MINISTRY OF COMMERCE AND INDUSTRY

DEMAND NO. 13

Department of Industrial Policy and Promotion

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

			Actu	ıal 2013-201₄	1 I	Budget 2014-2015 Revised 2014-2015							<i>(In crores of Rupees)</i> Budget 2015-2016			
		Major Head	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total		
		Revenue	1100.49	211.39	1311.88	1594.25	245.02	1839.27	1695.84	238.20	1934.04	2261.89	351.69	2613.58		
		Capital	9.00		9.00	105.75		105.75	4.16		4.16	2.61		2.61		
		Total	1109.49	211.39	1320.88	1700.00	245.02	1945.02	1700.00	238.20	1938.20	2264.50	351.69	2616.19		
	cretariat - Economic Services	3451		43.67	43.67		49.89	49.89		53.43	53.43		55.39	55.39		
Industries																
	ational Productivity Council	2852		10.78	10.78		23.05	23.05		23.05	23.05		14.95	14.95		
	ian Productivity Organisation	2852		7.30	7.30		7.70	7.70		7.70	7.70		7.70	7.70		
	orld Intellectual Property ganisation	3475		0.52	0.52		0.65	0.65		0.63	0.63		0.65	0.65		
5. Pro	oject Based Support to	2852	75.20		75.20	105.00		105.00	90.00		90.00	61.00		61.00		
6. Scl	heme for Implementation of ational Manufacturing Policy	2852	0.03		0.03	10.00		10.00	0.69		0.69	3.35		3.35		
Total-Indust Other Admir	tries nistrative Services		75.23	18.60	93.83	115.00	31.40	146.40	90.69	31.38	122.07	64.35	23.30	87.65		
	troleum and Explosives Safety ganisation	2070	1.99	27.65	29.64	3.00	30.22	33.22	3.00	30.08	33.08	4.00	32.02	36.02		
Other Gener	ral Economic Services															
De	ontroller General of Patents, esigns & Trade Marks	3475		38.53	38.53		41.53	41.53		41.63	41.63		44.08	44.08		
	eographical Indications Registry	3475		0.77	0.77		0.80	0.80		0.84	0.84		0.90	0.90		
	odernisation and Strengthening of ellectual Property Office	3475	25.86		25.86	36.65		36.65	36.65		36.65	45.25		45.25		
		4059	9.00		9.00	2.85		2.85	2.85		2.85	1.60		1.60		
		Total	34.86		34.86	39.50		39.50	39.50		39.50	46.85		46.85		
	ational Institute of Intellectual operty Management	3475	1.00	0.33	1.33	3.25	0.50	3.75	3.25	0.45	3.70	1.50	0.53	2.03		
		4059														
		Total	1.00	0.33	1.33	3.25	0.50	3.75	3.25	0.45	3.70	1.50	0.53	2.03		
	conomic Adviser	3475	2.15	4.51	6.66	4.50	5.54	10.04	4.50	6.36	10.86	4.00	6.11	10.11		
	ellectual Property Appellate Board PAB)	3475	0.07	3.01	3.08	0.10	5.57	5.67	0.10	5.23	5.33	1.00	5.59	6.59		
		4059				3.90		3.90	1.31		1.31	1.00		1.00		
		Total	0.07	3.01	3.08	4.00	5.57	9.57	1.41	5.23	6.64	2.00	5.59	7.59		

												(In crores of	Rupees)
		Major	Actu	al 2013-2014		Budą	get 2014-2015	5	5	Budget 2015-2016				
	_	Head	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total
Total-O 14.	ther General Economic Services Tariff Commission	2852	38.08	47.15 6.68	85.23 6.68	51.25	53.94 8.05	105.19 8.05	48.66	54.51 7.55	103.17 7.55	54.35	57.21 8.19	111.56 8.19
15.	Salt Commissioner	2852	0.01	27.18	27.19	0.30	30.75	31.05	0.30	29.32	29.62	0.30	31.16	31.46
16.	Central Manufacturing Technology	2852		7.66	7.66		8.70	8.70		8.70	8.70		10.00	10.00
47	Institute Development Council for Pulp and			6.94	6.94		6.95	6.95		6.95	6.95			7.00
17.	Paper Industries	2852		6.84	6.84		6.85	6.85		6.85	6.85		7.00	7.00
18.	Development Council for Cement Industry	2852		2.00	2.00		2.20	2.20		2.20	2.20		2.35	2.35
19.	Indian Leather Development	2852	150.01		150.01	200.00		200.00	270.00		270.00	150.00		150.00
20.	Programme Other Schemes	2852					0.01	0.01		0.01	0.01		0.01	0.01
20.	United Nations Industrial	2852		 12.25	 12.25		9.50	9.50		0.55	0.55		9.50	9.50
22.	Development Organisation Development of Backward Areas	2002		12.20	12.20		0.00	0.00		0.00	0.00		0.00	0.00
	22.01 Transport subsidy to	2885	220.00		220.00	25.00		25.00	49.50		49.50	5.00		5.00
	Industrial Units 22.02 Packages for Special Category States for J&K, HP and Uttarakhand	2885	100.00		100.00	100.00		100.00	100.00		100.00	25.00		25.00
	22.03 North East Industrial Investment Promotion Policy,2007	2885												
	22.04 Central Interest Subsidy Scheme	2885	17.88		17.88	0.01		0.01	0.01		0.01	0.01		0.01
	22.05 Capital Investment Subsidy	2885	131.65		131.65	0.01		0.01	35.01		35.01	0.01		0.01
	22.06 Comprehensive Insurance Scheme	2885	0.46		0.46	0.01		0.01	0.01		0.01	0.01		0.01
	Total- Development of Backward Areas		469.99		469.99	125.03		125.03	184.53		184.53	30.03		30.03
23.	Industrial Infrastructure Upgradation	2852	71.69		71.69	115.00		115.00	105.00		105.00	166.00		166.00
24.	Scheme National Council for Cement and Building Material	2852		9.10	9.10		10.00	10.00		10.00	10.00		12.20	12.20
25.	Survey of Boiler	2852		0.21	0.21		0.25	0.25		0.21	0.21		0.25	0.25
26.	National Manufacturing Competitiveness Council	2852		2.40	2.40		3.26	3.26	0.50	3.41	3.91		3.11	3.11
27.	Scheme for Investment Promotion / Make in India	2852	11.75		11.75	4.50		4.50	78.35		78.35	310.00		310.00
		3601	7.39		7.39									
		3602	1.72		1.72									
		Total	20.86		20.86	4.50		4.50	78.35		78.35	310.00		310.00
28.	e-Biz Project	2852				13.95		13.95	6.25		6.25	11.00		11.00
29.	Delhi Mumbai Industrial Corridor													
	29.01 Grants to Delhi Mumbai Industrial Corridor	2875	303.80		303.80									
		2885				643.00		643.00	643.00		643.00	1199.99		1199.99

		1			I			1			I		In crores of	-
		Major				Bud	get 2014-2015	5	Revis	sed 2014-201	5	Budget 2015-2016		
	-	Head	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total
		Total	303.80		303.80	643.00		643.00	643.00		643.00	1199.99		1199.99
	29.02 Exhibition cum Convention Centre, (ECC), New Delhi	4059				50.00		50.00				0.01		0.01
	Total- Delhi Mumbai Industrial Corridor		303.80		303.80	693.00		693.00	643.00		643.00	1200.00		1200.00
30.	National Industrial Corridor Development Authority	2885				100.00		100.00	7.60		7.60	45.00		45.00
31.	Grants to Amritsar Kolkata Industrial Corridor	2885										3.00		3.00
32.	Investments in Public Enterprises													
	32.01 Amritsar Kolkata Industrial Corridor	4875				49.00		49.00						
33.	Investment Subsidy (OLD)	2885	0.03		0.03				0.25		0.25			
34.	Interest subvention to Industrial Units in Andhra Pradesh & Telengana	2885											100.00	100.00
35.	Recoveries of overpayment	2852	-16.39		-16.39									
		2885	-5.81		-5.81									
		3475												
		Total	-22.20		-22.20									
36.	Provision for North Eastern Region and	Sikkim												
	36.01 North East Industrial Investment Promotion Policy,2007	2552				149.97		149.97	186.87		186.87	149.97		149.97
	36.02 Transport Subsidy to Industrial Unit	2552				75.00		75.00	75.00		75.00	55.00		55.00
	36.03 Project Based Support to Autonomous Institutions	2552				5.00		5.00				21.50		21.50
	Total- Provision for North Eastern Region Sikkim	on and				229.97		229.97	261.87		261.87	226.47		226.47
Grand			1109.49	211.39	1320.88	1700.00	245.02	1945.02	1700.00	238.20	1938.20	2264.50	351.69	2616.19
	_	Head of Dev	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
B. Inve	estment in Public Enterprises													
	30.01 Delhi Mumbai Industrial Corridor Development	12875												
	Corporation 30.02 Amritsar Kolkata Industrial Corridor	12875				49.00		49.00						
Total						49.00		49.00						
C. Pla	n Outlay													
	Other Industries	12875	607.20		607.20	550.75		550.75	554.09		554.09	705.66		705.66
2.	Other outlays on Industries and Minerals	12885	464.21		464.21	868.03		868.03	835.38		835.38	1278.02		1278.02

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		Head of Dev	Budget Support	IEBR	Total									
3.	Other General Economic Services	13475	38.08		38.08	51.25		51.25	48.66		48.66	54.35		54.35
4.	North Eastern Areas	22552				229.97		229.97	261.87		261.87	226.47		226.47
Total			1109.49		1109.49	1700.00		1700.00	1700.00		1700.00	2264.50		2264.50

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

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

5. **Project Based Support to Autonomous Institutions:** Provides for project based support to Autonomous Institutions viz., Quality Council of India, National Institute of Design, Central Pulp and Paper Research Institute, National Council for Cement and Building Materials, Central Manufacturing Technology Institute, Indian Rubber Manufacturers Research Association and National Productivity Council.

6. **Scheme for Implementation of National Manufacturing Policy:** The Scheme is required to implement the National Manufacturing Policy approved by the Cabinet and notified by the Department on 4.11.2011. Setting up of National Investment and Manufacturing Zones (NIMZs) is an important instrumentality of the policy. The funds proposed under the scheme would be to meet the expenses including the cost of Master Planning of NIMZ; External physical infrastructure linkages to NIMZ; Institutional Infrastructure for Productivity, quality (testing facilities and design- to meet the capital cost); Incentive for green buildings; Technology Acquisition and Development Fund to be set up for acquisition of appropriate technologies; Creation of a patent pool; Assistance to SMEs in the NIMZ for mandatory environmental audit, water audit and waste water treatment etc.

Further strengthening of industrial production statistics is a small sub component of the Scheme.

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 thereunder. The organisation grants licences for manufacture, possession, sale, use, transport, import/export of explosives. 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.

8. **Controller General of Patents, Designs and Trade Marks:** 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 and Geographical Indications Act, 1999.

9. **Geographical Indications Registry:** This Office is responsible for the administration of laws relating to Geographical Indication of Goods (Registration and Protection) Act, 1999.

10. **Modernization and Strengthening of Intellectual Property Office:** The provision is for the composite scheme covering Modernization of Patent Office, Trade Marks Registry, Design Office and Geographical Indications Registry. It also includes provision for engaging contractual Patent Examiners for reducing the pendency at the examination stage in the Patent Offices.

11. **National Institute of Intellectual Property Management:** Provides for imparting training and education research in the field of intellectual property.

12. **Economic Adviser:** The Office renders advice on all matters of economic policies and procedures (including but not limited to trade and fiscal matters) with special thrust on industry and manufacturing, as well as brings out the Wholesale Price Index and the index of Core Industries Production. Besides, its mandate extends to research and publication including innovative/experimental indices like the Business Services Price Index and the Producers Price Index.

13. **Intellectual Property Appellate Board (IPAB):** Set up to hear appeals against the decision of the Controller of Patents, Registrar of Trade Marks and Geographical Indications. IPAB substitutes the appellate jurisdiction of the High Courts. The budget provision provides for the requirement of the salary and other establishment related expenses of the Board.

14. **Tariff Commission:** To meet establishment expenses of the Commission set up by Government of India on 2nd September, 1997.

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/welfare works.

16. **Central Manufacturing Technology Institute:** Central Manufacturing Technology Institute, Bengaluru is a premier R&D organisation for advancement of manufacturing technology including metal working sector. It provides total solution in design and development of special equipments, machines and specialized advanced test systems for various strategic sectors. It caters for development of critical import substitution products. 17. **Development Council for Pulp and Paper Industries:** This covers grants given to the Central Pulp and Paper Research Institute for its base level activities and Development Council for Paper, Pulp and Allied Industries for conducting research in pulp and paper sector.

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

19. **Indian Leather Development Programme:** The main objectives of the Indian Leather Development Programme is to augment raw material base through modernisation and technology up gradation of leather units, address environmental concerns, human resource development, support traditional leather artisans, address infrastructure constraints and establish institutional facilities.

20. Other Schemes: Provides for Ashok Paper Mill, Assam unit.

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

22.01. **Transport Subsidy to Industrial Units:** Provides for Transport subsidy to Industrial units for promoting industrialisation in hilly, remote and inaccessible areas under Transport subsidy scheme, 1971. Also includes the modified scheme namely 'Freight Subsidy Scheme, 2013'. The Transport Subsidy was modified and notified as 'Freight Subsidy Scheme, 2013. The scheme was introduced to develop industrialization in the remote, hilly and inaccessable areas by providing for subsidy in the transportation cost incurred by the industrial unit so that they could stand competition with other similar industries, which are geographically located in better areas. Subsidy to all eligible units ranging between 50% and 90% of the transport cost for transportation of raw material and finished goods to and from the location of the unit and the designated rail-head is given for a maximum period of five years from the date of commencement of commercial production. (For North East States, J&K and Uttakhand, The Subsidy is 90%. For H.P. and Uttarakhand and Darjeeling Districts of West Bengal, the subsidy is 75%. However, for movement of goods within NER, the subsidy is 50%)

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

22.03. North East Industrial Investment Promotion Policy, 2007: The North East Industrial and Investment Promotion Policy (NEIIPP), 2007 has laid down a number of fiscal incentives for investors in North East India. The provisions of NEIIPP, 2007 provide the requisite incentives as well as an enabling environment to speed up the industrialization of the entire North east region. The highlights of the incentives for all industrial units, new as well as existing units on their substantial expansion located anywhere in the north east are (1) Industrial Excise Duty Exemption (2) 100% Income Tax Exemption (3) Capital Investment Subsidy on Plant and Machinery @ 30% without any upper limit of investment (4) Transport Subsidy Scheme : 90% on raw materials coming from outside and 50% on finished goods inside the State(5) Interest subsidy @ 3% on working capital loan for a maximum period of 10 years from the date of commencement of production(6) Comprehensive Insurance reimbursement of 100% insurance premium(7) Incentive package also available for the service sector like hotels, nursing homes, vocational training institutes etc.

23. **Industrial Infrastructure Upgradation Scheme:** To enhance competitiveness of industry by providing quality infrastructure to promote industrial growth. Infrastructure Development in the selected functional clusters will be done through implementing agencies of the State Government.

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

25. **Survey of Boiler:** Provides for research studies for Survey of Boiler.

26. **National Manufacturing Competitiveness Council:** NMCC was constituted as an Apex Autonomous Body to provide inputs for policy making to energise and sustain the growth of manufacturing sectors which have potential for global competitiveness and recommend national level industry/sector specific policy initiatives as may be required for augmenting growth of manufacturing sector. Besides establishment related expenses, commissioning of several studies, evaluation reports and engagement of consultants need to be undertaken to enhance the competitiveness of manufacturing sector.

27. Scheme for Investment Promotion / Make in India: The Department has launched Make in India initiative, a global promotional compaign to project India as an investment destination and manufacturing hub. The initiative aims to promote India as an Investment destination and to establish India as a manufacturing hub by attracting the global investors to India to make their products in India as the country has a huge potential of workforce, infrastructure, raw material and other facilities. To keep up the hype of the Make in India initiative, DIPP is carrying out publicity of the initiative through Digital Media, Television, and Indian Embassies abroad in America, Europe, Asia Pacific, South Asia and Africa. The initiative will also be brought forward through World Economic Forum' meeting at Davos, Honover Messe and other similar events during the year, 2015

The Scheme also aims at promotion of foreign investment into the country through various activities like Joint Commission meetings, CEO Forum Meetings, visits by delegations abroad, assist Invest India, a DIPP-FICCI joint venture aims at promoting and facilitating foreign investment into the country.

28. **e-Biz Project:** The e-Biz Mission Mode Project launched as one of the 31 Mission Mode Projects under the National e-Governance Plan, aims to create a business and investor freindly ecosystem in India by making all business and investment related regulatory services across Central, State and Local governments available on a single portal, obviating the need for the investors or the business to visit multiple offices or a plethora of websites.

29.01. **Grants to Delhi Mumbai Industrial Corridor Project Implementation Trust:** The Delhi Mumbai Industrial Corridor Project is proposed to be developed on either side along the alignment of the 1483 km long Western Dedicated Rail Freight Corridor between Dardi (UP) and Jawaharlal Nehru Port Trust (Navi Mumbai). Running across the six states of Uttar Pradesh, Haryana, Madhya Pradesh, Rajasthan, Gujrat and Maharashtra, the project seeks to create a strong economic base with a globally competitive environment and state of the art infrastructure to achieve local commerce, enhance investments and attain sustainable development. The Delhi Mumbai Industrial Corridor Project Implementation Fund will be a revolving fund and will be set up as a Trust. The Fund/Trust would leverage the resources provided by the Government of India to raise long term funding from financial institutions and supporting the development of the cities in and around the Delhi Mumbai Industrial Corridor. The Corpus of the trust would be used for (a) providing equity and/or debt to the nodal/city level

SPVs for development of non-PPP infrastructure and for investment in project specific SPVs that may be set up by a node/city level SPV (b) providing equity and/or debt to other project specific SPVs and sectoral holding companies consisting of project specific SPVs and (c) providing grant to DMICDC for project development. DMIC Trust has approved nine projects involving investment as debt/equity so far.

29.02. **Exhibition-cum-Convention Centre:** The Exhibition-cum-Convention Centre to be established in Dwarka, New Delhi, is envisaged to be an iconic structure and epicentre for attracting global exhibition and conventions in the country.

30. **National Industrial Corridor Development Authority:** The formation of the National Industrial Corridor Development Corporation (NICDA) was announced by the Finance Minister in his Budget Speech in July, 2014, for the development of new Industrial/Economic Corridors identified by the Government of India. NICDA on formation and commencement will look after all the industrial corridors in the country.

31. **Amritsar Kolkata Industrial Corridor:** In order to give a boost to industrial development in the densely populated States of Northern and Eastern India, the Prime Minister has approved the creation of Amritsar-Kolkata Inustrial Corridor (AKIC). AKIC will be structured around the Eastern Dedicated Freight Corridor (EDFC) as the backbone and also the Highway system that exists on the route. The AKIC will also leverage the Inland Water System being developed along National Waterway-1 which extends from Allahabad to Haldia. The AKIC will cover the seven states namely Punjab, Haryana, Uttar Pradsh, Uttarkjhand, Bihar, Jharkhand and West Bengal. The work has since been entrusted to DMICDC (Nodal Agency) for undertatking feasibility study.

34. **Interest subvention to Industrial Units in Andhra Pradesh & Telengana:** The provision is for providing interest subvention to the industrial units to be set up in the States of Andhra Pradesh and Telengana as enunciated in the Andhra Pradesh Reorganisation Act, 2014.

36. **Provision for North Eastern Region and Sikkim:** This provision is earmarked for projects/schemes for the benefit of North Eastern Region and Sikkim under North East Industrial Investment Promotion Policy, 2007.

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