

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:5035
ANSWERED ON:25.08.2000
ROLE OF SIDBI IN BIHAR
MADAN PRASAD JAISWAL

Will the Minister of FINANCE be pleased to state:

- (a) the role played by the Small Scale Industries Development Bank of India (SIDBI) to promote small scale industrial sector in Bihar.
- (b) the number of industrial units of small scale industrial sector set up/revived by the SIDBI by providing loan during each of the last three years, State-wise;
- (c) whether the SIDBI propose to expand its activities in various States particularly in Bihar;
- (d) if so, the details (hereof; and
- (e) if not, the reasons therefor ?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATH) :

(a), (c), (d) and (e) As reported by Small Industries Development Bank of India (SIDBI),

the bank is extending financial assistance to small-scale sector (SSI) in Bihar through direct and indirect financing schemes. The initiatives taken by SIDBI to promote SSI sector in Bihar, inter-alia, includes grant of financial assistance:

for setting up new projects through project finance scheme and venture capital scheme.

for modernisation and diversification of existing units through technology development modernisation fund scheme.

for rehabilitation of potentially viable sick SSI units.

for marketing of SSI products and export promotion.

through micro-credit Scheme, foreign currency term loan scheme, scheme for export bill financing and opening of foreign letters of credit and working capital term loan scheme. SIDBI is also involved in promoting tiny and small scale industries by means of promotional and developmental activities, organizing entrepreneurship development programmes, small industries management programmes, assistance under Mahila Vikas Nidhi to bring about economic empowerment of women especially the rural poor. The Bank is identifying new areas of credit deployment with a view to enhance flow of credit to SSI.

(b) The number of SSI units assisted and assistance provided by SIDBI in Bihar during the last three years is given below. The information regarding; rest of the States is being collected and will be laid on the Table of the House to the extent available.

(Rs.Crore)

Year	No.of Units assisted	Amount sanctioned	Amount sanctioned	
1997-98	4639	105.89	97.69	
1998-99	5658	95.86	78.72	
1999-2000		7624	102.96	96.72