.80	(Rs. lakh) 3781.19	2207	<b>persons)</b> 12115
1 2	Himachal Pradesh	1721.57	1767.26	1077	5134
3		3026.80	2902.97	966	7762
<u> </u>	Punjab UT Chandigarh	90.00	87.72	900 43	323
5	Uttarakhand	1909.93	1740.86	1136	6161
6		3747.40	3112.09	1130	7232
7	Haryana Delhi	257.35	254.05	256	2048
8		4188.14	4384.07	1988	14537
	Rajasthan				
9	Uttar Pradesh	17535.32	14456.87	4365	43059
10	Bihar	7118.59	6588.55	2430	19624
11	Sikkim	227.38	186.11	110	397
12	Arunachal Pradesh	200.08	38.85	35	104
13	Nagaland	1255.83	1392.81	623	4998
14	Manipur	2855.92	1213.98	685	2715
15	Mizoram	924.99	1026.35	1134	9072
16	Tripura	2748.26	945.84	642	5355
17	Meghalaya	1250.62	1056.12	603	4824
18	Assam	4969.87	2869.74	3483	9026
19	West Bengal	4765.49	3400.65	1873	12746
20	Jharkhand	3462.64	3559.74	1839	12873
21	Odisha	6282.00	5736.32	2876	17629
22	Chhattisgarh	4303.80	2829.38	1277	9496
23	Madhya Pradesh	7729.40	8117.17	1979	16497
24	Gujarat*	6536.16	6339.73	1419	14960
25	Maharashtra **	9718.42	5285.03	2497	20161
26	Andhra Pradesh	4496.85	2262.37	642	7740
27	Telangana	2094.00	2217.57	660	7761
28	Karnataka	10846.89	5898.01	2140	17284
29	Goa	159.40	165.43	91	500
30	Lakshadweep	90.00	0.00	0	0
31	Kerala	2731.60	2720.48	1369	9653
32	Tamilnadu	7110.80	5497.54	2463	20836
33	Puducherry	100.00	106.37	65	447
34	A&N Islands	158.00	65.11	119	293
	luding ym ytiligad halanga	128620.30	102006.33	44340	323362

# including un-utilized balance funds of previous year.
\* including Daman & Diu.
\*\* including Dadra & Nagar Haveli

**2016-17** (as on 31.10.2016)

Sr. No.	State/UT	Margin money subsidy	Margin money subsidy	Number of projects assisted	Estimated employment generated
		allocated	utilized#		(No. of
		(Rs. lakh)	(Rs. lakh)		persons)
1	Jammu& Kashmir	3541.26	814.29	493	3699
2	Himachal Pradesh	1970.11	474.23	243	1332
3	Punjab	3504.09	1492.9	605	4570
4	UT Chandigarh	100.00	35.08	13	104
5	Uttarakhand	2140.93	484.12	331	1778
6	Haryana	3371.31	961.28	394	3152
7	Delhi	300.00	69.44	51	408
8	Rajasthan	5500.99	1250.12	567	3952
9	Uttar Pradesh	12981.52	7800.35	2236	21611
10	Bihar	6909.77	3674.07	1432	11456
11	Sikkim	200.00	4.23	3	9
12	Arunachal Pradesh	500.00	173.12	117	512
13	Nagaland	1751.68	984.38	505	3679
14	Manipur	1741.70	849.9	575	2899
15	Mizoram	1253.49	126.91	99	792
16	Tripura	1578.62	1902.05	1169	8937
17	Meghalaya	1748.10	155.67	133	1064
18	Assam	5636.41	3074.07	3940	14794
19	West Bengal	3680.30	3629.46	2183	15844
20	Jharkhand	4165.73	921.56	470	3760
21	Odisha	5201.65	3996.17	1754	10192
22	Chhattisgarh	4493.30	1161.25	447	3648
23	Madhya Pradesh	8527.32	2934.22	665	5320
24	Gujarat*	5398.45	2842.41	666	5869
25	Maharashtra **	6111.29	1851.77	812	5695
26	Andhra Pradesh	2336.59	3098.46	792	9628
27	Telangana	2004.86	1438.3	400	4333
28	Karnataka	4941.62	7448.03	2272	19862
29	Goa	371.62	90.51	41	268
30	Lakshadweep	50.00	0.00	00	00
31	Kerala	2446.06	1636.92	706	6044
32	Tamilnadu	5291.23	3166.93	1177	11652
33	Puducherry	150.00	38.36	23	355
34	Andaman & Nicobar Islands	100.00	10.64	13	34
	Juding un utilized balance	110000.00	58591.2	25327	187252

# including un-utilized balance funds of previous year.
\* including Daman & Diu.
\*\* including Dadra & Nagar Haveli

## Annexure-II referred to in reply to part (a)to(c) of the Lok Sabha Starred Question No. 68 for answer on 21.11.2016

Details of clusters setup in various states with job opportunities created under SFURTI

## Scheme

S.No	State Name	Cluster Name	Agency Name	No. of Artisans
1	Chhattisgarh	Bastar Handicraft Cluster	KVIC	600
2	Chhattisgarh	Pressed Dry Flower Cluster, Raipur	KVIC	389
3	Gujarat	Blacksmithy and Agri tools	KVIC	498
4	Tamil Nadu	Kangayam Khadi Cluster, Tirupur	KVIC	309
5	Tamil Nadu	Sarkar Steel & Wooden Furniture	KVIC	345
6	Uttar Pradesh	Hand Knotted Carpet Cluster, Allahabad	KVIC	539
7	Uttar Pradesh	Crochet (Croshiya) Cluster	KVIC	300
8	Andhra Pradesh	Srikalahasthi Kalamkari Craft Cluster	KVIC	300
9	Manipur	Nimongthong Reed Cluster	KVIC	316
10	Karnataka	Harihara Khadi Cluster	KVIC	501
11	Karnataka	Hudi Khadi Cluster	KVIC	730
12	Karnataka	Sidhalgatta Khadi Cluster	KVIC	300
13	Kerala	Neyyattinkara Coir Cluster	Coir Board	2000
14	Kerala	Balussery Coir Cluster	Coir Board	500
15	Tamil Nadu	Pollachi Coir Cluster	Coir Board	3350
16	Tamil Nadu	Dindigul Coir Cluster, Dindigul	Coir Board	1330
17	Tamil Nadu	Salem	Coir Board	1430
18	Tamil Nadu	Kangayam Coir Cluster Tirupur	Coir Board	650
19	Tamil Nadu	Palladam Growbag	Coir Board	885
20	Tamil Nadu	Tirunelveli	Coir Board	1330
21	Karnataka	Tumkur Coir Cluster	Coir Board	2500
22	Karnataka	Kumta Coir Cluster	Coir Board	500
23	Maharashtra	Pendur Coir Cluster Sindhudurg	Coir Board	550
	Maharashtra	Sawantwadi Coir Cluster Sindhudurg	Coir Board	500
25	Gujarat	Samvedana	Coir Board	500
26	Madhya Pradesh	Hoshangabad Bamboo Cluster	KVIC	474
27	Uttar Pradesh	Mau Pottery Cluster	KVIC	444
28	Tamil Nadu	Dharmapuri Coir Cluster	Coir Board	750
29	Tamil Nadu	Madurai Coir Cluster	Coir Board	2450
30	Kerala	Haripada Coir Cluster	Coir Board	3000
31	West Bengal	Chak Islampur Khadi Cluster	KVIC	750

32	Odisha	Abhahan Fruit & Vegetable Processing	KVIC	188
33	Odisha	Jagmohan Brass Metal	KVIC	314
34	Tamil Nadu	Ethamozy Coir Cluster	Coir Board	1960
35	Assam	Majuli Handicraft, Endi Silk, Diversified	IIE,	252
		Handloom	Guwahati	
36	Assam	Barpeta Brass Metal cluster, Barpeta	IIE,	544
			Guwahati	
37	Assam	Manas Traditional Dress	IIE,	550
			Guwahati	
38	Telangana	Mothkur Ikat Handloom Weaving Cluster	NIMSME	400
39	Telangana	Pembarthi Metalware cluster Warangal	NIMSME	200
40	Telangana	Ieeza Gadwal Silk cluster, Mehaboobnagar	NIMSME	600
41	Jharkhand	Gumla Food Processing	KVIC	800
42	Jharkhand	Koderma Agarbatti Cluster	KVIC	250
43	Jharkhand	Santhal Pragana Silk Cluster	KVIC	681
44	Madhya	Terracotta Pottery Cluster	KVIC	509
	Pradesh			
45	Karnataka	Bidar	KVIC	250
46	Maharashtra	Sindhudurg Bamboo	KVIC	250
47	Bihar	Madhubani	KVIC	600
48	Andhra	Vizianagaram Coir Cluster	Coir Board	400
	Pradesh			
49	Andhra	Chitoor Coir Cluster	Coir Board	1600
	Pradesh			
50	Assam	Hastkala Shilpa Cluster, Mirza	IIE,	544
			Guwahati	
51	Tripura	West Tripura	IIE,	500
	_		Guwahati	
52	Andhra	Kondapali	NIMSME	201
	Pradesh			
53	Kerala	Tirur Virgin Coconut Oil Cluster	NIMSME	750
54	Uttar Pradesh	Chitrakoot	KVIC	500
55	Rajasthan	Sikandara (Dausa)	KVIC	200
56	Andhra	Pedanna Kalamkari Block Printing Cluster	NIMSME	750
	Pradesh			