

**GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES
LOK SABHA**

UNSTARRED QUESTION NO:4041
ANSWERED ON:23.08.2005
SMI STUDY FOR SSI
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Will the Minister of SMALL SCALE INDUSTRIES be pleased to state:

- (a): whether the Government has conducted Third Indian SMI study concerning small scale industries;
- (b): if so, the details thereof;
- (c): whether disproportion between industrial sickness and investment has been noticed in States; and
- (d): if so, the details thereof alongwith the steps being taken by the Government to eradicate this disproportionate investment?

Answer

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

(a) & (b): The Central Government conducted the Third All India Census of the small scale industries (SSI) registered upto 31.03.2001 with reference year as 2001-02. Along with the Census, a sample survey of the unregistered SSI units for, the same reference year was also conducted. The main findings of the Third All India Census are given in the enclosed Annexure.

(c) & (d) : There is no necessary co-relation between industrial sickness and investment. The Reserve Bank of India (RBI) compiles data on sick SSI units financed by the scheduled, commercial banks. According to the All India statistics furnished by the RBI, there were 1,38,811 sick SSI units as at the end of March, 2004. Based on the recommendations of a Working Group, the RBI has drawn up revised guidelines for rehabilitation of sick SSI units, which include, inter alia, change in the definition of sick SSI units, norms for deciding their viability, concessional finance, etc. The RBI has circulated the revised guidelines on 16th January, 2002 to all scheduled commercial banks for implementation.

ANNEXURE

ANNEXURE REFERRED TO IN PART (a) & (b) LOK SABHA UNSTARRED QUESTION NO. 4041 FOR ANSWER ON 23.08.2005

MAIN FINDINGS OF THIRD CENSUS

Reference Period: 2001-02

Characteristics	Registered SSI sector	Unregistered SSI sector	Total
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1. Size of the sector	1374974	5198822	10521190
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2. No. of rural units	609537	5198822	5808359
(44.33 %)	(56.8 %)	(55 %)	

3. No. of urban units	765437	3947394	4712831
(55.67 %)	(43.16 %)	(44.79 %)	

4. No. of SSIs	901291	3544577	4445868
(65.55 %)	(38.75 %)	(42.26 %)	

5. No. of Small Scale Service and Business (industry related) Enterprises (SSSBs)	473683	5601639	6075322
(34.45 %)	(61.25 %)	(57.74 %)	

6. No. of ancillary units (% age of No. of SSIs)	45797	86516	132313
(5.08 %)	(2.44 %)	(2.98 %)	

7 No. of tiny units among SSIs 882496 3543091 4425587
(97.99 %) (99.9 %) (99.5 %)

8. No. of women enterprises 137534 926187 1063721
(10 %) (10.13 %) (10.11 %)

9. Nature of activity:

Manufacturing/Assembling/Processing 872449 3303366 4175815
(63.45 %) (36.12 %) (39.69 %)
Repairing & Maintenance 28843 1692663 1721506
(2.10 %) (18.50 %) (16.36 %)
Services 473682 4150187 4623869
(34.45 %) (45.38 %) (43.95 %)

10. Type of organisation:

Proprietary 12,21,702 88,62,548 1,00,84,250
(88.85 %) (96.9 %) (95.8 %)
Partnership 99,190 1,0,662 2,02,852
(7.21 %) (1.13 %) (1.9 %)
Private Company 33,284 38,153 71,437
(2.42 %) (0.42 %) (0.68 %)
Cooperatives 4,715 9,854 14,569
(0.34 %) (0.11 %) (0.14 %)
Others 16,083 1,31,999 1,48,082
(1.17 %) 1.4.4 %) (1.41 %)

11. No. of units having outstanding 2,76,333 5,01,306 7,77,639
loan as on 31-3-2002 (20.1 %) (5.48 %) (7.39 %)

12. Total employment 61,63,479 1,87,69 284 2,49,32,763

13. Per unit employment 4.48 2.05 2.37

14. Total original value of Plant & 30,32,868 24,56,492 54,89,360
Machinery (in Rs.lakhs)

15. Per unit original value of Plant & 2.21 0.27 0.52
Machinery (in Rs.lakhs)

16. Total fixed investment (in Rs. Lakhs) 91,79,207 62,55,660 1,54,34,867

17. Per unit fixed investment (in Rs. Lakhs) 6.68 0.68 1.47

18. Total Gross Output (in Rs. Lakhs) 2,03,25,462 79,01,536 2,82,26,998

19. Per unit Gross Output (in Rs.lakhs) 14.78 0.86 2.68

20. No. of exporting units 7,344 43,262 50,606

21. Value of exports (in Rs.lakhs) 12,30,826 1,89,130 14,19,956

22. Employment per Rs. one lakh investment 0.67 3.00 1.62

23. No. of products/services as per ASICC 5,983 2,680 6,003
produced/rendered in SSI sector.

24. No. of reserved products (as per the reserve 877 382 878
list effective on 31-3-2001) produced
in SSI sector