

**GOVERNMENT OF INDIA
MINISTRY OF COMMERCE & INDUSTRY
DEPARTMENT OF INDUSTRIAL POLICY & PROMOTION**

LOK SABHA

**UNSTARRED QUESTION NO. 3208.
TO BE ANSWERED ON MONDAY, THE 31ST DECEMBER, 2018.**

IFLADP SCHEME

**3208. SHRI PRATHAP SIMHA:
KUMARI SHOBHA KARANDLAJE:**

Will the Minister of **COMMERCE AND INDUSTRY** be pleased to state:

वाणिज्य एवं उद्योग मंत्री

- (a) whether the Government has approved implementation of the Central Sector Scheme 'Indian Footwear, Leather & Accessories Development Programme (IFLADP)' recently and if so, the details thereof including its objectives and outlay;
- (b) the details of projects approved to facilitate upgradation of infrastructure, job creation and environmental sustainability ;
- (c) whether the Government has given in-principle approval for setting up of Mega Leather Clusters in the country and if so, the details thereof, State-wise;
- (d) the number of persons employed in leather and footwear industry under Human Resource Development sub-scheme of Indian Leather Development Programme during the last three years and the impact of "Make in India" initiative on leather sector; and
- (e) the steps taken/proposed to be taken by the Government for employment generation in this sector?

ANSWER

वाणिज्य एवं उद्योग मंत्रालय में राज्यमंत्री (श्री सी.आर. चौधरी)

**THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY
(SHRI C.R. CHAUDHARY)**

- (a): Yes. The Central Government has approved Central Sector Scheme "Indian Footwear, Leather and Accessories Development Programme" with an approved expenditure of Rs. 2600 crore over the three financial years from 2017-18 to 2019-20. The objective of the scheme is to develop infrastructure for the leather sector, address environment concerns specific to the leather sector, facilitate additional investments, employment generation and increase in production. The following sub-schemes would be implemented under IFLADP scheme during 2017-18 to 2019-20 -

I. **Human Resource Development (HRD) sub-scheme:**

HRD sub-scheme provides assistance for Placement Linked Skill Development training to unemployed persons @ Rs. 15,000 per person, for skill up-gradation training to employed workers @ Rs. 5,000 per employee and for training of trainers @ Rs. 2 lakh per person.

II. **Integrated Development of Leather Sector (IDLS) sub-scheme:**

IDLS sub-scheme incentivizes investment and manufacturing including job creation by providing backend investment grant/subsidy @ 30% of the cost of new Plant and Machinery to Micro, Small & Medium Enterprises (MSMEs) and @ 20% of the cost of Plant and Machinery to other units for Modernization /technology upgradation in existing units and also for setting up of new units.

III. **Establishment of Institutional Facilities sub-scheme:**

The sub-scheme provides assistance to Footwear Design & Development Institute (FDDI) for upgradation of some of the existing campuses of FDDI into "Centres of Excellence" and establishing 3 new fully equipped skill centres alongside the upcoming Mega Leather Cluster.

IV. **Mega Leather, Footwear and Accessories Cluster (MLFAC) sub-scheme:**

The MLFAC sub-scheme provides infrastructure support to the Leather, Footwear and Accessories Sector by establishment of Mega Leather, Footwear and Accessories Cluster. Graded assistance is provided upto 50% of the eligible project cost, excluding cost of land with maximum Government assistance being limited to Rs. 125 crore.

V. **Leather Technology, Innovation and Environmental Issues sub-scheme:**

Under this sub-scheme, assistance is provided for upgradation/installation of Common Effluent Treatment Plants (CETPs) @ 70% of the project cost. The sub-scheme also provides for support to national level sectoral industry council/ association and support for preparation of vision document for Leather Footwear and Accessories Sector.

VI. **Promotion of Indian Brands in Leather, Footwear and Accessories Sector sub-scheme:**

Under this sub-scheme, the eligible units approved for Brand Promotion are assisted. The Government assistance is limited to 50% of total project cost subject to a limit of Rs.3 crore for each brand, each year for 3 years.

VII. **Additional Employment Incentive for Leather, Footwear and Accessories Sector sub-scheme:**

Under this scheme, employers' contribution of 3.67% to Employees' Provident Fund for all new employees in Leather, Footwear and Accessories sector, are provided for enrolling in EPFO for first 3 years of their employment.

- (b): Under 'Leather Technology Innovation and Environment Issues (LTIEI)' sub-scheme of IFLADP scheme, upgradation of 11 Common Effluent Treatment Plants (CETPs) in Tamil Nadu with Government of India assistance of Rs. 354.53 crore has been approved. Further, under 'Establishment of Institutional Facilities' sub-scheme of IFLADP scheme, upgradation of seven Footwear Design and Development Institute (FDDI) centers into Centres for Excellence (CoEs) at the cost of Rs. 129.62 crore has been approved.
- (c): Under 'Mega Leather Footwear and Accessories Cluster (MLFAC)' sub-scheme of IFLADP scheme, approval has been provided for setting up of Mega Leather Footwear and Accessories Cluster with Government of India assistance of Rs. 125 crores at Kota Mandal, Nellore District, Andhra Pradesh. Further, In-principle approval has been given for setting up of Mega Leather Footwear and Accessories Cluster at Bantala, Kolkata, West Bengal.
- (d): Under Human Resource Development (HRD) sub-scheme of the IFLADP scheme, the following number of persons have been provided primary skill development training during last three years –

Year	No. of persons Trained	No. of persons Placed
2016-17	1,45,164	1,16,772
2017-18	94,232	72,368
2018-19*	25,643	25,319

*Training ongoing.

- (e): Under Human Resource Development (HRD) sub-scheme of the IFLADP scheme, primary skill development training is provided to unemployed persons @ Rs. 15,000 per person. The placement of 75% of trained persons is mandatory for availing assistance under primary skill development training programme. For the year 2018-19 and 2019-20, a target for providing primary skill development training to 1,40,000 unemployed persons during each year has been assigned to implementing agencies under the scheme.
