

MINISTRY OF TEXTILES**DEMAND NO.91****Ministry of Textiles**

A. The Budget allocations, net of receipts and recoveries, are given below:

		<i>(In crores of Rupees)</i>								
Major Head	Budget 2006-2007			Revised 2006-2007			Budget 2007-2008			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	1338.00	695.58	2033.58	1606.00	520.44	2126.44	2221.00	590.20	2811.20	
Capital	11.50	1000.67	1012.17	23.50	843.67	867.17	22.00	303.48	325.48	
Total	1349.50	1696.25	3045.75	1629.50	1364.11	2993.61	2243.00	893.68	3136.68	
1. Secretariat-Economic services	3451	1.00	9.32	10.32	0.80	8.00	8.80	...	9.50	9.50
Village and Small Industries										
Handloom Industries										
2. Handloom Subsidy :										
2.01 Subsidy on Janata Cloth	3601	...	0.01	0.01	...	...	...	...	...	...
3. Centrally Sponsored Schemes in Handlooms										
3.01 Grants to Workshed cum Housing Scheme for Handloom Weavers	3601	7.00	...	7.00	12.45	...	12.45	...	...	...
3.02 Assistance for Handloom Weavers Welfare Scheme	3601	5.00	...	5.00	5.00	...	5.00	...	...	...
3.03 Deen Dyal Hathkargha Protshahan Yojna	3601	67.48	...	67.48	67.48	...	67.48	...	...	...
	2851	2.40	...	2.40	2.40	...	2.40	...	...	...
	3602	2.50	...	2.50	...	...	...	...	...	...
<i>Total</i>		72.38	...	72.38	69.88	...	69.88	...	...	...
Total		84.38	...	84.38	87.33	...	87.33	...	...	...
4. Other Handloom Schemes										
4.01 Integrated Handloom Development Scheme	2851	...	...	...	...	...	...	100.00	...	100.00
4.02 Handloom Weavers Comprehensive Welfare Scheme	2851	...	...	...	...	...	...	90.00	...	90.00
4.03 Diversified Handloom Development Scheme	2851	...	...	...	...	...	...	11.95	...	11.95
	3601	...	...	...	...	...	...	1.05	...	1.05
<i>Total</i>		...	...	...	...	...	...	13.00	...	13.00
4.04 Weaver Service Centre	2851	0.50	16.65	17.15	0.50	15.33	15.83	...	17.00	17.00
4.05 Scheme for Handloom Export Upgradation	2851	4.50	...	4.50	4.50	...	4.50	...	...	...
4.06 Mill Gate Price Scheme	2851	7.00	...	7.00	12.00	...	12.00	15.00	...	15.00
4.07 Marketing Promotion Programme	2851	10.50	...	10.50	14.00	...	14.00	22.00	...	22.00
	4851	...	...	...	...	...	...	10.00	...	10.00
<i>Total</i>		10.50	...	10.50	14.00	...	14.00	32.00	...	32.00
4.08 Design Development & Training Programme	2851	3.52	...	3.52	3.52	...	3.52	...	...	...
	3601	0.10	...	0.10	0.10	...	0.10	...	...	...
	4851	1.50	...	1.50	1.50	...	1.50	2.00	...	2.00
<i>Total</i>		5.12	...	5.12	5.12	...	5.12	2.00	...	2.00
4.09 Reimbursement of CENVAT on account of imposition of excise duty on textiles and textile articles	2851	...	0.01	0.01	...	...	...	...	...	...
	3601	...	0.01	0.01	...	...	...	...	...	...
	3602	...	0.01	0.01	...	...	...	...	...	...
<i>Total</i>		...	0.03	0.03	...	...	...	...	...	...
4.10 Scheme for grant of special rebate @10% on sale of accumulated Handloom stock	2851	...	1.00	1.00	...	0.60	0.60	...	1.00	1.00
	3601	...	60.50	60.50	...	19.05	19.05	...	38.00	38.00
	3602	...	1.50	1.50	...	...	...	...	1.00	1.00
<i>Total</i>		...	63.00	63.00	...	19.65	19.65	...	40.00	40.00

No.91/ Ministry of Textiles

		(In crores of Rupees)									
Major Head	Budget 2006-2007			Revised 2006-2007			Budget 2007-2008				
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total		
4.11	Integrated Handloom Training Programme	2851	13.00	...	13.00	13.00	...	13.00	...	...	...
4.12	Integrated Handloom Cluster Development Scheme	2851	5.00	...	5.00	10.00	...	10.00	...	...	...
4.13	Health Insurance Scheme for Handloom Weavers	2851	17.00	...	17.00	37.00	...	37.00	...	...	...
4.14	Mahatma Gandhi Bunkar Bima Yojana	2851	3.00	...	3.00	3.00	...	3.00	...	...	...
4.15	Others	2851	...	10.10	10.10	...	9.09	9.09	...	10.25	10.25
		3601	...	1.50	1.50	...	0.90	0.90	...	1.50	1.50
	<i>Total</i>		...	11.60	11.60	...	9.99	9.99	...	11.75	11.75
Total - Handloom Industries			150.00	91.29	241.29	186.45	44.97	231.42	252.00	68.75	320.75
Handicraft Industries											
5.	<i>Other Handicrafts Schemes</i>										
5.01	Training and Extension	2851	1.00	26.12	27.12	0.70	19.29	19.99	...	23.00	23.00
5.02	Design and Technical Upgradation	2851	11.50	26.83	38.33	7.50	29.43	36.93	8.00	25.00	33.00
5.03	Baba Saheb Ambedkar Hastshilp Yojana	2851	27.00	...	27.00	22.29	...	22.29	36.00	...	36.00
5.04	Export Promotion	2851	14.00	...	14.00	11.75	...	11.75	...	...	...
5.05	Marketing Support & Services	2851	13.20	...	13.20	14.20	...	14.20	34.00	...	34.00
5.06	Integrated Development Package for J & K	2851	5.00	...	5.00	2.50	...	2.50	5.00	...	5.00
5.07	Bima Yojana Scheme for Artisans	2851	1.00	...	1.00	1.00	...	1.00	...	...	...
5.08	Special Handicrafts Training Project	2851	3.35	...	3.35	2.56	...	2.56	...	...	...
5.09	Handicraft Artisans Comprehensive Welfare Scheme	2851	...	...	...	...	...	...	77.00	...	77.00
5.10	Research & Development	2851	...	...	...	...	...	...	5.00	...	5.00
5.11	Human Resource Development	2851	...	...	...	...	...	...	3.00	...	3.00
5.12	Others	2851	5.95	17.73	23.68	2.15	14.94	17.09	...	16.00	16.00
		4851	3.00	...	3.00	15.00	...	15.00	8.00	...	8.00
Total-Handicraft Industries			85.00	70.68	155.68	79.65	63.66	143.31	176.00	64.00	240.00
Wool Industries											
6.	Wool Development Board	2851	5.00	1.00	6.00	10.25	0.95	11.20	15.00	1.00	16.00
Sericulture											
7.	Central Silk Board	2851	107.05	69.36	176.41	97.42	65.89	163.31	70.00	108.00	178.00
8.	Other Sericulture Schemes	2851	...	1.30	1.30	...	1.23	1.23	...	1.30	1.30
Total - Sericulture			107.05	70.66	177.71	97.42	67.12	164.54	70.00	109.30	179.30
Powerloom Industries											
9.	Other Powerloom Schemes	2851	8.00	1.72	9.72	6.00	1.30	7.30	10.00	1.40	11.40
Total-Village and Small Industries			355.05	235.35	590.40	379.77	178.00	557.77	523.00	244.45	767.45
Consumer Industries											
10.	<i>Payment against Cess Collections:</i>										
10.01	Textiles	2852	...	21.00	21.00	...	20.00	20.00	...	21.00	21.00
10.02	Jute	2852	...	38.00	38.00	...	36.00	36.00	...	38.00	38.00
	<i>Total</i>		...	59.00	59.00	...	56.00	56.00	...	59.00	59.00
11.	Textile Commissioner	2852	...	13.50	13.50	...	12.19	12.19	...	13.00	13.00
12.	<i>Other programmes for development of Textiles</i>										
12.01	Grants to National Institute of Fashion Technology	2852	11.00	10.00	21.00	16.00	9.57	25.57	20.00	10.00	30.00
12.02	Research and Development	2852	1.00	...	1.00	1.00	...	1.00	2.00	...	2.00
12.03	Textile Labour Rehabilitation Scheme	2852	...	15.00	15.00	...	14.25	14.25	...	15.00	15.00
12.04	Grants for Studies	3453	1.00	...	1.00	1.00	...	1.00	1.00	...	1.00
12.05	Technology Upgradation Fund Scheme (TUFS)	2852	535.00	...	535.00	848.98	...	848.98	911.00	...	911.00

		(In crores of Rupees)									
Major Head	Budget 2006-2007			Revised 2006-2007			Budget 2007-2008				
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total		
12.06 Cotton Technology Mission	2852	100.00	...	100.00	25.00	...	25.00	50.00	...	50.00	
12.07 Price Support for Cotton by Cotton Corporation of India	2852	...	280.00	280.00	...	173.00	173.00	...	170.00	170.00	
12.08 Grants to AEPC against forfeited amount of EMD/BG	2852	...	8.00	8.00	...	7.50	7.50	...	5.00	5.00	
12.09 Grants to British India Corporation Ltd. for rehabilitation scheme	2852	...	18.00	18.00	...	18.00	18.00	...	18.00	18.00	
12.10 Scheme for Integrated Textile Parks	2852	189.00	...	189.00	170.00	...	170.00	425.00	...	425.00	
12.11 Others	2852	5.00	11.43	16.43	5.00	10.72	15.72	15.00	10.29	25.29	
<i>Total</i>		<i>842.00</i>	<i>342.43</i>	<i>1184.43</i>	<i>1066.98</i>	<i>233.04</i>	<i>1300.02</i>	<i>1424.00</i>	<i>228.29</i>	<i>1652.29</i>	
13. Jute Commissioner	2852	...	2.46	2.46	...	2.26	2.26	...	2.60	2.60	
14. <i>Other programmes for development of jute, etc.</i>											
14.01 Jute Special Development Fund	2852	2.50	...	2.50	2.50	...	2.50	...	...	...
14.02 Jute Technology Mission	2852	...	...	...	...	...	...	72.00	...	72.00
14.03 Subsidy to Jute Corporation of India towards Market Operation	2852	...	30.00	30.00	...	28.00	28.00	...	30.00	30.00	
14.04 Others	2852	14.00	3.52	17.52	14.00	2.95	16.95	...	3.36	3.36	
<i>Total</i>		<i>16.50</i>	<i>33.52</i>	<i>50.02</i>	<i>16.50</i>	<i>30.95</i>	<i>47.45</i>	<i>72.00</i>	<i>33.36</i>	<i>105.36</i>	
15. <i>Write off of Loan</i>											
15.01 Jute Corporation of India	2852	...	...	...	...	196.58	196.58	...	...	...
15.02 Less - Receipts Netted	0852	...	...	...	...	-196.58	-196.58	...	...	...
<i>Net</i>		...	...	...	...	...	...	...	...	...
16. <i>Waiver of Interest</i>											
16.01 Jute Corporation of India	2852	...	...	...	...	313.07	313.07	...	...	...
16.02 Less - Receipts Netted	0049	...	...	...	...	-313.07	-313.07	...	...	...
<i>Net</i>		...	...	...	...	...	...	...	...	...
17. Jute Development Fund - Transfer											
To	2852	1.00	...	1.00	...	...	...	...	...	...
From	2852	-1.00	...	-1.00	...	...	...	...	...	...
<i>Net</i>		...	...	...	...	...	...	...	...	...
Total-Consumer Industries		858.50	450.91	1309.41	1083.48	334.44	1417.92	1496.00	336.25	1832.25	
Civil Supplies											
18. <i>Non-Plan loans to Public Enterprises</i>											
18.01 National Textile Corporation	6860	...	250.00	250.00	...	62.50	62.50	...	60.00	60.00	
18.02 National Jute Manufactures Corporation	6860	...	718.00	718.00	...	778.00	778.00	...	240.62	240.62	
18.03 Elgin Mills	6860	...	5.00	5.00	...	2.50	2.50	...	2.50	2.50	
18.04 Bird Jute and Export Limited	6860	...	0.35	0.35	...	0.35	0.35	...	0.35	0.35	
<i>Total</i>		...	<i>973.35</i>	<i>973.35</i>	...	<i>843.35</i>	<i>843.35</i>	...	<i>303.47</i>	<i>303.47</i>	
19. Investments in Public Enterprises	4860	...	27.32	27.32	...	0.32	0.32	...	0.01	0.01	
20. Lumpsum provision for the benefit of North Eastern Region & Sikkim											
Handloom	2552	35.00	...	35.00	35.00	...	35.00	63.00	...	63.00	
Handicraft	2552	18.00	...	18.00	18.00	...	18.00	42.00	...	42.00	
	4552	7.00	...	7.00	7.00	...	7.00	2.00	...	2.00	
<i>Total</i>		<i>25.00</i>	...	<i>25.00</i>	<i>25.00</i>	...	<i>25.00</i>	<i>44.00</i>	...	<i>44.00</i>	
Sericulture	2552	34.95	...	34.95	34.95	...	34.95	40.00	...	40.00	
Jute	2552	5.00	...	5.00	5.00	...	5.00	8.00	...	8.00	
Textiles	2552	35.00	...	35.00	65.50	...	65.50	69.00	...	69.00	
<i>Total</i>		<i>134.95</i>	...	<i>134.95</i>	<i>165.45</i>	...	<i>165.45</i>	<i>224.00</i>	...	<i>224.00</i>	
Grand Total		1349.50	1696.25	3045.75	1629.50	1364.11	2993.61	2243.00	893.68	3136.68	

(In crores of Rupees)

C. Plan Outlay	Head of Dev	Budget 2006-2007			Revised 2006-2007			Budget 2007-2008		
		Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
1. Village and Small Industries	12851	355.05	...	355.05	379.77	...	379.77	523.00	...	523.00
2. Consumer Industries	12860	858.50	...	858.50	1083.48	...	1083.48	1496.00	...	1496.00
3. Secretariate-Economic Services	13451	1.00	...	1.00	0.80	...	0.80	...	...	...
4. North Eastern Areas	22552	134.95	...	134.95	165.45	...	165.45	224.00	...	224.00
Total		1349.50	...	1349.50	1629.50	...	1629.50	2243.00	...	2243.00

1. **Secretariat:** Provides for the secretariat expenditure of the Ministry.

VILLAGE AND SMALL INDUSTRIES

Handloom Industries:

4. **Other Handloom Schemes:** This includes provision for establishment related expenditure of Weavers Service Centres, Integrated Handloom Development Scheme; Handloom Weavers Comprehensive Welfare Scheme; Diversified Handloom Development Scheme; Mill Gate Price Scheme for providing all types of yarns to the handloom weavers organizations at the price at which it is available at mill gate; Marketing Promotion Programme which provides for marketing support to handloom agencies and the individual weavers within and outside the country; Scheme for reimbursement of Rebate @ 10% given by the handloom agencies on sale of handloom stock.

Handicrafts Industries:

5. **Other Handicrafts Schemes:** It includes provision for Design and Technology Upgradation, Baba Saheb Ambedkar Hastshilp Vikas Yojana, Marketing and Support Service, Integrated Development Package for J&K, Welfare of Artisans, Research & Development and Infrastructure projects. Marketing Support and Services Scheme will also include interventions relating to marketing support for export promotion. Welfare scheme includes Bima Yojana Scheme for artisans and also funds for Health Insurance of artisans and for Credit Guarantee Scheme. Training & Extension Scheme has been broad based and reformulated to Human Resource Development Scheme by incorporating components of similar schemes such as Special Handicrafts Training Project, Guru Shishya Parampara, etc. Integrated Development Package for J&K provides funds to facilitate discharge of committed liabilities. Research and Development Scheme shall also include census of artisans. The allocations also include provisions on Plan side for implementation of developmental schemes at the central level for the Handicrafts Sector by the Office of the Development Commissioner (Handicrafts) and for administrative expenditure under Non-Plan.

6. Wool Development Board

The provision under this scheme is for administering various programmes and projects of the Wool Development Board for the overall development of the wool and woollen products in the country. Apart from continuing with the Scheme of Integrated Wool Improvement Programme (IWIP) which was started in the 10th Five Year Plan with two main components i.e. Improvement of Wool Fiber and Quality processing of Wool, it is proposed to start two new projects of (i) Sheep Insurance and (ii) Shepherd Insurance during the 11th Five Year Plan. In addition to this,

budget provision for implementation of a special package for the State of Jammu and Kashmir has been made for the development of sheep, wool pashmina. Administrative expenditure of the Board has been included in the non plan allocation.

7. **Central Silk Board:** The provision includes administration of Central Silk Board. The functions assigned to the Board are comprehensive and cover all aspects of the industry for ensuring coordinated development of sericulture and silk industry and include responsibility for undertaking/assisting and encouraging scientific, technical and economic research and encouraging scientific, technical and economic research, providing training to departmental personnel at higher levels and undertaking testing, grading, marketing of sericulture products, collection of statistical data, advising Central Government on all matters of policies concerning development of Silk Industry including import and export of raw silk goods, etc. The budgetary provision also includes support for development of an agro-based Sericulture Industry through centrally sponsored and central sector schemes which aim at expansion of Bivoltine sericulture and non-mulberry silks and the augmentation of employment avenues and export earnings by introduction of technologies for improvements in production, quality, productivity and ergonomics.

8. **Other Sericulture Schemes:** The provision includes grants to Silk and Art Silk Mills Research Association.

9. **Other Powerloom Schemes:** The provision is for grants to Textiles Research Associations for Computer Aided Design Centres to help the decentralised and small power loom units to access new design for welfare of power loom workers through Group Insurance Scheme; for construction of work sheds to provide good working environment to power loom weavers under Group Workshed Scheme and also for administrative expenditure for power loom service centres.

Consumer Industries

10. **Payments against Cess Collections on Textiles/Jute:** Provides for payment to Textiles Committee from out of the cess collected for enabling it to undertake pre-shipment inspection of textiles and textile machinery meant for export and payment to Jute Manufacturers Development Council against collection of cess on jute for various prescribed functions.

11. **Textile Commissioner:** Textile Commissioner implements the regulatory orders, administers Power loom Service Centres, monitors the implementation of important schemes like Technology Upgradation Funds Scheme (TUFS) and Technology Mission on Cotton (TMC), maintains database for textiles, etc.

12. Other programme for development of textiles:-

12.01 *National Institute of Fashion Technology (NIFT)*:

The Scheme includes the provision for infrastructure development in National Institution of Fashion Technology Centres for the enhanced intake of the students in line with the provisions for reservations to OBCs in Central Education Institutions and to maintain the number of general category students. The expenditure on this account would be mainly, in addition to others, towards construction and provision of training aids.

12.02 *Research and Development* : Includes provision for undertaking Research and Development activities/projects in Ministry of Textiles.

12.03 *Textile Labour Rehabilitation Scheme* : The scheme provides for interim relief for transitional adjustments to the workers who have lost their jobs as a result of closure of mills to enable them to settle in another employment.

12.05 *Technology Upgradation Fund Scheme(TUFS)* The Scheme provides for reimbursement of 5% out of interest charged by the lending agencies for facilitating investment in modernization of textiles and jute Industries. The scheme is being operated through nodal agencies (IDBI, SIDBI, IFCI and major nationalized banks).

12.06 *Cotton Technology Mission*: This is a mission to improve the productivity and quality of cotton through research, dissemination of technology to farmers, improvement in marketing infrastructure, modernization of ginning and pressing factories. The Mission comprises four Mini-missions. Mini-missions I & II are being implemented by Ministry of Agriculture and Mini-mission III & IV by Ministry of Textiles.

12.07 *Price Support Scheme for cotton by Cotton Corporation of India*: The Cotton Corporation of India (CCI) is mandated to undertake Price Support Operation whenever the market price of Kapas falls below/touches the minimum support price (MSP). The loss, if any, incurred on account of Price Support Operation is reimbursed to CCI by the Government.

12.08 *Grants to AEPC* : Provision is for payment to Apparel Export Promotion Council (AEPC) for projects.

12.09 *Grants to British India Corporation Ltd. For Rehabilitation Scheme* : The provision is for implementation of BIFR approved Revival Scheme for British India Corporation Ltd.(BIC).

12.10 *Scheme for Integrated Textile Parks*: The Scheme for Integrated Textile Parks (SITP) has been launched by merging the Apparel Textile Parks and Textile Centres Infrastructure Development Scheme. One of the main purposes of introducing the SITP is to provide the Industry with world class infrastructure facilities for setting up their Textile Units. The scheme would facilitate Textile units to meet international environmental and social standards.

12.11 *Others*: The budget provision is mainly for various Textile Research Associations, Foreign Direct Investment (FDI), Brand Promotion Scheme, Textilpolis Technical Textiles, Fashion Hub, Common Compliance Code (CCC), Human Resource Development, Textile Engineering Industry, etc.

- i) *Foreign Direct Investment (FDI)*: In the background of high potential of the textile sector, the Scheme aims at

attracting investments through market studies of source countries and potential investors: restructuring institutional arrangement for smooth FDI flow and developing targeted communications strategy.

- ii) *Brand Promotion Scheme*: The provision is meant for meeting expenditure for the promotional programmes in the selected targeted markets of the world along with the expenditure on publicity material through electronic and print media campaigns; arranging India focus shows and exhibitions; capacity building through training of entrepreneurs in export measures. Activities for which provisions have been made also include participation in fairs and festivals, seminars, workshops, special interest tours for production of brochures, films and other printed and electronic materials and development of brands for Indian products.
- iii) *Textilpolis*: The Scheme envisages setting up of a trade facilitation center, Indian textile image branding along with data resource and R&D center. The provision is meant for meeting the initial expenditure for setting up exhibition and seller interaction centre and common data resource centre which inter-alia includes export infrastructure and marketing infrastructure like global procurement centre, international merchandise centre, single window centre for regulatory services, centre for brand administration, centre for fashion development in addition to others.
- iv) *Technical Textiles*: In the background of high potential for the growth of technical textiles the Scheme has a provision for base line survey of technical textile units, setting up centres of excellence, creation of awareness for the use of technical textiles, for benchmarking the standards and the quality.
- v) *Fashion Hub* : The Scheme has the provision to set up Fashion Hub in the country to serve as single stop fashion business point. The expenditure is meant for setting up the centre, developing production and design studios for commercial purposes including that of accessories.
- vi) *Common Compliance Code (CCC)*: In the present international trade regime with a multilateral restraint free and highly competitive milieu, non-tariff barriers like environmental and social standards have assumed commercial significance towards base minimal as well as high end products in the markets of EU, USA etc. The Scheme has provisions towards development, codification and awareness of such social and environmental compliance code by the manufacturing units in the country to widen and deepen the international market share. The provision is for meeting expenditure of development of codes as well as assistance to the units for adopting the same.
- vii) *Research & Development (R&D) and Textile Research Association (TRAs)* : TRAs are industry promoted bodies engaging themselves in a wide range of fibre and technology areas for product development, process improvement, testing, consultancy and training needs

of the industry. The Scheme has provisions for meeting expenditure on strengthening of R&D capabilities and laboratories of TRAs, multifarious project related R&D activities, development of resource bank for technical data base and support for development of design quality and compliance through test and design support and accreditation and certificate support.

viii) *Human Resource Development (HRD)*: The Scheme is aimed at bridging the gap between training needs of textile industry with that of existing infrastructure of training institutes. The provision is meant for setting up new centres, upgrading the existing centres, development of course design & materials, standardization of curriculum, development of trainers' pool and training aids, stipend for training and infrastructure from basic level to the high end processing.

ix) *Textile Engineering Industry (TEI)*: The growth of Textile Engineering Industry is integral for the potential realization of the textile sector. The present level of capacity of TEI in the country is not commensurate to the level of demand for accretional textile machinery in the XI Plan to the tune of investment of Rs. 1,50,000 crores. The Scheme provides for expenditure to develop R&D Centre for TEI and capital assistance for development for modernization of weaving, processing, garmenting machineries etc.

13. **Jute Commissioner**: Jute Commissioner looks after the development of Jute Industry in India and also administers the Jute and Jute Textile (Control) Order, 2000.

14. **Other programmes for development of jute, etc.**(i) Jute Manufacturing and Development Council operates scheme for Jute service centre, Jute raw material bank, Design development, Market support, Jute entrepreneur assistance, assistance to NGOs for development of diversified Jute sector and Jute diversification activities in NER & Sikkim; (ii) Jute Technology Mission launched in 2006-07 for a period of five years is aimed at modernisation and diversification of the sector, value addition and accretional market share through market development, modernization of plant and machinery and benchmarking of international standard through research and skill upgradation grants to Jute Manufacturing Development Council; (iii) Subsidy to Jute Corporation of India towards market operation. The provision also includes grants to Indian Jute Industry Research Association and contribution to International Jute Study Group.

Civil Supplies

18. **Non-Plan loans to Public Enterprises** : The provision is for support to sick public sector enterprises like National Textile Corporation, National Jute Manufactures Corporation, Elgin Mills and Bird Jute and Export Limited under the Ministry to meet shortfall in their resources for payment of salaries and wages to their employees and also provision for VRS and Statutory dues for the employees of the National Jute Manufactures Corporation.

20. **Lumpsum provision for the benefit of North Eastern Region and Sikkim** : Lump sum provision has been kept for the project/schemes for the benefit of North Eastern Region including Sikkim.