

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

UNSTARRED QUESTION NO:4922  
ANSWERED ON:20.12.2000  
AGRO AND RURAL INDUSTRIES IN TAMIL NADU  
P.D. ELANGO VAN

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

- (a) Whether the Government have received any request from the Government of Tamil Nadu for additional support to their existing Agro and rural Industries in Tamil Nadu;
- (b) if so, the details thereof;
- (c) the steps taken by the Government to provide basic infrastructure facilities and loan schemes for the development of Agro/Rural Industries, particularly in Tamil Nadu; and
- (d) the details of the funds allocated for the same in the last five years, year-wise?

**Answer**

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

(a): No, Sir.

(b): Does not arise.

(c): 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 Tamil Nadu. Under this scheme 25% of the project cost is provided as margin money. For Project cost above Rs. 10 lakhs and up to 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 Sections, margin money is given at the rate of 30% of the project cost up to Rs. 10 lakhs and for the balance amount (up to 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.

(d): The details of total funds released to the KVIC under the Head Plan and Non-Plan during the last five years is as under:-

(Rs. in Lakhs)	
Year	Fund released to KVIC
1995-96	66000
1996-97	61730
1997-98	75894
1998-99	66629
1999-2000	28063