

**GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTRIES
LOK SABHA**

UNSTARRED QUESTION NO:4921
ANSWERED ON:20.12.2000
AGRO AND RURAL INDUSTRIES
RAM PRASAD SINGH

Will the Minister of SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTRIES be pleased to state:

- (a) the salient features of the policy of the Government for setting up of Agro and Rural Industries particularly in Bihar; and
(b) the details of amount provided and spent during the last three years?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF SMALL SCALE INDUSTRIES AND AGRO RURAL INDUSTRIES (SMT. VASUNDHARA RAJE)

(a): The Government through the Khadi and Village Industries Commission (KVIC) gives support to Khadi and Village Industries in the form of financial, technical and managerial assistance.

The Margin Money Scheme of the KVIC, is applicable throughout the country including Bihar. Under this scheme 25% of the project cost is provided as margin money. For Project cost above Rs. 10 lakhs and upto Rs. 25 lakhs the rate of margin money is 25% of Rs. 10 lakhs plus 10% of the balance cost of the project. For weaker section margin money is given at the rate of 30% of the project cost upto Rs. 10 lakhs and for the balance amount (upto Rs. 25 lakhs) it is 10%. Moreover, the benefits under this scheme are admissible to all village industries except those which are mentioned in a small negative list.

(b): The disbursement made by the Khadi and Village Industries Commission (KVIC) to Bihar State for Khadi and Village Industries during last three years is as under:

Year	(Rs. in Lakhs)	
	Grants	Loans
1997-98	752.45	30.31
1998-99	1230.49	60.85
1999-2000	349.84	26.37