

CHAPTER-6

INDUSTRIES

Major contribution of income in Delhi is from the service sector. Delhi's Economy has a predominant service sector that contributing 85.92% to the Gross State Value Added (GSVA) at current prices in 2017-18 followed by contribution of secondary and agriculture sectors. The GSDP of Delhi is expected to grow at the rates of 11.22% during 2017-18 at current prices and 8.14% at constant prices.

The New Industrial Policy of Delhi 2010 – 2021

The new Industrial Policy of Delhi 2010 – 2021 focuses on promotion of knowledge based industries with priority for skill development and its vision is to make Delhi a hub of clean, high-technology & skilled economic activities by 2021 by adopting the following strategy:

- Infrastructure Development through better Operation & Maintenance of industrial assets.
- Facilitating business by simplification & e-enabling measures.
- Support skill development and other promotional measures like allowing Knowledge-based Industries in industrial area among others.
- Decongesting industrial areas through redevelopment schemes.
- Promoting cluster development of high-technology and skilled industries in new industrial areas through public private partnerships.
- Discourage polluting industries through higher infrastructure development fee.

To make special provision securing the orderly establishment of industrial areas / estates and their management, operation and maintenance in the NCT of Delhi, the legislative assembly has enacted the Delhi Industrial Development, Operation and Maintenance Act, 2010 to place all industrial areas under DSIIDC, notified on 8th June'2010 has come in to force with effect from 28th March'2011. The DSIIDC has created industrial development, operation and maintenance fund with ₹ 74 crore of seed capital for the discharge of its function under the Act.

DSIIDC is coming up with a multi-level Manufacturing Hub, for the development of non polluting light and service industries, at Ranikhera in North West Delhi in an area of approximately 147 acre. The project is expected to create employment for nearly 1.50 lakh people and employment for the neighboring agglomeration. A knowledge based Industrial Park is to be set up for Information Technology and Knowledge based industries in an area of approximately 55 acres at Baprola. The estimated project cost is about ₹ 2575 crore. The project is expected to provide direct employment to about 1 lakh persons and indirect employment to about 1.70 lakh persons. DSIIDC also intends to develop an integrated industrial township at Kanjhawala.

Revised outlay & expenditure of 2016-17, Approved outlay & Revised Outlay 2017-18 and Annual Outlay 2018-19 for Industries Sector are as under:

[₹ in Crore]

Sector	2016-17		2017-18			2018-19 BE
	RE	Exp	BE	RE	Exp	
Industries	31	7.2	31	12	6.75	13

I. SMALL SCALE INDUSTRIES

1. PROMOTION, MARKETING, EXHIBITION AND PUBLICITY

Budget Allocation 2018-19 : ₹ 198 Lakh

Under this scheme, the Govt. of Delhi organizes Trade Fairs and Exhibitions through DSIIDC. Basically, the major component of the outlay is spent on participating in India International Trade Fair at Pragati Maidan, held every year from 14th to 27th November. The Department of Govt. of NCT of Delhi set up stalls for publicity of various schemes and their performances. During the trade fair Delhi Day is celebrated. 9 Departments of GNCT of Delhi participated and showcased their achievement in the Trade Fair organized during 2017.

Govt. of NCT of Delhi participates in Pravasi Bhartiya Divas through DSIIDC. Other Departments also participate in the mega event organized by Ministry of Overseas Indian Affairs, GOI to encourage the NRI to invest in industries.

Industries Department through DSIIDC participates in other National level exhibition, seminars, conference organized by other States in India and abroad. To promote and support the sale of traditional handloom / handicraft products and also to promote MSME Industries located in Delhi, Deptt proposes to organize exhibitions / awareness camps/ publicity, seminars / conference within Delhi and other states in India and abroad.

II. INDUSTRIAL ESTATE

1. UP-GRADATION AND IMPROVEMENT OF CIVIC SERVICES OF INDUSTRIAL ESTATES / FLATTED FACTORY COMPLEXES – By PWD

Budget Allocation 2018-19 : ₹ 10 Lakh (Capital)

Under the scheme, maintenance of buildings, sewer lines, internal roads, repair and maintenance of electrical fittings and installation etc. of the following two weaver colonies are being carried out through PWD.

a. Weavers Colony at Bharat Nagar

Department of Industries has set up a Weavers Colony at Bharat Nagar in 1976 on an area of 4.84 acres of land where 28 work sheds were got constructed out of which 20 sheds have been allotted to Handloom Weavers Cooperative Societies and Cooperative Bank, on rental basis. 8 work sheds have been transferred and allotted to Weavers Service Centre, Govt. of India, Ministry of Textiles, Office of D.C. (Handlooms), Delhi.

b. Weavers Colony at Nand Nagri

Department of Industries has also set up a Weavers Colony at Nand Nagri in 1983 on an area of 1.58 acres of land where 8 work sheds were got constructed out of which 5½ sheds were allotted to Handloom Weavers Cooperative Societies and ½ Shed to Office purpose and Design Cell, ½ shed to Delhi State Cooperative Bank and 1½ sheds to Society for Self Employment on rental basis.

2. UP-GRADATION AND IMPROVEMENT OF CIVIC SERVICES OF INDUSTRIAL ESTATES / FLATTED FACTORY COMPLEXES – By DSIIDC

Budget Allocation 2018-19 : ₹ 100 Lakh (Loan)

1. Industrial Areas/Estates, Flatted Factory Complexes have been developed by various agencies namely Delhi State Industrial & Infrastructure Development Corporation Limited (DSIIDC), Delhi Development Authority and Industrial Cooperative Societies in the past. The maintenance of these Industrial Areas / Estates, Flatted Factory Complexes had been with the respective development agency.
2. There are 29 planned industrial areas/estates and five flatted factory complexes in Delhi. The overall condition of industrial areas/estates though is deplorable.
3. DSIIDC has been assigned with the responsibility for Development, Operation and Maintenance of the industrial clusters in Delhi. To empower DSIIDC and to make special provision for securing the orderly establishment of industrial areas/estates and their management, operation and maintenance in the NCT of Delhi, the Legislative Assembly had enacted the Delhi Industrial Development, Operational and Maintenance (DIDOM) Act 2010. This legislation meets the need for Institutionalizing legal arrangement for development and maintenance of industrial infrastructure in Delhi. The DSIIDC had created Industrial Development, Operation and Maintenance Fund with ₹ 74 crore of seed capital for the discharge of its function under the Act. Rules under the Delhi Industrial Development, Operation and Maintenance Act 2010 have been notified on 11th November 2011.

4. The DSIIDC has created a subsidiary company called DSIIDC Maintenance Services Ltd for maintenance of entire industrial clusters in Delhi to keep the Industrial Estates in good working condition in terms of quality and service level standards.
5. Govt. had approved redevelopment and upgradation of roads & drains in 10 industrial areas namely Wazirpur, Badli, Jhilmil, G.T. Karnal, Lawrance Road, Kirti Nagar, Mayapuri Phase-II, Udyog Nagar, Mangolpuri Phase-I and Moti Nagar Industrial Area at a cost of about ₹ 169 crore during 2014-15. Against this about ₹ 157 crore was released to DSIIDC till 2015-16.

III. DELHI KHADI & VILLAGE INDUSTRIES BOARD (DKVIB)

1. GRANT-IN-AID TO DELHI KHADI & VILLAGE INDUSTRIES BOARD

Budget Allocation 2018-19	:	₹ 600 Lakh
Revenue	:	₹ 560 Lakh
Capital	:	₹ 40 Lakh

Delhi Khadi & Village Industries Board was established in 1983. The main aim of the Board is to promote and popularize Khadi & Village products and create awareness among the masses and also to generate employment. The Board act as implementing agency of Khadi & Village Industries Commission (KVIC), Govt. of India schemes in Delhi. Board organize exhibitions, fairs, seminars and public education programmes to promote schemes and the sale of Khadi and village industries products. The Board is implementing 02 employment generation schemes (i) Rajiv Gandhi Swavlamban Rozgar Yojana (RGSRY) and (ii) Prime Minister Employment Generation Programme (PMEGP). During 2017-18 Board disbursed loan of ₹ 36.06 lakh to 14 units against the target of 50 units under RGSRY. ₹ 113.56 lakh has been disbursed as Margin Money to 99 units under PMEGP.

The Board is getting 100% Grant-in-Aid from Govt. of Delhi to meet all its Administrative and Establishment expenditure..

2. RAJIV GANDHI SWAVLAMBAN ROZGAR YOJNA

Budget Allocation 2018-19	:	₹ 130 Lakh
Revenue	:	₹ 5 Lakh
Loan	:	₹ 125 Lakh

This loan scheme has been approved by Govt. of Delhi to be implemented by the Delhi Khadi and Village Industries Board from the year 2004-05. A financial assistance in the shape of loan upto ₹ 3.00 lakh is provided under this scheme for generation of sustainable self employment opportunities for new as well as exiting entrepreneurs for setting up or expansion of their trade/business. Govt. of Delhi would provide subsidy @ 15% of the project cost subject to ceiling of ₹ 7500/ per entrepreneurs to be adjusted to the borrowers loan account after a period of two years from the date of disbursement of loan. School/ College dropouts above the age of 18 years, individual entrepreneurs, trade professionals, and artisan can avail

loan under the scheme for eligible projects pertaining to secondary, tertiary sector. Under the scheme ₹ 36.06 lakh has been disbursed to 14 beneficiaries during 2017-18. Department has set a target to provide financial assistance to 50 units during 2018-19.

3. ORGANIZATION OF EXHIBITIONS

Budget Allocation 2018-19 : ₹ 10 Lakh

To promote sale of Khadi & Village Industries products and to make them easy available at door steps of the consumers especially during festival season, the Board proposes to organize exhibitions at various strategic locations of Delhi. The duration of these exhibitions will be seven to ten days. The motive of the scheme is to provide marketing platform to units financed either by Board or KVIC.

4. OPENING OF SHOPS

Budget Allocation 2018-19 : ₹ 1 Lakh

Govt. of Delhi vide Cabinet Decision No.1883 dated 30-04-2012 had decided to allot 19 shops to Delhi Khadi & Village Industries Board located at Sub ways and Govt. colonies at nominal rent basis. The work related to renovation and furnishing of these shops including furniture, fixtures, fittings and other basic infrastructure etc is to be undertaken from this head. However, the shops have not been allotted by PWD till date. Presently, two shops are being run by the Board located at Delhi Secretariat and Udyog Sadan, Patparganj.

5. PUBLICITY PROGRAMME

Budget Allocation 2018-19 : ₹ 10 Lakh

To popularize the loan schemes being implemented by the Board and to give boost to the sale of Khadi & Village Industries products and Marketing assistance to entrepreneurs, publicity is undertaken through advertisements in newspapers and display boards at different locations.

IV. HANDLOOM INDUSTRIES

1. PROMOTION OF HANDLOOM

Budget Allocation 2018-19	:	₹ 12 Lakh
Revenue	:	₹ 10 Lakh
Loan	:	₹ 2 Lakh

Under the scheme of promotion of handlooms, the following programs are being implemented:-

- **Financial Assistance for Up-gradation of Handloom Technology:-**

Financial assistance of ₹ 1000/-, ₹ 1100/- & ₹ 1200/- p.m. (tenable for 10 months) as stipend is given to 08 students of I, II & III year of Delhi State Sponsored Students studying for 3 year diploma in Handloom & Textile technology at Indian Institute of Handloom Technology, Jodhpur. The stipend is equally shared by Central & State Govt. on 50:50 matching basis. Besides this, Delhi Govt. is giving ₹ 400/- per month as additional State stipend. ₹ 1000/- per year per student as education tour / project / books allowance for only II & III year.

- **National Handlooms Development Programme [NHDP]:-**

For promotion of marketing of handloom goods a marketing incentive @ 10% is given to Handloom Co-operative Societies under NHDP in the ratio of 50:50 between Center and State Govt.

- **Loan – cum - grant for modernization of handloom in the cooperative societies**

For modernization of Handloom, loan cum grant of ₹ 50000/- is given per Handloom co-operative society for modernization, purchase/ renovation of looms as 2/3 loan and 1/3 grant.

- **Handloom Weavers Welfare Scheme:**

Under Rashtriya Swasthya Bima Yojna (RSBY). The Health Insurance Coverage to Handloom weavers annual limit is ₹ 37,500/- per family. Under Mahatma Gandhi Bunkar Bima Yojna(New-Pradhanmantri Jeevan Jyoti Bima Yojna and Pradhanmantri Suraksha Yojna), an insurance coverage of ₹ 60,000/- is given to Handloom weaver on his natural deaths. Both these schemes are Centrally Sponsored Scheme

- **One time financial package for loan waiver :**

Under this scheme, for revival, restructuring and re-formulation of handloom co-operative societies, loan waived is shared by Central and State Govt. In ratio 80:20 ratio. The Central Government has yet to release 20% after Co-operative reformed under 97 Amendment Act.

V. HANDICRAFT

1. PROMOTION OF HANDICRAFTS

Budget Allocation 2018-19 : ₹ 8 Lakh

To promote, preserve and encourage the handicraft artisan works and appreciate the outstanding work carried out by handicraft artisans, a scheme had been introduced to give State award to outstanding handicraft artisans of Delhi. The awards are being given every year to crafts persons in recognition of their outstanding contribution.

S. No.	Category of Prize	No. of Awards	Rate of Award
1.	State Awards	03	₹ 30,000/- each+ Angvastram and certificates
2.	Merit Awards	05	₹ 20,000/- each+ Angvastram and certificates

CENTRALLY SPONSORED SCHEME

1. COLLECTION OF STATISTICS OF SMALL SCALE INDUSTRIES

Budget Allocation 2018-19 : ₹ 1 Lakh

The scheme "Collection of Statistics of Micro, Small & Medium Enterprises (MSMEs)" formerly known as Collection of Statistics of Small Scale industries (SSI) is a 100% Centrally Sponsored Scheme being implemented in collaboration with Industries Department of GNCTD. The scheme was started during 5th FYP in 1975 with the objective to collect, compile and disseminate statistical data/information on small scale industrial sector.

The fund under the scheme has not been released by GOI since 2012-13.

2. PROMOTION OF HANDLOOMS FOR DEEN DAYAL HATHKARGHA PROTSAHAN YOJNA

Budget Allocation 2018-19 : ₹ 20 Lakh

Under XI plan 2007-12, there was a scheme viz 'Integrated Handloom Development Scheme (IHDS)' under which marketing incentive is one of the component @ 10% on 50:50 sharing basis between State and Central Government. Delhi Government has released its share of marketing incentive. However, Govt of India's share of ₹ 1.25 crore (₹ 65 Lakh for 2011-12 & ₹ 60 Lakh for the year 2012-13) is pending. This claim is yet to be released by GOI toward marketing incentive.

Under XII plan 2012-17 for marketing incentive, scheme is renamed as Comprehensive Handlooms Development Scheme (CHDS) the sharing pattern is 50:50 basis between Central and State Govt. @10% on sale of handloom cloth on average sale of previous three years. The scheme is for the handloom cooperative society who are having handloom mark and yarn purchased from NHDC.

3. INTEGRATION OF SERVICES WITH eBiz PORTAL

Budget Allocation 2018-19 : ₹ 100 Lakh

Government of India has been making efforts on several fronts to improve the investment climate in the country by simplifying the procedures for grant of approval, by reducing the delays by re-engineering the regulatory processes prescribed under various legislations etc., The Department of Industrial Policy and Promotion (DIPP), GOI has taken up e-Biz project, main purpose of which is to create one stop shop of convenient and efficient online G 2 B services to the business community. The e-Biz project addresses the business life cycle and aims to transform the business environment by providing integrated online services of businesses across all levels of Government-Central, State and Local. This project has been conceptualized benchmarking with global best practices for similar initiatives in Canada, Singapore and Australia.

Initially the project has identified 24 services which will be provided through e-Biz portal. In first phase, Govt. of Delhi has given approval to implement 7 services comprising 3 Departments through Composite Application Form (CAF). Remaining 17 services shall be implemented in second phase.

An amount ₹ 172.06 lakh has been released by GOI during 2013-14.

4. NATIONAL MISSION ON FOOD PROCESSING (NMFP)

Budget Allocation 2018-19 : ₹ 100 Lakh

Ministry of Food Processing Industries (MFPI) had launched a Centrally Sponsored Scheme “National Mission on Food Processing (NMFP)” during 12th FYP in 2012-13 for implementation through State/UTs. The NMFP contemplates establishment of a National Mission as well as Mission in the State and District level. Funding pattern of the scheme is in the ratio of 75:25 (Govt. of India and States) except for North Eastern States, where the ratio is 90:10. However, 100 % grant is being released to Delhi by GOI under this scheme. Organizations such as Govt./PSUs/Joint Ventures/NGOs/Cooperatives/SHGs/Private Sector apply for grant under the scheme.

An amount of ₹ 2.05 crore was allocated and released during 2012-13 by GOI to GNCTD.

From 2017-18, Ministry of Food Processing Industries has closed the scheme “National Mission on Food Processing’ CSS. The State Level Empowered Committee in its meeting held on 24-08-2017 under the Chairmanship of Chief Secretary, Delhi approved grant of ₹ 20.475 lakh to Lady Irwin College, University of Delhi under HRD activities for setting up Pilot Plant and testing laboratory. The SLEC has decided in principle to approve maximum grant of ₹ 100 lakh to the Lady Irwin College under NMFP scheme provided Ministry of Food Processing Industries, GOI agree to relax its ceiling cap of 10% on HRD activities.