

SUCH OTHER INFORMATION AS MAY BE PRESCRIBED AND THEREAFTER UPDATE THESE PUBLICATIONS EVERY YEAR :

The details of the activities being undertaken by the Board is given as under:-

Development Activities:-

The Board has been rendering financial assistance(providing loans & grants) to rural artisans/entrepreneurs out of the schematic funds received from the KVIC, for establishment/setting up of viable “Village Industry” activities at their door steps in the “Rural Area” of the State.

The various village industries activities coming under the purview of KVIC has been grouped into seven major Village Industries group given as under:-

1. Agro & Food Based Industry.
2. Forest Based Industry
3. Hand Made Paper & Fibre Industry
4. Mineral Based Industry
5. Polymer & Chemical Based Industry
6. Rural Engg. & Bio- Tech. Industry
7. Service & Textile(excluding Khadi) Industry.

Village Industry:- Village Industry means an industry(except those mentioned in the negative list) located in the rural area which produces any goods or renders any services with or without the use of power and in which the fixed capital investment per head of full time artisans or worker(i.e. Capital Expenditure on work shed, Plant & Machinery & furniture & fixture) does not exceed Rs. 1.00 Lakh in plain area and Rs. 1.50 Lakh in hilly areas.

Rural Area:- Any area classified as Village as per the revenue record of the State,irrespective of population. It also include any area even if classified as town, provided its population does not exceed 20,000/- persons.

The Board has also been providing supporting services under backward and forward linkages,like EDP training to rural artisans/entreperenurs, organize exhibitions, Awareness Camps, Workshops etc. from time to time for the development & promotion of Khadi & Village Industries.

Achievment/ progress under backward and forward linkages during the year 2010-11 is given as under:-

<u>Sr. No.</u>	<u>Particulars/details</u>	<u>No.</u>
1.	Exhibitions	3
2.	Physical verification of units	130
3.	EDP(Arranged)	108 beneficiary

Since inception the following programmes/schemes of the KVIC have been implemented by the Board for the development of Village Industries in Rural areas of the state.

1. NORMAL PROGRAMME:(PATTERN FUNDING) (1969-70 TO 1994-95)

Under the above programme the financial assistance to the rural artisans/ Entrepreneurs was provided on approved pattern of assistance of the KVIC. This programme continued w.e.f. 1969 -70 to 1994-95. Under the programme 24786 units were financed involving an amount of Rs. 2526.80 lac.Out of the received amount of Rs. 2526.80 lacs, Rs 657.80 lacs still remains to be recovered as on 31.3.2011 from the beneficiaries . The programme was discontinued from the year 1995-96.

2. CONSORTIUM BANK CREDIT SCHEME:

This scheme was introduced by the KVIC during the year 1995-96 replacing the above pattern funding system and under the scheme project funding was introduced. The Board has assisted 296 rural Entrepreneurs under the scheme involving an amount of Rs. 822.77 lacs as loan and Rs. 285.41 lac as Margin Money (Middle Ended Subsidy). The Board has received Rs. 1108.18 lacs from the KVIC against the State Govt. guarantee of Rs. 12 Crores under the scheme. Out of the above funds received from the KVIC an amount of Rs. 280.21 Lakh as loan is still to be recovered as on 31-3-2011 from the beneficiaries. This scheme remained in operation w.e.f. 1995-96 to 2001-2002.

3. MARGIN MONEY SCHEME (RURAL EMPLOYMENT GENERATION PROGRAMME)

The H.P.Khadi and Village Industries Board was also implementing the REGP w.e.f.1995-96 to 2007-08 (31.3.2008) which was a flagship programme of KVIC. Under the scheme, Board sponsored /forwarded the loan proposals of the beneficiaries to banks for sanction after satisfying and ensuring that the project fulfills the criteria of “Village Industry”, “Per Capita Fixed Investment”, “Rural Area” & “Own Contribution”. The banks appraised the project technically as well as economically and took their own credit decision. The Banks sanctioned 90% of the Project cost in case of General Category of beneficiary/Institution and 95% of the Project Cost in case of Weaker section/women

beneficiary/institution whereas 10% and 5% of the project cost being the own contribution respectively of the beneficiary/institution.

Once the project was sanctioned and 1st installment of loan was released to the beneficiary, the bank claimed the Margin Money from the Board. In case of Gen. category, 25% of the sanctioned Project cost up to 10.00 Lakh was provided as Margin Money (Middle Ended subsidy). For project above 10.00 Lakhs upto 25.00 lakhs, the rate of M.M. was 25% upto 10.00 lakh plus 10% of the remaining cost of the Project.

In case of weaker section/women beneficiary the Margin Money grant was at the rate of 30% of the project cost upto 10.00 Lakh. For project above 10.00 Lakh upto 25.00 Lakh, the rate of M.M. is 30% upto 10.00 Lakh plus 10% of the remaining cost of the project.

Project cost beyond Rs. 25.00 Lakh was not eligible for financing under the Scheme.

The amount of Margin Money released by the Board was to be kept in fixed deposit/TDR in the name of the beneficiary pledged with the financing branch for a period of 2 years. The bank would not pay any interest on the amount of M.M. kept in fixed deposit/TDR and also not charge any interest on the corresponding amount of loan sanctioned by the bank. The amount of margin money was to be converted into grant after 2 years and was adjusted against the loan account of the beneficiary subject to proper utilization of bank loan sanctioned & released by the Bank for the purpose. The Board since 1995-96 assisted 2694 beneficiaries and released/provided Margin Money(Middle ended subsidy) approximately 32.47 Crores to these beneficiaries.

4. PRIME MINISTER EMPLOYMENT GENERATION PROGRAMME(PMEGP)

The H.P.Khadi and Village Industries Board is presently implementing the PMEGP. This new scheme is aimed at for generation of employment opportunities through establishment of micro enterprises in rural as well as urban areas. This scheme is implemented by KVIC as the single nodal agency at National level, which is statutory organization under the administrative control of the Ministry of MSME. However at the state level, the scheme is being implemented by State offices of KVIC, State KVIB in rural areas only and DIC's in the rural & urban areas of the State.

The main objective of the scheme is:-

- a). **To generate employment opportunities in Rural as well as Urban Areas of the Country through setting up of new self-employment ventures/micro enterprises /projects.**
- b). **To bring together widely dispersed traditional artisans/rural and urban unemployed youth and give them self-employment opportunities to the extent possible, at their place.**

- c). To provide continuous and sustainable employment to a large segment of traditional and prospective artisans and rural & urban unemployed youth in the country, so as to help arrest migration of rural youth to urban areas.
- d). To increase the wage earning capacity of artisans and contribute to increase in the youth rate of rural & urban employment.

Modalities of the operation of the Scheme:-

I). Inviting Application:-

The State Director-Khadi & Village Industries Commission of the concerned state is to issue advertisement locally through print & electronic media i.e. regional news papers, local TV channels, radio etc. for publicity at periodic intervals for inviting applications along with project proposals from potential/prospective beneficiaries desirous of establishing the enterprise/ starting of service unit under PMEGP. Besides this State Director, KVIC may also take help of NYKS(Nehru Yuva Kendra Sangathan), SC/ST/Min., Finance & Development Corporation, MWCD(Ministry of Woman Child Development), AWWA(Army Wives Welfare Association), Panchayati Raj Institution etc. ifor mobilization of application.

II) Submission of Application:-

The unemployed beneficiary/Institution submit their application in the prescribed format at nearest KVIC/KVIB/DIC's officer with all relevant document required with the application.

III) Preliminary scrutiny of Application :-

A preliminary scrutiny is made at the initial stage by the District Officers(DO's/ ADO's) of the Board at District level so as to ensure the fulfillment of laid down criteria under the scheme. It is also ensured that the applicant/beneficiary has not taken benefit of any other subsidy scheme of Central/State Govt. After ascertaining that the applications & the project fulfills the criteria laid down under the scheme i.e. ***Village Industry, Per Capita Investment, Own Contribution, Rural areas and negative List***. The Development Officer/Asstt.Dev.Officer forward the same to District Task Force Committee for final selection.

a) Village Industry:- Any village industry including coir based projects(except those mentioned in the negative list) located in the rural area which produces any goods or renders any services with or without the use of power and in which the fixed capital investment per head of full time artisan or worker i.e. capital Expenditure on workshed/workshop, machinery and furniture divided by full time employment created by the project(**Per Capita Investment**) **does not exceed Rs. 1.00 Lakh in plain areas and Rs. 1.50 lakh in hilly areas.**

b) Rural Areas:- i) Any area classified as village as per the revenue record of the State/Ut, irrespective of population.

ii) It also include any area even if classified as town, provided its population does not exceed 20,000(twenty thousand) persons.

- c) Project Cost:-**
- i) The maximum cost of the project/unit admissible under manufacturing sector is Rs.25.00 Lakh.
 - ii) The maximum cost of project/unit admissible under service sector is Rs.10.00 Lakh.
 - iii) For setting up of project costing above Rs. 10.00 Lakh in the manufacturing sector and above Rs. 5.00 Lakh in the service sector, the beneficiaries should possess at least VIII standard pass educational qualification.

d) Negative List:- The following activities are not permitted under the PMEGP scheme for setting up of micro enterprises/projects/units:-

- i) Any industry/business connected with Meat(slaughtered) i.e. processing canning and/or serving items made of it as food, producing/manufacturing or sale of intoxicant items like Beedi /Pan/Cigar/Cigarette etc., any Hotel or Dhaba or sales outlet serving liquor, preparation/producing tobacco as raw materials, tapping of toddy for sale.
- ii) Any industry/business connected with cultivation of crops/plantation like Tea, Coffee, Rubber etc. sericulture(Cocoon rearing), Horticulture, floriculture, Animal Husbandry like Pisciculture, Piggery, Poultry, Harvester machines etc.
- iii) Manufacturing of polythene carry bags of less than 20 microns thickness and manufacturing of carry bags or containers made of recycled plastic for storing, carrying, dispensing or packaging of food stuff and any other item which caused environmental problems.
- iv) Industry such as processing of Pashmina wool and such other products like hand spinning and hand weaving, taking advantage of Khadi Programme under the purview of Certification Rules and availing sales rebate.
- v) Rural Transport(except Auto Rickshaw in Andaman & Nicobar Islands, House Boat, Shikara & Tourist Boats in J&K and Cycle Rickshaw).
- vi) Business activity like opening of grocery & stationery shops etc. involving no manufacturing process and value addition.

IV) District PMEGP Task Force:-

A District PMEGP Task Force Committee has been constituted in each District. to scrutinize the applications & conduct interviews of the prospective beneficiaries thereby finalize as well as short list the applications to the Banks for sanction. The District Task Force consists of following members:-

- | | |
|---|---------------------------|
| a) District Magistrate/DC/Collector. | - Chairman |
| b) Lead Bank Manager. | - Member. |
| c) Representatives of KVIC/KVIB/DIC | - Members |
| d) Representatives of NYKS/SC/ST/Women Dev. Corps. | - Special Invitee. |
| e) Representative of MSME-DI/ITI/Polytechnic | - -do- |
| f) Representative from Panchayats. | - 3 Members |
| (To be nominated by Chairman DLTFC. | |
| g) GM DIC/Rep. Of KVIC/Rep. of KVIB. | -MemberConvener. |

V) Selection Procedure:-

The District Task Force decides the application on the basis of:-

- 1) The information provided by the prospective beneficiary in the application itself

- 2) By conducting personal interview of the person concerned.

The District Level Task Force scrutinizes the application on the basis of experience, technical qualification, skill, viability of the project, etc. & shortlist the application. The short listed applicants are called for personal interview so as to assess their knowledge about the proposed project, aptitude, interest, skill of entrepreneurship ability, market available, sincerity to repay & make the project success.

VI) Bank Finance:

Under the scheme the project proposals of the selected beneficiaries are forwarded to Banks for sanction. The bank after taking its own credit decision sanctions 90% of the project in case of General category of beneficiary/institution and 95% of the Project cost in case of Special category (SC/ST/OBC/Min./Women/PHC/Ex-Ser-Man) & disburses full sanctioned amount suitable for setting up of the Project. Rest, i.e. 10% in case of the General Category & 5% in case of special category is the share of beneficiary/institution, as the case may be, initially to be deposited with the Bank as own contribution, which subsequently is to be released & invested in the project. The Board provides/releases the Margin Money (subsidy) to the beneficiary at the rate prescribed under the scheme.

VII) EDP Training:

Once the Project is sanctioned by the Bank, 1st installment of loan may be released/ disbursed to the beneficiaries before completion of their EDP training and the M.M. claim is submitted within the stipulated period to our designated Nodal Branch. *However, if financing Bank branches/authorities feel that EDP training is necessary before the disbursement/ release of loan in some specific proposals/ cases, same may be insisted upon them and application for arranging mandatory (14 days/ 3 days) EDP training be sent immediately to KVIB or training institute approved by the KVIC, as the case may be.* But EDP training is mandatory, if not already undergone, and should invariably be completed by the respective implementing agency within 12 months of release of 1st installment. The duration of EDP training for small value Project upto Rs. 2.00 Lakh under **Service activities** is now 3 days instead of 14 days (2 weeks) under PMEGP. The main objective of the training programme is to motivate, inspire, develop confidence and build capacity for establishment of an enterprise, manage and sustain the unit successfully.

Exemption: beneficiaries who have already undergone similar training at any EDP training institute of repute for a period of 2-3 weeks are exempted from attending/undergoing the said training

Own Share:-

Financing Bank branch is to ensure that the beneficiary deposits his/her share {own contribution, (5% or 10%) as the case may be} with the financing bank before release of 1st installment of loan.

VIII:- Submission of Margin Money Claim:-

The financing bank after release of 1st installment of loan to the beneficiary has to submit the M.M. claims on the prescribed format duly signed by the bank manager as well as beneficiary along with sanction order, a/c statement(ledger extract) and copy of EDP training(if EDP training is given prior to release of 1st installment) to our designated Nodal Branch where KVIC/KVIB has placed lum-sum amount for further disbursement to the financing bank. The said M.M. claims complete in all respect should be submitted by the financing bank with in a period of 15 days from the date of release of 1st installment to our (KVIB) designated Nodal branch.

IX) Release of Margin Money:-

The Board provides/releases the Margin Money (Middle Ended subsidy) @ 25% of the sanctioned project cost(i.e.90% bank loan & 10% own contribution) in case of Gen. category beneficiary/institution and @ 35% of the sanctioned project cost(i.e. 95% bank loan & 5% own contribution) in case of Special category (i.e. SC/ST /OBC /Min. /Women/PHC/Ex-ser-man etc.) beneficiary/institution. The amount of margin money is being released through our designated Nodal Branch where Board has places lumsum amount for further releases to the financing branch of the bank. The amount of Margin Money release by the Board through Nodal Branch to the financing bank in favour of the beneficiary/institution is to be kept in the shape of TDR for 3(three) years in the name of beneficiary. No. interest will be paid on the TDR amount and no interest will be charged on the loan to the corresponding amount of TDR(Margin Money).

Though the Margin Money is released through our designated Nodal Branch of the Bank but KVIC/KVIB is the final authority to either accept the claim or reject it, based on the parameters of the scheme and considering the physical verification report of the unit.

X) Physical Verification of the Unit:-

Every unit financed/assisted under the PMEGP scheme is physically verified by the agencies engaged by the KVIC.

XI) Adjustment of Margin Money:

After receipt of satisfactory physical verification report from the outsourcing agency as engaged by the KVIC, the Board will issue the adjustment letter to the financing branch to credit the M.M. in the borrower loan account after 3(three) years from the date of release of 1st installment if the unit is working & fulfilling all the parameters of the scheme. If the physical verification report is not in satisfactory, the beneficiary is not entitled for Margin Money (subsidy) & the amount of margin money released will become recoverable along with interest from the beneficiary/bank.

FINANCIAL AND PHYSICAL TARGETS FOR THE YEAR 2010-11 UNDER PMEGP SCHEME.

TARGETS

No. of projects	Project cost (Rs. In lacs)	Margin Money (Rs. In lacs)	Employment to be provided
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208	970.70	291.53	2080 persons
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ACHIEVEMENTS:

No.	No. of project sponsored to Banks	Project cost (Rs. In lacs)	No. Projects sanctioned by Banks	Project cost (Rs. In lacs)	Margin Money released by the Board (Rs. In lacs)	Employment provided
1	2	3	4.	5.	6	7
1	300	1592.87	212	1094.15	341.43	1318 persons

The less achievement in terms of employment is due to the fact that Himachal Pradesh is a hilly State & per capita investment for Hilly State is Rs. 1.50 Lakhs which has been duly complied as envisaged in the guidelines whereas for plain areas per capita investment is Rs.1.00 Lakhs.

The industrywise performance of the Board under the above schemes for the year 2010-11 is given as under :-

Village Oil Industry:

The financing under Normal Programme (NP) and CBC programmes have since been closed long back. The REGP scheme has also been discontinued w.e.f. 1-4-2008. The figures of Production, Sale, Employment and Wages etc. of the units running successfully under these programme and units financed under PMEGP are given hereunder:-

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	15	09	344	0	01	08	51.03	57.10	53	7.36

C.B.C	0	03	05	0	02	02	47.61	56.10	92	9.31
REGP	0	0	19	0	0	13	98.74	122.02	341	19.90
PMEGP	0	0	02	0	0	02	8.05	10.90	16	3.76
Total:	15	12	370	0	3	25	205.43	246.12	502	40.33

Village P.C.P. Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	As so.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	01	21	2291	0	0	826	230.02	279.43	1764	92.81
C.B.C	0	03	34	0	03	08	137.53	158.52	108	28.42
REGP	0	0	321	0	0	278	1501.96	1845.45	2025	339.19
PMEGP	0	0	42	0	0	27	123.85	143.25	163	37.33
Total:	01	24	2688	0	03	1139	1993.36	2426.65	4060	497.75

Village Fibre Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	04	1867	0	03	991	207.55	214.45	1064	74.45
C.B.C	0	0	02	0	0	01	2.20	3.15	5	1.20
REGP	0	0	7	0	0	5	15.45	19.35	27	7.97
PMEGP	0	0	1	0	0	0	0.00	0.00	0	0.00
Total:	0	04	1877	0	03	997	225.20	236.95	1096	83.62

Village Pottery Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	19	40	1452	02	5	661	691.20	761.00	3164	305.48
C.B.C	0	02	01	0	01	0	25.70	26.50	27	7.75
REGP	0	0	9	0	0	4	45.00	57.80	72	18.30
PMEGP	0	0	3	0	0	0	0.00	0.00	0	0.00
Total:	19	42	1465	02	06	665	761.90	845.30	3263	331.53

Village Leather Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	18	51	3570	03	28	2320	571.21	592.89	5491	271.61
C.B.C	0	0	07	0	0	0	13.50	16.50	13	4.00
REGP	0	01	20	0	01	19	118.20	148.90	157	32.90
PMEGP	0	0	0	0	0	0	0.00	0.00	0	0.00
Total:	18	52	3597	03	29	2339	702.91	758.29	5661	308.51

Village Soap Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	05	74	154	0	09	12	180.50	201.30	435	38.95
C.B.C	0	01	08	0	0	02	39.00	49.00	22	8.10
REGP	0	0	37	0	0	27	238.00	270.00	230	59.50
PMEGP	0	0	0	0	0	0	0.00	0.00	0	0.00
Total:	5	75	199	0	09	41	457.50	520.00	687	106.55

Village Gur & Khandsari Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	05	468	0	0	184	83.58	102.57	453	32.50
C.B.C	0	0	09	0	0	04	10.34	12.85	18	3.79
REGP	0	0	89	0	0	83	239.75	268.45	608	82.08
PMEGP	0	0	5	0	0	2	3.90	5.25	4	1.05
Total:	0	05	571	0	0	273	337.57	389.12	1083	119.42

Carpentry & Blacksmithy Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	15	115	6408	01	18	4281	1087.15	1227.05	11054	394.10
C.B.C	0	01	60	0	01	15	108.00	125.50	95	32.30
REGP	0	01	548	0	01	485	3256.60	3871.50	5253	996.41

PMEGP	0	0	59	0	0	49	212.30	250.85	327	73.78
Total:	15	117	7075	01	20	4830	4664.05	5474.90	16729	1496.59

Village F.V.P. Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	35	205	0	02	33	49.68	57.15	70	10.37
C.B.C	0	0	15	0	0	7	27.98	34.50	56	10.07
REGP	0	0	67	0	0	52	212.70	256.31	794	87.13
PMEGP	0	0	17	0	0	12	43.15	49.40	54	14.75
Total:	0	35	304	0	02	104	333.51	397.36	974	122.32

Village Bee Keeping Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	12	1652	0	02	1179	54.80	63.05	2455	37.80
C.B.C	0	01	39	0	0	19	40.85	57.75	169	39.50
REGP	0	0	126	0	0	113	276.85	319.91	695	210.56
PMEGP	0	0	05	0	0	02	6.15	7.35	08	2.40
Total:	0	13	1822	0	02	1313	378.65	448.06	3323	282.26

Medicinal Herbs Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	238	0	0	25	0	63.50	71.25	1222	30.46
C.B.C	0	0	0	0	0	0	0.00	0.00	0	0.00
REGP	0	02	32	0	02	26	188.20	215.55	252	58.30
PMEGP	0	0	03	0	0	3	21.00	29.00	38	7.35
Total:	0	240	35	0	27	29	272.70	315.80	1512	96.11

Lime Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11

N.P.	03	28	540	0	0	101	225.00	287.40	706	120.69
C.B.C	0	02	26	0	02	06	77.50	91.00	109	23.00
REGP	01	06	183	0	06	166	2043.13	2369.90	2330	523.73
PMEGP	0	0	21	0	0	13	60.50	74.70	99	24.74
Total:	04	36	770	0	08	286	2406.13	2823.00	3244	692.16

Cane and Bamboo Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	04	13	2957	0	0	2084	222.28	239.40	3586	98.88
C.B.C	0	0	0	0	0	0	0.00	0.00	0	0.00
REGP	0	0	03	0	0	03	5.62	7.45	07	2.63
PMEGP	0	0	06	0	0	06	12.35	13.25	20	5.33
Total:	04	13	2966	0	0	2093	240.25	260.10	3613	106.84

Gums & Rosin Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	03	05	0	0	0	0	0.00	0.00	0	0.00
C.B.C	0	0	0	0	0	0	0.00	0.00	0	0.00
REGP	0	0	02	0	0	01	4.65	6.50	25	1.60
PMEGP	0	0	0	0	0	0	0.00	0.00	0	0.00
Total:	03	05	02	0	0	01	4.65	6.50	25	1.60

Katha Mfg :

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	01	64	03	0	02	0	26.15	32.00	197	7.35
C.B.C	0	0	0	0	0	0	0.00	0.00	0	0.00
REGP	0	0	07	0	0	05	99.80	115.75	355	36.60
PMEGP	0	0	0	0	0	0	0.00	0.00	0	0.00
Total:	01	64	10	0	02	05	125.95	147.75	552	43.95

Hand Made Paper Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	06	154	0	0	99	48.57	55.00	237	22.22
C.B.C	0	01	07	0	01	04	58.75	64.90	58	13.62
REGP	0	0	87	0	0	79	513.32	624.05	1196	196.82
PMEGP	0	0	13	0	0	10	52.50	61.00	68	17.68
Total:	0	07	261	0	01	192	673.14	804.95	1559	250.34

Alluminium Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	05	0	0	01	0	4.20	4.80	11	2.55
C.B.C	0	0	0	0	0	0	0.00	0.00	0	0.00
REGP	0	0	01	0	0	1	2.00	3.00	3	0.60
PMEGP	0	0	01	0	0	0	0.00	0.00	0	0.00
Total:	0	05	02	0	01	1	6.20	7.80	14	3.15

Shallac Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	0	13	0	0	0	0.00	0.00	0	0.00
C.B.C	0	0	0	0	0	0	0.00	0.00	0	0.00
REGP	0	0	0	0	0	0	0.00	0.00	0	0.00
PMEGP	0	0	0	0	0	0	0.00	0.00	0	0.00
Total:	0	0	13	0	0	0	0.00	0.00	0	0.00

Service Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	0	767	0	0	466	0.00	225.90	723	82.15
C.B.C	0	0	45	0	0	15	0.00	46.31	92	18.64
REGP	0	0	719	0	0	575	0.00	3353.05	5840	1131.76

PMEGP	0	0	196	0	0	134	0.00	461.94	625	168.50
Total:	0	0	1727	0	0	1190	0.00	3987.20	7280	1401.05

Textile Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	08	1032	0	0	660	194.09	256.96	1460	111.23
C.B.C	0	0	15	0	0	03	15.58	18.15	33	7.57
REGP	0	0	193	0	0	169	682.22	831.68	1812	208.00
PMEGP	0	0	50	0	0	43	140.20	164.75	195	51.61
Total:	0	08	1290	0	0	875	1032.09	1271.54	3500	378.41

Brass & Copper Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	0	51	0	0	22	21.63	23.75	63	13.24
C.B.C	0	0	0	0	0	0	0.00	0.00	0	0.00
REGP	0	0	01	0	0	0	2.00	3.00	2	0.40
PMEGP	0	0	01	0	0	0	0.00	0.00	0	0.00
Total:	0	0	53	0	0	22	23.63	26.75	65	13.64

Cottage Match Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	-	13	31	-	4	8	32.70	42.00	181	19.09
C.B.C	-	-	-	-	-	-				
REGP	-	-	-	-	-	-				
PMEGP	-	-	-	-	-	-	0.00	0.00	0.00	0.00
Total:	-	13	31	-	4	8	32.70	42.00	181	19.09

Raxin, PVC and Candle Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Emp.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	03	32	0	0	18	14.00	15.85	55	10.30

C.B.C	0	0	01	0	0	01	9.50	10.50	10	3.85
REGP	0	0	66	0	0	55	740.95	834.85	888	206.65
PMEGP	0	0	09	0	0	05	54.40	64.10	47	11.01
Total:	0	03	108	0	0	79	818.85	925.30	1000	231.81

Electronic Industry:

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	03	59	0	02	23	24.40	29.50	54	12.82
C.B.C	0	0	08	0	0	04	16.90	20.60	25	5.35
REGP	0	01	43	0	01	36	341.15	426.45	249	78.15
PMEGP	0	0	04	0	0	03	3.50	7.90	07	1.83
Total:	0	04	114	0	03	66	385.95	484.45	335	98.15

Bio-tech. Industry

	Total units			Working units						
	Coop. Society	Asso.	Indv.	Coop. Society	Asso.	Indv.	Prod.	Sale	Em p.	Wages
1	2	3	4	5	6	7	8	9	10	11
N.P.	0	0	0	0	0	0	0.00	0.00	0	0.00
C.B.C	0	0	0	0	0	0	0.00	0.00	0	0.00
REGP	0	02	100	0	02	91	401.75	493.35	912	234.27
PMEGP	0	0	21	0	0	12	28.76	31.90	60	13.67
Total:	0	02	121	0	02	103	430.51	525.25	972	247.94

Abstract of the above performance during the year 2009-10 in comparison to 2010-11 is given as under:

Particular	Year 2009-10		Year 2010-11	
	Financed	Working	Financed	Working
No. of units	28024	17092	28323	16801
Production	15678.62		16512.83	
Sale	22192.55		23371.14	
Employment	60213		61234	
Wages	6456.54		6973.12	

The number of working units during the year 2010-11 is less as compared to the previous year due to closer of approximately 291 traditional Cottage Units financed under Normal programme, (1968-69 to 1994-95); CBC & REGP on account of obsolete technology, marketing process and availability of more competitive products of attractive design & packaging in the market.

The consolidated comparative figures of production , Sale, Employment and wages during the year 2009-10 and 2010-11 have been given in the following tables 1 to 4.

Production

Table-1

Sr. No.	Name of Industries	Production	
		2009-10 (Rs.in lacs)	2010-11 (Rs. in lacs)
1	2	3	4
1.	Khadi	12.99	10.97
2.	Village Oil	201.38	205.43
3.	Village Leather	687.38	702.91
4.	FVPP	309.81	333.51
5.	Gur Khandsari	333.06	337.57
6.	Gobar Gas	0.00	0.00
7.	Carpentary & Blacksmithy	4415.08	4664.05
8.	Lime	2355.97	2406.13
9.	Village Pottery	800.69	761.90
10.	Fibre	224.40	225.20
11.	Bee Keeping	353.46	378.65
12.	P.C.P.I.	1748.57	1993.36
13.	Cottage Match	32.40	32.70
14.	HMP	643.51	673.14
15.	Cane and Bamboo	227.30	240.25
16.	Katha Industry	126.65	125.95
17.	Medicinal Herbs	261.10	272.70
18.	Soap	434.60	457.50
19.	Gums & Rosine	4.55	4.65
20.	Aluminium	4.00	6.20
21.	Shellac Industries	0.00	-
22.	Service Industry	0.00	-
23.	Textile Industry	960.04	1032.09
24.	Brass Copper	21.22	23.63
25.	Raxin, PVC & Candle	751.55	818.85
26.	Gramudyog Sale Depot	0.00	-

27.	Electronics	372.45	385.95
28.	Bio-tech	410.45	430.51
	Total	15691.61	16512.83

Sale**Table-2**

Sr. No.	Name of Industries	Sale	
		2009-10 (Rs. in lacs)	2010-11 (Rs. in lacs)
1	2	3	4
1	Khadi	32.99	38.48
2	Village Oil	240.22	246.12
3	Village Leather	744.42	758.29
4	FVPP	378.21	397.36
5	Gur Khandsari	416.84	389.12
6	Gobar Gas	0.00	0.00
7	Carpentary & Blacksmithy	5191.28	5474.90
8	Lime	2778.40	2823.00
9	Village Pottery	890.32	845.30
10	Fibre	236.00	236.95
11	Bee Keeping	412.59	448.06
12	P.C.P.I.	2126.42	2426.65
13	Cottage Match	41.70	42.00
14	HMP	783.90	804.95
15	Cane and Bamboo	246.45	260.10
16	Katha Industry	147.55	147.75
17	Medicinal Herbs	297.70	315.80
18	Soap	495.50	520.00
19	Gums & Rosine	6.30	6.50
20	Aluminium	4.50	7.80
21	Shellac Industries	0.00	0.00
22	Service Industry	3757.08	3987.20
23	Textile Industry	1140.61	1271.54
24	Brass Copper	22.95	26.75
25	Raxin, PVC & Candle	863.24	925.30
26	Gramudyog Sale Depot	0.00	0.00
27	Electronics	465.67	484.45
28	Bio-tech	504.70	325.25

	Total	22225.54	23371.14
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Employment

Table-3

Sr. No.	Name of Industries	Employment			
		2009-10		2010-11	
		F.T.	P.T	FT	PT
1	2	3	4	5	6
1	Khadi	2	10	2	11
2	Village Oil	241	257	245	257
3	Village Leather	3132	2529	3132	2529
4	FVPP	728	297	714	260
5	Gur Khandsari	648	431	651	432
6	Gobar Gas	0	0	0	0
7	Carpentary & Blacksmithy	10494	6025	10678	6051
8	Lime	2621	592	2630	614
9	Village Pottery	1368	1860	1261	2002
10	Fibre	1033	63	1033	63
11	Bee Keeping	753	2570	759	2568
12	P.C.P.I.	2833	1486	2823	1237
13	Cottage Match	62	119	62	119
14	HMP	1295	237	1310	249
15	Cane and Bamboo	2124	1471	2136	1477
16	Katha Industry	248	304	273	279
17	Medicinal Herbs	302	1172	340	1172
18	Soap	501	186	501	186

19	Gums & Rosine	25	0	0	25
20	Aluminium	4	7	4	10
21	Shellac Industries	0	0	0	0
22	Service Industry	5694	1284	5971	1309
23	Textile Industry	2205	678	2174	1326
24	Brass Copper	34	29	39	26
25	Racsin, PVC & Candle	832	162	835	165
26	Gramudyog Sale Depot	0	0	0	0
27	Electronics	288	46	289	46
28	Bio-tech	732	211	757	215
	Total	38189	22026	38617	22617

Wages

Table-4

Sr. No.	Name of Industries	Wages	
		2009-10 (Rs. in lacs)	2010-11 (Rs. in lacs)
1	2	3	4
1	Khadi	2.00	4.68
2	Village Oil	37.37	40.33
3	Village Leather	198.48	308.51
4	FVPP	120.23	122.32
5	Gur Khandsari	117.16	119.42
6	Gobar Gas	0.00	0.00
7	Carpentary & Blacksmithy	1427.38	1496.59
8	Lime	666.07	692.16

9	Village Pottery	346.09	331.53
10	Fibre	82.42	83.62
11	Bee Keeping	231.94	282.26
12	P.C.P.I.	477.34	497.75
13	Cottage Match	18.63	19.09
14	HMP	204.83	250.34
15	Cane and Bamboo	99.41	106.84
16	Katha Industry	43.45	43.95
17	Medicinal Herbs	88.51	96.11
18	Soap	98.49	106.55
19	Gums & Rosine	1.45	1.60
20	Aluminium	2.50	3.15
21	Shellac Industries	0.00	0.00
22	Service Industry	1287.37	1401.05
23	Textile Industry	339.06	378.41
24	Brass Copper	13.01	13.64
25	Racsin, PVC & Candle	222.75	231.81
26	Gramudyog Sale Depot	0.00	0.00
27	Electronics	94.52	98.15
28	Bio-tech	238.08	247.94
	Total	6458.54	6973.12

II TRADING

The Board is running three types of activities under Khadi Programme viz Service units, production Centres and Sale Shops. A brief description of these activities during 2010-11 is as under:-

SERVICE UNITS: The Board has set up 15 Wool Carding Plants for the sheep rearing population of the Pradesh to get carding facilities at their door steps , 3 Oil Extraction (from locally available Gutti) units and one Finishing Plant (at Rekong Peo) for finishing of woolen patties etc. in the Tribal and non Tribal area of the State. The people of these areas are being provided carding, oil extraction services through these units/ centres at nominal rates. The details of above centres are given as under:-

S.No.	Name of the centre	Total No. of beneficiaries	Qty. of wool carded/oil extracted/finishing	Charges earned
	TRIBAL AREA	Nos.	Kgs.	Rs.
1.	Composite unit, Reckong Peo, Kinnaur	1352 .	8296/854 3285 (172 Nos)	1,89,316/-
2.	Wool Carding Plant,	515 .	5275	79,125/-

	Pooh, Kinnaur			
3.	Wool Carding Plant, Katgaon, D/ Kinnaur	236	1157	17,355/-
4.	Wool Carding Plant Bhabanagar, Distt. Kinnaur	292	2342	35,122
5.	Wool Carding Plant, Sangla, Distt. Kinnaur	192	2233	33,495/-
6.	Composite Plant, Cholling, D/Kinnaur	483	3243/641	52,520/-
7.	Composite Plant, Skibba, D/ Kinnaur	25	149	2235/-
8.	Wool Carding Plant, Udaipur, D/ Lahaul & Spiti	120	805	12,076/-
9.	Wool Carding Plant, Kaza, D/ Lahaul & Spiti	321	1596	24,245
10.	Wool Carding Plant Keylong, Distt. Lahaul & Spiti	658	4671	71,437/-
11.	Wool Carding Plant, Holi, D/ Chamba	129	883 Kgs.	13,312/-
12.	Wool Carding Plant Lahal, D/ Chamba	Building under construction	-	-
13.	Wool Carding Plant, Killar, D/ Chhamba	453 Nos.	3220	48,405/-
	NON TRIBAL AREA			
14.	Wool Carding Plant, Balichowki, Distt. Mandi	84	478	4785/-
15.	Wool Carding Plant, Jeori, Distt. Shimla	367	3009	51,445/-

Composite Unit : (where wool carding & Oil Extraction services are provided)

PRODUCTION CENTRE: The Board has its own cotton carding and manufacturing of quilts, mattresses etc. production centre at Arki and Oil production unit at Mandi . The details of these units are given as follows:-

<i>KHADI</i>		
Sr.No.	Name of the Centre	Production
1.	Cotton Carding/Production Centre, Arki, Distt. Solan	Rs.10.97 lacs.
2.	Sale Shop Kullu	Nil
<i>PRODUCTION</i>		
1.	Oil Unit, Mandi, Distt. Mandi	Rs. 3.10 lacs.

SALE SHOPS: The Khadi and V.I. products are being made available to the people of the State through the sale shops . Only specific items can be sold through these shops as per the norms prescribed by the All India Khadi and Village Industries Commission. The Board is presently running 8 sale shops. The performance during the year 2010-11 is as under:-

S.No.	Name of the Sale Shop	Sale
1.	Sale Shop Shimla, Distt. Shimla	Rs. 63.07 lacs
2.	Sale Shop Mandi, Distt. Mandi	Rs. 28.70 lacs.
3.	Sale Shop Kangra, Distt. Kangra	Rs. 13.97 lacs
4.	Sale Shop Kullu, Distt. Kullu	Rs. 17.07 lacs.
5.	Sale Shop Manali, Distt. Kullu.	Rs. 6.25 lacs
6.	Sale Shop Reckong Peo, Distt. Kinnaur	Rs. 41.02 lacs
7.	Sale Shop Kaza, Distt. Lahaul & Spiti	Rs. 2.84 lacs
8.	Sale Shop Hamirpur	Rs. 0.97 lacs
9.	Production Centre Arki,Distt. Solan	Rs. 0.48 lacs
8	Sale through Distt. Office Solan	Rs. 0.38 .lacs
9	Sale through Exhibitions	Rs. 1.00 lacs
	Total:-	Rs. 175.75 Lacs.

OTHER INFORMATION ABOUT THE BOARD

AUDIT OF THE BOARD

The audit of the balance sheet for 2008-09 and propriety audit for the year 2009-10 has since been completed by A.G. H.P.

FINANCIAL POSITION OF THE BOARD AS ON 31-3-2011.

The overall financial performance of the Board in terms of income and expenditure during the year 2010-11 (un-audited) is given as under:

<u>Provisional</u> (Rs. in Lakh)		
S.N.	Particulars	2010-11 (provisional)
1	Income	623.94
2	Expenditure	619.77
3	Net Profit	4.17

ADMINISTRATIVE EXPENDITURE:-

The State Govt. as per G.IA Rules of the Board , provide funds to meet out administrative expenditure under head Non-Plan and for maintenance & upkeep of Carding plants set up in the tribal areas of the State under head Plan & Non-Plan. During the year 2010-11 the Board received Rs. 262.51 lacs as administrative as well as maintenance & upkeep grant.

The State Govt. was not providing GIA to meet out the Administrative expenditure as per requirement of the Board & the Board was facing financial crunch for the last couple of years. The Board met out the administrative expenditure upto 2010-11 from other Heads to the tune of Rs.1493.31 lacs.

UTILIZATION CERTIFICATES:-

No Utilization Certificate is pending on account of receipt of funds from Khadi & Village Industries Commission, Mumbai.

STATE GOVT. UC OF ADMINISTRATIVE EXPENDITURE:-

The UC's of the Administrative expenditure upto 2010-11 have been submitted to the Govt. The UC's of some amount of Grant-in-Aid received for the construction & establishment of Carding Plants are pending.

RECOVERY POSITION:-

The Board during the year under report has recovered Rs. 162.21 lacs from individuals, Cooperative Societies, the details of which is given here under :-

i) RECOVERY UNDER NORMAL PROGRAMME:	
Loan	Rs. 38.01
Interest	Rs. 53.52

Total:	Rs. 91.53

Industry-wise detail of receipt, refund & balance under Normal programme:-

Sr. No.	Name of Industries	K&VIC balance as on 31.3.11 with the Board		Under Normal Programme balance with the beneficiaries as on 31.3.11 (Rs. in lacs)
		Loan recovered (Rs. in lacs)	Balance loan (Rs. in lacs)	
<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>5</u>
1.	Village Oil	0.89	27.47	36.88
2.	Village Leather	4.40	71.29	55.19
3.	FVPP	0.61	34.61	25.87
4.	Gur Khandsari	0.59	15.20	10.67
5.	Gobar Gas	-	0.01	0.01
6.	Carpentary & Blacksmithy	14.16	349.15	233.24
7.	Lime	2.67	41.99	24.81
8.	Village Pottery	0.54	33.47	27.42
9.	Fibre	2.03	42.16	35.64
10.	Bee Keeping	1.49	20.20	16.00
11.	P.C.P.I.	1.38	45.46	36.84
12.	Cottage Match	-	3.04	0.40
13.	HMP	3.20	20.23	9.10
14.	Cane and Bamboo	0.92	26.46	18.46
15.	Katha Industry	0.68	29.93	22.86
16.	Medicinal Herbs	0.77	18.57	14.45
17.	Soap	0.28	42.75	23.37
18.	Gums & Rosine	-	3.50	3.50
19.	Aluminium	0.04	3.89	3.85
20.	Shellac Industries	0.05	1.24	0.50
21.	Service Industry	1.28	31.19	19.78
22.	Textile Industry	1.94	49.55	36.16
23.	Brass Copper	0.01	2.35	1.81
24.	Racsin, PVC & Candle	0.12	1.31	0.43
25.	Gramudyog Sale Depot	-	0.21	0.21
26.	Electronics	0.03	2.37	2.34
27.	Polyvastra	-	0.04	0.04
	Total	38.01	917.63	657.80

RECOVERY UNDER C.B.C.:-

Loan

Rs. 20.77

Interest Rs. 49.91

Total: Rs. 70.68

Detail of loan recovered during 2010-11 and balance loan with the beneficiaries as on 31.3.2011 under C.B.C. is given as under:

Sr. No.	Name of Industries	K&VIC balance as on 31.3.2011 with the Board		Under CBC balance with the beneficiaries as on 31.3.2011 (Rs. in lacs)
		Loan recovered (Rs. in lacs)	Balance loan (Rs. in lacs)	
<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>5</u>
<u>1</u>	C.B.C. scheme	20.77	280.21	280.21

DEFUNCT UNITS:

The details of defunct units upto 31.3.2011 is given here under:-

Sr.No.	Detail	No.of Units	Amount involved. (Rs. in Lacs)
1.	Co-Operative Societies	85	30.35
2.	Regd. Associations	643	220.80
3.	Individual Units	10294	285.40
	Total:-	<u>11022</u>	<u>536.55</u>