

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

UNSTARRED QUESTION NO:1906  
ANSWERED ON:13.03.2007  
HAND WOVEN KHADI  
Mahato Shri Narahari

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

- (a): the quantity of hand-spun, hand-woven woolen and silk khadi produced in the country including West Bengal and Orissa during last three years, State-wise and year-wise;
- (b): the quantity of mineral, forest crop, agro and food, chemical and polymer, hand made paper produced and manufactured during the same period alongwith the details of production in rural engineering sector, State-wise;
- (c): the assistance provided by Khadi and Village Industries Commission during the said period; and
- (d): the names of said units of Khadi and Rural Industry and quantity produced by these units alongwith the assistance provided?

**Answer**

MINISTER OF SMALL SCALE INDUSTRIES & AGRO AND RURAL INDUSTRIES (SHRI MAHABIR PRASAD)

(a): The State/Union Territory (UT)-wise details of the quantity of hand-spun, hand-woven cotton, woolen and silk khadi produced in the country, including West Bengal and Orissa, during 2003-04, 2004-05 and 2005-06 are given at Annex. I, II and III respectively.

(b): Khadi and Village Industries Commission (KVIC) promotes off-farm, post harvesting activities and the forest crop does not fall under its purview. The village industries promoted by KVIC are categorised under seven broad groups, namely, (1) Mineral based industry [MBI] (2) Forest based industry [FBI] (3) Agro and food processing industry [AFPI] (4) Polymer and chemical based industry [PCBI] (5) Handmade paper and fibre industry [HMPFI] (6) Rural engineering and bio-technology industry [REBTI] and (7)

Service activities. The State/Union Territory (UT)-wise details of the value of production of these seven groups of village industries, during 2003-04, 2004-05 and 2005-06 are given at Annex. IV, V and VI respectively.

(c): Financial assistance is provided by KVIC mainly as

(i) assistance from Government of India's budgetary source

(ii) Assistance to avail of credit from banks. The details of assistance provided through Government of India's budgetary source during the last three years are given below:

Year	Khadi	Rural Employment	Generation Programme (REGP)
	Grant	Loan	Margin Money Assistance

2003-04	94.73	3.89	296.43
2004-05	85.56	1.91	322.22
2005-06	85.33	1.61	377.72

For assistance to avail bank loans, under Interest Subsidy Eligibility Certificate (ISEC) scheme, KVIC issues ISECs to Khadi/Polyvastra implementing agencies for availing loans from banks at concessional rate of interest. Under REGP, which is a credit linked scheme, loans are provided by banks to entrepreneurs in combination with margin money assistance from KVIC. The details of the above assistance through banks are given below :-

YEAR	Credit availed under ISEC	Credit availed under REGP
	(Rs. crore)	(Rs. crore)

2003-2004	362.70	669.35
2004-2005	278.47	665.53
2005-2006	233.23	730.18

(d): Under REGP as on 31.03.2006, 2,36,355 village industry units were set up. Khadi is implemented by khadi institutions (NGOs) registered with KVIC/Khadi and Village Industries Boards of States/Union Territories (KVIBs). 1891 NGOs are implementing the khadi programme. The cumulative performance in terms of value of production of these khadi and village industry units is given below:

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Year	Khadi production	Village Industries Production	Total Khadi and Village Industries
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2003-2004	453.50	9228.27	9681.77
2004-2005	461.54	10458.89	10920.43
2005-2006	468.30	11915.54	12383.84