

MINISTRY OF COMMERCE AND INDUSTRY**DEMAND NO. 12****Department of Industrial Policy and Promotion**

A. The Budget allocations, net of recoveries, are given below:

		<i>(In crores of Rupees)</i>									
Major Head		Budget 2005-2006			Revised 2005-2006			Budget 2006-2007			
		Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
	Revenue	544.00	90.27	634.27	391.96	90.60	482.56	498.00	100.32	598.32	
	Capital	6.00	...	6.00	8.04	...	8.04	2.00	...	2.00	
	Total	550.00	90.27	640.27	400.00	90.60	490.60	500.00	100.32	600.32	
1.	Secretariat - Economic Services	3451	1.00	19.75	20.75	1.00	20.75	21.75	1.00	21.40	22.40
Industries											
2.	National Productivity Council	2852	5.00	2.40	7.40	5.00	2.40	7.40	2.50	2.00	4.50
3.	National Institute of Design	2852	13.00	0.36	13.36	13.00	0.36	13.36	11.00	0.25	11.25
4.	Quality Council of India	2852	2.00	...	2.00	0.25	...	0.25	0.50	...	0.50
5.	Asian Productivity Organisation	2852	...	4.20	4.20	...	4.30	4.30	...	4.50	4.50
6.	World Intellectual Property Organisation	3475	...	...	...	...	...	...	0.40	0.40	
Other Administrative Services											
7.	Petroleum and Explosives Safety Organisation	2070	1.50	12.00	13.50	1.50	12.20	13.70	2.33	13.67	16.00
	4070	...	...	...	0.39	...	0.39	...	...	...
	Total	1.50	12.00	13.50	1.89	12.20	14.09	2.33	13.67	16.00	
Other General Economic Services											
8.	Controller General of Patents, Designs & Trade Marks	3475	...	14.75	14.75	...	13.10	13.10	...	20.49	20.49
9.	Strengthening of Infrastructure of Trade Mark Registry	3475	4.63	...	4.63	2.05	...	2.05	7.09	...	7.09
10.	Geographical Indications Registry	3475	0.37	0.40	0.77	0.20	0.25	0.45	0.50	0.25	0.75
11.	Modernisation & Strengthening of the Patent office	3475	14.00	...	14.00	10.00	...	10.00	14.00	...	14.00
	4059	6.00	...	6.00	7.65	...	7.65	2.00	...	2.00	
	Total	20.00	...	20.00	17.65	...	17.65	16.00	...	16.00	
12.	Economic Adviser	3475	1.60	2.00	3.60	1.44	1.93	3.37	1.00	2.00	3.00
13.	Intellectual Property Appellate Board (IPAB)	3475	...	1.20	1.20	...	0.90	0.90	...	1.00	1.00
Total - Other General Economic Services			26.60	18.35	44.95	21.34	16.18	37.52	24.59	23.74	48.33
14.	Tariff Commission	2852	1.00	2.62	3.62	0.85	2.62	3.47	0.75	2.70	3.45
15.	Salt Commissioner	2852	5.00	12.25	17.25	5.00	14.98	19.98	5.50	13.30	18.80
16.	Central Manufacturing Technology Institute	2852	5.15	1.25	6.40	5.15	1.25	6.40	5.50	1.00	6.50
17.	<i>Industrial Education, Research & Training</i>										
	17.01 Central Pulp and Paper Research Institute	2852	4.40	...	4.40	2.50	...	2.50	3.00	...	3.00
	17.02 Development Council for Pulp and Paper Industries	2852	...	4.50	4.50	...	2.50	2.50	...	3.00	3.00
	Total	4.40	4.50	8.90	2.50	2.50	5.00	3.00	3.00	6.00	
18.	Development Council for Cement Industry	2852	...	4.50	4.50	...	4.50	4.50	...	3.50	3.50
19.	Indian Leather Development Programme	2852	75.00	...	75.00	37.50	...	37.50	75.00	...	75.00
20.	International Centre for Advancement of Manufacturing Technology	2852	2.00	...	2.00	...	...	...	0.50	...	0.50
21.	Other Schemes	2852	...	0.05	0.05	...	0.02	0.02	...	0.02	0.02
22.	United Nations Industrial Development Organisation	2852	...	8.00	8.00	...	8.50	8.50	...	8.80	8.80
Other Outlays on Industries and Minerals											
23.	<i>Development of Backward Areas</i>										
	23.01 Investment Subsidy	2885	...	...	...	0.46	...	0.46	0.20	...	0.20
	23.02 Transport subsidy to Industrial Units	2885	5.00	...	5.00	58.73	...	58.73	17.00	...	17.00
	23.03 Growth Centres	2885	1.00	...	1.00	21.48	...	21.48	1.95	...	1.95
	23.04 Packages for Special Category States for J&K, HP and Uttaranchal	2885	25.00	...	25.00	25.00	...	25.00	10.93	...	10.93

(In crores of Rupees)										
Major Head	Budget 2005-2006			Revised 2005-2006			Budget 2006-2007			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
23.05 Infrastructure Development in the Eastern and North Eastern Region	2885	1.00	...	1.00	1.00	...	1.00	0.01	...	0.01
23.06 Capital Investment Subsidy	2885	0.01	...	0.01	0.01	...	0.01	0.01	...	0.01
23.07 Central Interest Subsidy	2885	0.01	...	0.01	0.01	...	0.01	0.01	...	0.01
23.08 Comprehensive Insurance Scheme for NE	2885	0.01	...	0.01	0.01	...	0.01	0.01	...	0.01
23.09 Other NCMP Initiative	2885	19.00	...	19.00	0.50	...	0.50	...	...	...
23.10 Other Scheme for NE	2885	...	...	...	...	...	0.01	...	...	0.01
Total-Other Outlays on Industries and Minerals		51.03	...	51.03	107.20	...	107.20	30.13	...	30.13
24. Investment Promotion Activities	2852	13.00	...	13.00	7.00	...	7.00	15.00	...	15.00
25. IC & JV and Asia Enterprises in India	2852	3.00	...	3.00	3.00	...	3.00	2.00	...	2.00
26. Industrial Infrastructure Upgradation Scheme	2852	275.00	...	275.00	125.00	...	125.00	260.00	...	260.00
27. Technology Upgradation/Modernisation Scheme	2852	...	...	...	...	...	...	...	...	...
28. National Council for Cement and Building Material	2852	5.00	...	5.00	3.00	...	3.00	3.50	...	3.50
29. Indian Rubber Manufacture Association	2852	3.22	0.04	3.26	3.22	0.04	3.26	2.00	0.04	2.04
30. Survey of Boiler	2852	0.10	...	0.10	0.10	...	0.10	0.18	...	0.18
31. National Manufacturing Competitiveness Council	2852	3.00	...	3.00	3.00	...	3.00	5.00	2.00	7.00
32. Technology Upgradation for Paper	2852	...	...	...	...	...	...	0.01	...	0.01
33. Publication	2852	...	...	...	...	...	...	0.01	...	0.01
34. Provision for North Eastern Region and Sikkim										
34.01. Lumsum Provision for North Eastern Region	2552	55.00	...	55.00	55.00	...	55.00	...	...	...
34.02. Transport Subsidy to Industrial Units	2552	...	...	...	...	...	...	23.00	...	23.00
34.03. Growth Centre	2552	...	...	...	...	...	...	13.00	...	13.00
34.04. Capital Investment Subsidy	2552	...	...	...	...	...	...	5.00	...	5.00
34.05. Central Interest Subsidy Scheme	2552	...	...	...	...	...	...	5.00	...	5.00
34.06. Comprehensive Insurance Scheme for North East	2552	...	...	...	...	...	...	2.50	...	2.50
34.07. Other Schemes for NE Region	2552	...	...	...	...	...	...	0.50	...	0.50
34.08. Infrastructure Development in the Eastern and North Eastern Region	2552	...	...	...	...	...	...	1.00	...	1.00
<i>Total</i>		<i>55.00</i>	...	<i>55.00</i>	<i>55.00</i>	...	<i>55.00</i>	<i>50.00</i>	...	<i>50.00</i>
Grand Total		550.00	90.27	640.27	400.00	90.60	490.60	500.00	100.32	600.32
	Head of	Budget	IEBR	Total	Budget	IEBR	Total	Budget	IEBR	Total
C. Plan Outlay	Dev	Support	Support	Support						
1. Engineering Industries	12858	5.15	...	5.15	5.15	...	5.15	5.50	...	5.50
2. Other Industries	12875	411.22	...	411.22	209.92	...	209.92	388.78	...	388.78
3. Other outlays on Industries & Minerals	12885	51.03	...	51.03	107.20	...	107.20	30.13	...	30.13
4. Secretariat - Economic Services	13451	1.00	...	1.00	1.00	...	1.00	1.00	...	1.00
5. Other General Economic Services	13475	26.60	...	26.60	21.34	...	21.34	24.59	...	24.59
6. North Eastern Areas	22552	55.00	...	55.00	55.00	...	55.00	50.00	...	50.00
7. Other Administrative Services	32070	...	...	...	0.39	...	0.39	...	...	...
Total		550.00	...	550.00	400.00	...	400.00	500.00	...	500.00

1. **Secretariat - Economic Services** : Provides for secretariat expenditure of the Department of Industrial Policy and Promotion.

2. **National Productivity Council**: Provides for grants to the Organisation, which was set up for generating productivity consciousness and providing productivity services to various sectors of the national economy through training programmes, Seminars, productivity survey, applied research, etc.

3. **National Institute of Design**: Set up to generate design consciousness in industry and to provide training, research and service in industrial designs like ceramic design, product design apparel design, and visual communication. The budget provides for grant-in-aid to the Institute.

4. **Quality Council of India**: Quality Council of India is a registered society, which seeks to improve competitive advantages of Indian Industry and its export performance by focussing on quality and productivity.

5. **Asian Productivity Organisation:** Provides for contribution towards India's membership of the Asian Productivity Organisation.

6. **World Intellectual Property Organisation:** Provides for contribution towards India's membership to WIPO.

Other Administrative Services

7. **Petroleum & Explosives Safety Organisation:** Provides for establishment costs of the Organisation which administers the Indian Explosives Act, 1884, Petroleum Act, 1934 and the Inflammable Substances Act, 1952 and various rules framed there under. The establishment renders advice to all authorities on matters covered by these acts and imparts extensive training to police, airport security, senior police officials, etc in identifying explosives and deceptive devices. It also coordinates with the Bureau of Indian Standards for having specific standards for improving safety.

Other General Economic Services

8,9,10 & 11. **Controller General of Patents, Designs and Trade Marks; Strengthening of the infrastructure of the Trade mark Registry/Geographical Indications Registry; Modernisation & Strengthening of the Patent Office:** This office is charged with the administration of laws relating to Industrial Property Right namely Patents Act 1970, the Designs Act 2000, the Trade Marks Act, 1999, Patent information Service and Geographical Indication of Goods (Registration and Protection) Act, 1999.

12. **Economic Adviser:** This office (i) renders advice on all matters of economic policies, (ii) examines trends in industrial production and capacity utilisation, assists in formulation of industrial and import policies (iii) examines matters pertaining to credit policy, credit planning and its availability with reference to industrial sector and specific industries, (iv) analyses fiscal proposals and duty/levies for industry; (v) coordinates the research work concerning the industrial sector (vi) compilation and analysis of indices of wholesale prices in India .

13. **Intellectual Property Appellate Board (IPAB):** Set up to hear appeals against the decision of the Registrar of Trade Marks. IPAB substitutes the Jurisdiction of the High Courts. The budget provision provided to meet the requirement of the salary and other establishment related expenses of the Board.

14. **Tariff Commission:** To meet establishment expenses on commission set up by Govt. of India since 2nd September, 1997. The Commission was strengthened subsequently by merging the erstwhile BICP with the Tariff Commission.

15. **Salt Commissioner:** The Organisation is responsible for administration of the Salt Cess Act, 1953, and the Rules framed thereunder. It regulates the production and rational distribution of salt including iodised salt. It also regularly monitors the price and availability of salt. The budget provides for establishment charges of the organisation and for development works.

16. **Central Manufacturing Technology Institute:** Central Manufacturing Technology Institute, Bangalore is a premier R&D Organisation for Machine Tool Industry providing technical assistance to engineering industries by way of development of new designs and control systems. It conducts evaluation of prototypes and research in the field of development in respect of state of the Art technology testing, metal cutting and production technology. It also provides training including CAD/CAM service training and technical information to the industry. The Budget provides for grants-in-aid to the Institute.

17. **Industrial Education, Research and Training: - Central Pulp and Paper Research Institute and Development Council for Pulp and Paper Industries:** This covers grants given to the Central Pulp and Paper Research

Institute and Development Council for Paper, Pulp and Allied Industries.

18. **Development Council for Cement Industry:** Provides for research and development projects and training programmes for Cement Industry.

19. **Indian Leather Development Programme:** The Plan scheme "Indian Leather Development Programmes (ILDPP)" has been in operation from 9th Plan. The main objectives of the Scheme are to bridge critical gaps in infrastructure for Integrated Development of the Leather Industry, activate National agencies towards tackling perceived gaps in Industry to promote and accredit productivity, value addition and employment, to undertake investment/trade developmental activities and build up an information base for the leather industry.

20. **International Centre for Advancement of Manufacturing Technology:** The main aim of the Centre is to enhance technological performance of developing countries in manufacturing, productivity, quality of goods and competitiveness through promotion and transfer of advances in manufacturing technologies and techniques.

21. **Other Schemes:** Provides the budget for Ashok Paper Mill, Assam unit.

22. **United Nations Industrial Development Organisation:** Provides for contribution to United Nations Industrial Development Organisation

Other Outlays on Industries and Minerals

23. Development of Backward Areas

23.01 **Investment Subsidy:** This Scheme, though terminated in 1988, requires provision during 10th Plan as payment to eligible units are to be made in accordance with the Supreme Court order of 1995.

23.02 **Transport subsidy to Industrial Units:** Provides for Transport subsidy to Industrial units for promoting industrialisation in hilly, remote and inaccessible areas.

23.03 **Growth Centres:** Provides for Growth Centres. The Government of India, in June, 1988, announced the Growth Centre Scheme under which 71 Growth Centres are proposed to be set up through out the country. These Growth Centres are to be provided with basic infrastructure facilities such as power, water, telecommunication etc. to enable them to attract industries.

23.04 **Packages for Special Category States for J&K, HP and Uttaranchal:** Provides for financing various schemes contained in the Industrial Policy for the State of Jammu and Kashmir, Himachal Pradesh & Uttaranchal.

23.05 **Infrastructure Development in the Eastern and North Eastern Region:** The objective of the integrated development of infrastructure through appropriate interventions to speed up the industrialisation in the Eastern Region & North Eastern Region.

23.06 **Capital Investment Subsidy:** For providing subsidy @ 15% of the investment in the Plant & Machinery subject to ceiling of 30 lakh payable to industries located in the Growth Centres and to new industrial units and in other identified areas of North Eastern Region and Sikkim.

23.07 **Central Interest Subsidy:** For providing subsidy @ 3% on working capital loan payable for a maximum period of 10 years to the new industrial units and/or their expansion in other identified areas in the North Eastern Region and Sikkim after the unit goes into production.

23.08 **Comprehensive Insurance Scheme for NE:** For providing reimbursement of 100% Insurance Premium for a period of ten years to the new industrial units set up in the North Eastern Region and Sikkim and included in the fire policy 'C' (as per All India Fire Tariff).

23.09 **Other NCMP Initiative:** For the development of industrial infrastructure in the Eastern Sector and also for any expenditure involved in conducting the feasibility study etc. for the Eastern Region.

24. **Investment Promotion Activities:** Provides for Investment Promotion Activities.

25. **IC & JV and Asia Enterprises in India:** Provides for International Cooperation and Joint Ventures and Asia Enterprises in India.

26. **Industrial Infrastructure Upgradation Scheme:** Industrial Infrastructure Upgradation Scheme has been formulated with a view to help in accelerated and sustained industrial development by building upon its inherent strength.

27. **Technology Upgradation/Modernisation Scheme:** The scheme has been merged with Industrial Infrastructure Upgradation Scheme.

28. **National Council for Cement and Building Material:** The provision is for grants to National Council for Cement and Building Material.

29. **Indian Rubber Manufacturer Research Associations:** The provision is for providing grants to Indian Rubber Manufacturers Research Association.

30. **Survey of Boiler:** Provides for the budget for research studies for Survey of Boiler.

31. **National Manufacturing Competitiveness Council:** Provides for establishment related expenses and commissioning of specific studies/engagement of consultants to enhance the competitiveness of manufacturing sector.

32. **Technology Upgradation for Paper:** The objective of the Scheme is to provide fund for Upgradation/Modernisation to improve competitiveness of paper industry through acquisition of state of art technology.

33. **Publication:** Provides for advertising and publicity for covering the industrial promotion activities.

34. **Provision for North Eastern Region & Sikkim:** As per the Government Instructions 10% of the Central Plan allocation is to be earmarked for projects/schemes for the benefit of North Eastern Region and Sikkim.