

**GOVERNMENT OF INDIA  
COMMERCE AND INDUSTRY  
LOK SABHA**

UNSTARRED QUESTION NO:3710  
ANSWERED ON:19.04.2010  
SUBSIDY ON BASIC FACILITIES TO INDUSTRIAL COMPLEXES  
Devappa Anna Shri Shetti Raju Alias

**Will the Minister of COMMERCE AND INDUSTRY be pleased to state:**

(a) whether the Government provides subsidy for roads, water supply, drainage etc. to set up industrial complexes in the rural and urban areas; and

(b) if so, the details thereof alongwith the Central Grants being given to such projects?

**Answer**

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI JYOTIRADITYA M. SCINDIA)

( a ) & ( b): The Industrial Infrastructure Upgradation Scheme (IIUS) being administered by the Department of Industrial Policy & Promotion is meant for upgradation of infrastructure in existing functional industrial clusters.

However, under the 'Micro and Small Enterprises – Cluster Development Programme (MSE-CDP)' of Ministry of Micro, Small and Medium Enterprises, Central grant is provided for development of infrastructure such as road, water supply, drainage and power supply etc, in new/ existing industrial areas/ estates/clusters. Assistance under this programme is 60% of the project cost up to Rs.10 crore (excluding cost of land) in general cases and 80% of the project cost up to Rs.8 crore for North Eastern States and Hill States, industrial areas/ estates with more than 50% (i) micro (ii) women owned (iii) SC/ST units. The remaining amount is borrowed from SIDBI/ Banks/ Financial Institutions or equity from State/ UT Government.