

Action taken report of key points for Rajasthan as per 2nd National Conference of Chief Secretaries held on 5th-7th January 2023 related to Ministry of MSME:

1. Strengthen Annual Credit Plan and State Level Bankers Committee targets (SLBC)

Under Annual Credit Plan, a total target of Rs. 72,305 Crore was assigned to SLBC for MSME sector. Against the target, financing worth Rs. 86,328 Crore has been released to the MSME sector in the state in FY 22-23, with an achievement of **117.56%**.

In addition to the various Central Government programs, State Government has also launched schemes like Mukhyamantri Laghu Udyog Protsahan Yojana, Dr. Bhimrao Ambedkar Dalit Adivasi Udyami Protsahan Yojana, Indira Mahila Shakti Udyam Protsahan Yojana etc. to strengthen financial linkages for MSMEs in the state. The State Government coordinated with the State Level Bankers Committee (SLBC) on allotted targets under State Government schemes and by way of monitoring of targets of Lead District Managers under annual credit plan as well as district level credit plan for the financial year 2022-23.

2. Reduce compliance burden in the States and Municipal Bodies and design separate policy for the MSME sector

I. Reduce compliance burden in the State and Municipal Bodies:

- Department of Industries & Commerce conducted multiple meetings with more than 25 Departments for identification of compliances across different department those can be reduced or simplified.

Post the discussions, comprehensive ground level exercise was conducted by each department wherein each Acts/ Rules/ Notifications were analyzed for possible reduction or simplification in regulatory compliances. As a result of the exercise, a total of 2803 compliances were identified for compliance reduction of which 1997 compliances have been reduced and 667 compliances have been decriminalized by Factories & Boilers Department and Transport Department.

Minimizing Regulatory Burden is an ongoing process, all the concerned departments have been asked to continuously identify any more compliance requirements where further simplification or reduction of compliances can be undertaken.

- After a long deliberation, several issues related to Fire NOC, Land Allotment and Land Conversion, Pollution, Industrial Infrastructure and Skill Development were discussed. The issues and the recommendations were taken into notice. Department of Industries & Commerce is in process of rationalizing the recommendation that will simplify the current process and will improve Ease of Doing Business in the State.

II. Rajasthan Micro, Small and Medium Enterprise Policy 2022

With a vision to enhance the contribution of MSMEs in the State's GDP as well as export, the Government of Rajasthan has launched Rajasthan MSME Policy on 17th September 2022.

The Policy is intended to establish 20,000 new MSME units with a cumulative investment of INR 10,000 Crores and generating employment for 1 lakh persons over a period of 5 years. The Policy further envisages to facilitate 9,000 MSME units for obtaining Zero Defect Zero Effect (ZED) certification.

6 Strategic Initiatives viz. Regulatory Ease, Financial Assistance, Technological Upgradation, Entrepreneurship, Export Linkage and Social Cohesion have been identified in the Policy which would help in realizing its vision.

3. Encourage cluster based, ODOP, packing and marketing policy

I. Encourage Cluster Development Projects:

Cluster Development has been a key tool for development of MSMEs especially micro and small enterprises across the globe. There has been an increased focus of the Department of Industries & Commerce, Rajasthan to execute interventions under MSME Cluster Development Programmes in the state.

In this context, 4 such projects have already been initiated under the prestigious Micro and Small Enterprises-Cluster Development Programme (MSE-CDP) of Ministry of MSME, Government of India. Details of the above said 4 projects are as below:

S.N.	Project Name	Product and District	Project Cost	Approval Stage	Current Status
1	Stone Cutting and Polishing Cluster Shri Burhani Flooring Chambers	Kota Stone Jhalawar	Rs. 1675.00 Lakh	Technical Approved in TEAC dated 25-02-2021	Pending for NLSC/ Final Approval
2	Stone Cutting and Polishing Cluster Shri Chandrawati Flooring Chambers	Kota Stone Jhalawar	Rs. 912.57 Lakh	Approved in SLSC Dated 26-10-2020	Pending For TEAC Approval
3	Wooden Handicraft Cluster	Wooden Handicraft Jodhpur	Rs. 1828.62 Lakh	Final Approved in NLSC dated 16-09-2022	Issuance of Final Approval Letter is pending
4	Mustard Oil mill's Cluster	Mustard Oil CFC Sirohi	Rs. 1947.08 Lakh	Technical Approved in TEAC dated 07-09-2022	Pending for NLSC/ Final Approval

Further, Department of Industries & Commerce envisages to develop 12 such more Common Facility Centre projects under the MSE-CDP scheme in next 3 years. To provide the thrust, Department has engaged a Project Management Unit (PMU) for MSME Cluster Development in the State. These projects will focus on development of Common Facility Centres which will not only strengthen the upstream and downstream linkages for these MSMEs but will also encourage green and sustainable manufacturing methods.

II. State Integrated Cluster Development Scheme:

State is in process of notifying a state sponsored 'Integrated Cluster Development Scheme'. The scheme will focus on two-fold objective for effective Cluster Development in Rajasthan:

- Support micro and small enterprises to take advantage of the Central Government schemes like MSE – CDP of Ministry of MSME, GoI; and other Ministries of GoI.

- b) Support micro enterprises in the state which do not have the wherewithal to participate in Government of India Cluster Development schemes considering high investment requirements.

The scheme has also been announced as part of the State Budget 2023-24. The scheme is under notification process and will benefit the artisans as well as MSMEs of the state once notified.

III. Encourage ODOP Cluster Development in the State:

- Rajasthan Export Promotion Council has identified list of products under the 'One District One Product' initiative for the 33 districts in Rajasthan. ODOP Products were one of the main focus areas discussed during the Cluster Orientation Workshops held at divisional level.
- This Rajasthan MSME Policy 2022 aims at developing MSME sector in a cluster-based approach to bring together MSMEs engaged in similar nature of business to work at a common location. This approach will also facilitate MSMEs related to products selected under ODOP with common facility centers, robust infrastructure, improved availability of raw materials and skilled manpower.

4. **Curate training and apprenticeship in the 14 PLI sectors**

Rajasthan was the first state in India to establish a Mission for Livelihood. The skill Training mechanism was established in the state by involving training partners from across the country. More than 640 partner agencies are currently listed under Rajasthan Skill and Livelihoods Development Corporation (RSLDC). The Rajasthan Skill and Livelihoods Development Corporation (RSLDC), State Nodal Agency for imparting skill development training has been conducting trainings across the State for skill upgradation as per the requirements of the MSMEs. More than 4.92 lakh youth have been trained in various sectors through these trainings.

I. Highlights of Institutional network in state for manpower skilling in Rajasthan

- Premier Educations Institutes such as IIM Udaipur, IIT Jodhpur, BITS-Pilani and LNMIT and MNIT Jaipur
- 116 Engineering Colleges with an intake capacity of over 44,000 students
- 1600+ ITIs with an intake capacity of more than 3.2 lac students
- 226 Polytechnic with an intake capacity of more than 3.8 lac students
- 2 skill-based universities only in Rajasthan

II. Dedicated sector-based institutions for development of skilled manpower in different sectors

- National Institute of Fashion Technology Karwar, Jodhpur
- Indian Institute of Crafts and Design, Jaipur
- Footwear Design & Development Institute, Jodhpur
- Central Sheep and Wool Research Institute, Avikanagar, Tonk
- Indian Institute of Handloom Technology, Jodhpur
- Central Institute of Petrochemicals Engineering & Technology, Jaipur