

**GOVERNMENT OF INDIA  
MINISTRY OF COMMERCE & INDUSTRY  
DEPARTMENT FOR PROMOTION OF INDUSTRY AND INTERNAL TRADE**

**LOK SABHA**

**UNSTARRED QUESTION NO. 779.  
TO BE ANSWERED ON WEDNESDAY, THE 26<sup>TH</sup> JUNE, 2019.**

**IMPLEMENTATION OF IFLADP**

**779. 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 the 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 मंत्री (श्री पीयूष गोयल)**

**THE MINISTER OF COMMERCE & INDUSTRY  
(SHRI PIYUSH GOYAL)**

**(a):** Yes, the Central Government has approved implementation of Central Sector Scheme "Indian Footwear, Leather & Accessories Development Programme" with an approved expenditure of Rs. 2600 crore over the three financial years from 2017-18 to 2019-20. Sub-schemes under Indian Footwear, Leather & Accessories Development Programme are as stated below:

1. 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.

2. 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.
3. 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.
4. 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.
5. 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 subject to a limit of Rs. 200 crore. 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.
6. 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.
7. 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):** To facilitate upgradation of infrastructure and job creation, assistance amounting to Rs. 65.24 crore has been provided for modernization/upgradation of 171 leather and footwear units under Integrated Development of Leather Sector sub-scheme of IFLADP since 2017-18.

Further, upgradation of seven Footwear Design and Development Institute (FDDI) campuses at Noida, Chennai, Hyderabad, Jodhpur, Patna, Kolkata and Rohtak into Centres for Excellence (CoEs) with total project cost of Rs. 129.62 crores has been approved under 'Establishment of Institutional Facilities' sub-scheme of IFLADP.

To address environment sustainability, upgradation of 11 Common Effluent Treatment Plants (CETPs) in Tamil Nadu with GOI assistance of Rs. 354.53 crore has been approved under 'Leather Technology Innovation and Environment Issues' sub-scheme of IFLADP.

**(c):** Under 'Mega Leather Footwear and Accessories Cluster' sub-scheme of IFLADP, 'In-principle' approval has been accorded to the project 'Setting up of Mega Leather Footwear and Accessories Cluster at Calcutta Leather Complex, Bantala, Kolkata'.

**(d) & (e):** Under Human Resource Development (HRD) sub-scheme of the IFLADP, following number of persons have been provided primary skill development training and placed during last three years:

<b>Year</b>	<b>Training Target</b>	<b>Persons Trained</b>	<b>Persons Placed</b>
<b>2016-17</b>	1,44,000	1,45,164	1,16,772
<b>2017-18</b>	1,44,000	94,232	71,125
<b>2018-19*</b>	1,70,000	89,904*	62,041
<b>Total</b>	4.34 Lakh	1,84,136	1,33,166

\*Training ongoing.

Leather sector has been identified as one of the focus sectors under Make in India programme of the Government of India. The implementation of IFLADP scheme would lead to development of infrastructure for the leather sector, enhance production, address environment concerns specific to the leather sector, facilitate additional investments and generate employment.

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