

MB 301
ENTREPRENEURSHIP &
PROJECT MANAGEMENT

LECTURE 18

SISI, KVIC, DGFT, SIDBI

SMALL INDUSTRIES SERVICES INSTITUTE. (SISI)

- ❖ The small industries service institutes (SISI's) are set-up one in each state to provide consultancy and training to small and prospective entrepreneurs.
- ❖ There are 28 SISI's and 30 Branch SISI's set up in state capitals and other places all over the country.
- ❖ SISI has wide spectrum of technological, management and administrative tasks to perform.

SMALL INDUSTRIES SERVICES INSTITUTE. (SISI)

Functions of SISI

- i. To assist existing and prospective entrepreneurs through technical and managerial counseling
- ii. To conduct EDPs all over the country
- iii. To advise the Central and State governments on policy matters relating to small industry development
- iv. To assist in testing of raw materials and products of SSIs, their inspection and quality control
- v. To provide market information
- vi. To recommend SSI's for financial assistance from financial institutions
- vii. To enlist entrepreneurs for partition in Government stores purchase programme
- viii. Conduct economic and technical surveys and prepare techno-economic feasible reports for selected areas and industries

KHADI AND VILLAGE INDUSTRIES COMMISSION (KVIC)

- ❖ Khadi and Village Industries Commission (KVIC) plans, promotes, organizes and implements programs for the development of Khadi and other village industries in rural areas nationwide.
- ❖ KVIC helps in building up reserve of raw materials for supply to producers.
- ❖ The commission focuses in creation of common service facilities for processing of raw materials, such as semi-finished goods.
- ❖ KVIC has also helped in creation of employment in Khadi industry.
- ❖ Objective of KVIC is to promote Khadi in rural areas, provide employment, produce saleable articles, create self-reliance amongst the poor and build up a strong rural community.

KHADI AND VILLAGE INDUSTRIES COMMISSION (KVIC)

Functions of KVIC:

- Building up of a reserve of raw materials and implementation for supply to producers
- Formation of common service facilities for processing of raw materials that include semi-finished goods
- Promoting the sale and marketing of Khadi and Village Industries products, as well as handicrafts
- Promoting research in the village industries sector related production techniques and equipment
- Providing financial assistance to individuals and institutions for the development and operation of Khadi and Village industries

THE DIRECTORATE GENERAL OF FOREIGN TRADE (DGFT)

- ❖ DGFT is the agency of the Ministry of Commerce and Industry of the Government of India, responsible for execution of the import and export Policies of India.
- ❖ DGFT plays a very important role in the development of trading relations with various other nations.
- ❖ For promoting exports and imports DGFT establishes its regional offices across the country.

THE DIRECTORATE GENERAL OF FOREIGN TRADE (DGFT)

Functions and responsibilities of DGFT:

- I. DGFT is entrusted with the responsibility of implementing various policies regarding trade for example, Foreign Trade Policy.
- II. DGFT is the licensing authority for exporters, importers, and export and import business.
- III. DGFT can prohibit, restrict and regulate exports and imports.
- IV. DGFT has important role to issue Notifications, Public notices, Circulars, etc.
- V. DGFT grants 10 digit IEC (Importer Exporter Code), which is a primary requirement to Import Export
- VI. DGFT introduces different schemes from time to time regarding trade benefits throughout the country.
- VII. DGFT has introduced ITC (HS CODE) schedule-1 for import items in India and Schedule-2 for Export items from India.

SIDBI (SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA)

- ❖ SIDBI is the Primary Financial Institution for promoting, developing and financing MSME (Micro, Small and Medium Enterprise) sector.
- ❖ SIDBI also promotes cleaner production and energy efficiency.
- ❖ SIDBI helps MSMEs in acquiring the funds they require to grow, market, develop and commercialize their technologies and innovative products.
- ❖ It offers financial services and products for meeting the individual's requirement of various businesses.
- ❖ It provides direct finance through Working Capital Assistance, Term Loan Assistance, Foreign Currency Loan against Receivables, equity support, Energy Saving scheme for the MSME sector, etc.
- ❖ It provides indirect finance by providing Refinance to PLIs (Primary Lending Institutions).
- ❖ Small Industries Development Bank of India offers microfinance to small businessmen and entrepreneurs for establishing their business.

SIDBI (SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA)

Functions of SIDBI (Small Industries Development Bank of India)

1. Small Industries Development Bank of India refinances loans that are extended by the PLIs to the small-scale industrial units and also offers resources assistance to them
2. It discounts and rediscounts bills
3. It also helps in expanding marketing channels for the products of SSI (Small Scale Industries) sector both in the domestic as well as international markets
4. It offers services like factoring, leasing etc. to the industrial concerns in the small-scale sector
5. It promotes employment oriented industries particularly in semi-urban areas for creating employment opportunities and thus checking relocation of people to the urban areas
6. It also initiates steps for modernisation and technological up-gradation of current units
7. It also enables the timely flow of credit for working capital as well as term loans to Small Scale Industries in cooperation with commercial banks
8. It also co-promotes state level venture funds

- TILL WE MEET AGAIN IN THE NEXT CLASS.....

