

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

UNSTARRED QUESTION NO:902
ANSWERED ON:01.03.2000
SMALL SCALE INDUSTRIES IN ARUNACHAL PRADESH
JARBOM GAMLIN

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

- (a) whether the Government have formulated any special scheme to promote small scale industries in the country particularly in Arunachal Pradesh;
- (b) if so, the details thereof; and
- (c) the amount allocated for the purpose during the Ninth Five Year Plan?

Answer

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

(a) & (b): The development programmes of the Ministry are common throughout the country and are implemented through organisation like the SIDCO, NISC, SIDBI, the PPDCs.

In order to boost the growth of the small scale sector in the North Eastern Region, including Arunachal Pradesh, the following extra benefits have been introduced:-

- (i) The IED Centres become tax-free zones for purposes of income tax and excise duty for a period of 10 years.
- (ii) An interest subsidy of 3% on the working capital loans is provided for a period of 10 years after the commencement of production.
- (iii) Comprehensive Insurance Scheme for industrial units set up after 24.12.1997 has been put in place.
- (iv) Under the Capital Investment Scheme, subsidy @15% of the investment in plant and machinery subject to a ceiling of Rs.30.00 lakhs is available.
- (v) Transport Subsidy Scheme has been extended by 7 years upto 31.3.2007 . The amount is disbursed through the North-East Development Finance Corporation.
- (vi) A Tool Room & Training Centre is being set up at Guwahati at a total cost of Rs.13.28 crores.
- (vii) An Entrepreneur Development Institute at Guwahati has been set up to cater to the needs of North -East Region.
- (viii) Relaxation of age and income limit for eligibility under the PMRY Scheme has been given for the north-eastern states.

(c): In the Ninth Five Year Plan, an amount of Rs.4304 crores has been allocated by the Union Government for development of the small scale and cottage industries sector in the country. Funds are allocated Scheme/Programme-wise and not State-wise.