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

LOK SABHA

UNSTARRED QUESTION NO. 4882. TO BE ANSWERED ON TUESDAY, THE 01ST APRIL, 2025.

SETTING UP OF LEATHER PARK

4882. SHRI SRIBHARAT MATHUKUMILLI:

Will the Minister of **COMMERCE AND INDUSTRY** be pleased to state: वाणिज्य एवं उद्योग मंत्री

- (a) the details of leather parks set up in the country, including their locations, investment made and employment generated, State-wise;
- (b) whether the Government has identified new locations for establishing leather parks under various schemes including in Andhra Pradesh and if so, the details thereof;
- (c) whether any specific incentives or subsidies are being provided to attract investments in leather parks and if so, the details thereof;
- (d) the details of exports and domestic production facilitated through these leather parks in the past three years; and
- (e) whether the Government received any proposals for setting up a leather park in Andhra Pradesh and if so, the status thereof?

ANSWER

वाणिज्य एवं उद्योग मंत्रालय में राज्य मंत्री (श्री जितिन प्रसाद) THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI JITIN PRASADA)

(a) & (b): The Government of India (GoI) has approved the Central Sector Scheme 'Indian Footwear and Leather Development Programme (IFLDP)' with an allocation of ₹1700 crore for the period of 2021-26 or till further review, whichever is earlier. One of the sub-schemes of IFLDP, Mega Leather Footwear and Accessories Cluster Development (MLFACD) which aims to create world-class infrastructure and to integrate the production chain in a manner that it caters to the business needs of the leather and domestic footwear industry market and exports.

> 5 projects have been approved under MLFACD sub-scheme of IFLDP. The State wise details of location, Special Purpose Vehicle (SPVs), extent, total approved project cost and Government of India share is placed at Annexure-1. The GoI share of the approved projects has already exceeded the allocated

outlay of the sub-scheme. The tenure of the sub-scheme of IFLDP is till March, 2026. Therefore, no proposal is being considered under the sub-scheme.

- (c): MLFACD sub-scheme under IFLDP is implemented to attract investment in leather clusters. The Government of India is providing graded assistance @50% of the total project cost (@70% of the project cost in Northeastern areas) for land development, core infrastructure, social infrastructure, production facilities including ready to use sheds with plug and play facility, R&D support and export services excluding cost of land with maximum Government assistance limited to ₹ 125 crore under MLFACD.
- (d): These projects are not yet completed, and therefore no production or exports have been facilitated through these projects.
- (e): As per National Single Window System (NSWS) Portal, no such proposals have been received from Andhra Pradesh under MFLACD sub-scheme of IFLDP.

ANNEXURE REFERRED TO IN REPLY TO PARTS (a) & (b) OF THE LOK SABHA UNSTARRED QUESTION 4882 FOR ANSWER ON 01.04.2025.

Mega Leather Footwear and Accessories Cluster Development (MLFACD)

(Rs. In crore)

S.No.	Name of the Project SPV Total Land Total			Total	Approved Gol
				Approved Project Cost	share
1.	Mehwal, Muzaffarpur, Bihar	BIADA	62.17	140.95	70.00
	Morena, Madhya Pradesh	MPIDC	157.00	222.81	106.185
	Ratwad, Raigad, Maharashtra	MIDC	153.13	256.42	125.00
4.	Panapakkam, Ranipet, Tamil Nadu	SIPCOT	347.69	271.33	125.00
5.	Ramaipur, Kanpur, Uttar Pradesh*	MLCLD	240.00	402.12	125.00
Total				1293.63	551.185

* In Principle Approval
