

Advantages of small scale industries.

1. They do not require high investments.
2. They do not require high level of technology as they are labour intensive.
3. They can be set up in shorter time and start production activities quickly.
4. They can save foreign exchange to the country by producing imports substitution goods.
5. They can understand local customers needs well and meet these needs well.
6. They can make use of the local resources.

Steps to start a SSI

Various steps involved in starting a SSI are as follows.

1. Selection of industry.
2. Arrange for know-how and technology.
3. Study of resource requirement.
4. Selection of land and premises.
5. Study of investment requirement.
6. Study of requirement of plant and equipment.
7. Requirement of raw material and source of supply.