

# A Study on Industrial Park Policy & Food Processing Policy of Jharkhand State

## Abstract

The government of Jharkhand is too much committed for employment generation for local population which is possible only through rapid industrialisation of Jharkhand. It has been experienced that MSMEs industries are having very large potential for employment generation to local youths. Jharkhand has huge untapped potential in developing an ecosystem suitable for the progress of animal husbandry sector. Dairy, meat, pork, Goatery, poultry and fisheries development has a vast potential not only in terms of meeting the local requirements but also in terms of exploiting the opportunities for exports, both within and outside the country. Currently our milk production is very low; hence requirement is being fulfilled from the neighbouring state of Bihar and Odisha. The state also figures as 6<sup>th</sup> largest fresh water fish producer in the country with over 1.00 lakh MT production and is also the leading state in cage culture production.

**Keywords:** Employment Generation, Ecosystem, Msmes Industries.

## Introduction

The government of Jharkhand is too much committed for employment generation for local population which is possible only through rapid industrialisation of Jharkhand. It has been experienced that MSMEs industries are having very large potential for employment generation to local youths.

The state govt has sanctioned setting up of private, joint venture and PPP mode industrial park consisting of minimum 50 Acres with minimum of 15 industrial units, in case of sector specific industrial parks, the minimum area shall be 10 acres with minimum of 05 industrial units through special purpose vehicle (SPV.)

## Aim of the Study

This paper going to highlights the Industrial Park policy & food Processing Policy of Jharkhand state.

## Eligible Activities for Assistance in Industrial Parks

1. Upgradation of Existing roads as well as Widening of roads to the industrial park.
2. Approach road and bridge to the industrial estate.
3. Internal roads with industrial estate.
4. Drainage facilities.
5. Street lights in industrial park.
6. Water distribution network and related facilities.
7. Electricity /Gas as well as energy distribution network and related facilities.
8. Communication network and related facilities.
9. Effluent treatment plant and related infrastructure.
10. Warehousing and related facilities.
11. Facility centre, primary health centre, product development centre, training centre, testing centre, R&D centre and common facilities centre.

(Sources; Govt of Jharkhand, Department of industry, Ranchi)

## Sector Specific Industrial Park

1. IT park as well as software technology park
2. Gems and jewellery park
3. Biotech and Herbs park
4. Chemical and pharmaceutical park
5. Food park
6. Automobile vendor – Ancillary industries park
7. Any other specific sector such as ceramic park, Plastic Park, Knowledge Park, film city.



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**Pattern of Assistance****General Park**

50% of the project cost, up to maximum of Rs 10 crores, incurred on development of infrastructure in the general private industrial park will be borne by the state government.

**Sector Specific Park**

50% of cost, upto maximum of rs 7 crores, incurred on development of infrastructure in the sector specific private industrial park will be borne by the state government Industrial park could also be set up as joint venture or PPP mode industrial park.

(Sources; Govt of Jharkhand, Department of industry, Ranchi)

Jharkhand is endowed with favourable climatic conditions for cultivation of variety of seasonal as well as off seasonal horticultural Produce. Due to its strategic location, it is considered as gateway to Eastern India. Its agricultural production caters to maximum population of the country and has the potential to export to SAARC Nations. It has a progressive farming community which is involved in organic farming, horticulture and floriculture. With abundant labour and other inputs and its proximity to industrial and, Jharkhand is an ideal place for value addition in these activities

**Resources Available in Jharkhand**

1. Jharkhand cultivates wide variety of vegetables and fruits.
2. Jharkhand state is the largest producer of Green pea and 6<sup>th</sup> largest producer of tomato and cauliflower in country.
3. Primarily mango, Guava, jackfruit and Litchi in abundant quantity
4. The state has more than 20 lakhs tons of surplus high quality vegetables suitable for processing and export.
5. Dairy is being treated as potential area to spur primary sector growth.
6. High potential in fisheries export and processing
7. 631 rural markets in addition to 28 APMC markets and 192 secondary APMCs in the state.
8. There is no mandi tax in the state
9. Lowest tax rate in processed food items
10. There is no entry tax in the state
11. Extensive opportunities exist in -
  - a. Setting up Food Park
  - b. Rice and Wheat flour mill
  - c. Organic farming of oilseed and pulses
  - d. Vegetable preservation
  - e. Processing milk and milk products
  - f. Feed production units for cattle, piggery, fish and poultry.
1. Opportunities also in exploiting the commercialisation of agro forestry products, cashew processing, medicinal plants processing and honey production.
2. Minor forest produce and herbal based processing industries accorded highest priority by the government
3. State is organic by default as the lowest per capita use of pesticides.

(Sources; Govt of Jharkhand, Department of industry, Ranchi)

**Assistance from the Government**

1. One of the best food processing policy in the country
2. Single window system operational in the state
3. Special incentive for investment more than Rs 30 crore in food processing
4. Jharkhand Mega food park is operational with state of the art facility
5. Dedicated team of food processing expert to help investors
6. Hassel free release of Grant –in –aid and allocation of fund
7. One stop solution for entrepreneurs from conception to commissioning
8. Processing of minor forest produce and Herbal products are part of this policy
9. Assistance in export and public procurement through Jharkhand export policy and Jharkhand procurement policy .

**Salient Feature of Food Processing Policy**

1. For setting up of food processing /feed processing and minor forest produce based industries, Grant in Aid from 35-45% of the project cost maximum upto Rs 500.0 lakhs.
2. For setting up cold chain, Grant-in –aid from 35%-50% maximum of Rs 7.00 crore per project and interest subsidy to the maximum of Rs 3.00 crores.
3. For setting up of primary processing centre in rural areas Grant –in-aid FOR PPC /CC will be provided @50% of the bank appraised project cost for the general areas and 75% in integrated Tribal development Area respectively maximum upto Rs 250 lakhs
4. Setting up of mega projects in food processing ; investment more than Rs 30.00 crores in food processing is considered as mega unit Grant in aid from 35-50% subject to a maximum of Rs. 12.00 crores per project , and interest subsidy to the maximum of Rs 3.00 crore
5. Establishment and modernization of meat and fish shoaps Grant in aid from 35-50% subject to a maximum of Rs. 5.00 lakh per project, (Sources; Govt of Jharkhand, Department of industry, Ranchi)

Jharkhand has huge untapped potential in developing an ecosystem suitable for the progress of animal husbandry sector. Dairy, meat, pork, Goatery, poultry and fisheries development has a vast potential not only in terms of meeting the local requirements but also in terms of exploiting the opportunities for exports, both within and outside the country. Currently our milk production is very low; hence requirement is being fulfilled from the neighbouring state of biharand odisha. The state also figures as 6<sup>th</sup> largest fresh water fish producer in the country with over 1.00 lakh MT production and is also the leading state in cage culture production.

The state has a wide network of progressive farming community involved in animal husbandry. The govt. of Jharkhand strongly advocates focussed effort towards the development of animal feed processing enterprises will provide a big fillip in placing Jharkhand on the Animal feed map of India. With a large number of farmers untouched by

new and innovative means of marketing their produce, Jharkhand presents an untapped potential in the sector of fisheries, meat & meat products, dairy, and poultry products. In this very context, Jharkhand state feed processing industry policy is being enunciated in order to underline the specific importance of animal feed processing industries and provide due benefit to all its stakeholders

#### Assistance Provided by Govt

1. Only state in India with a separate feed processing policy
2. There is no any entry tax in the state
3. No mandi tax in the state
4. No tax on cattle feed in Jharkhand
5. Single window system operational in the state
6. Dedicated team of feed processing expert to help the investors
7. Hassel free release of Grant –in –aid and allocation of land
8. One stop solution to entrepreneurs from conception to commissioning
9. Assistance in export and public procurement through Jharkhand procurement policy

#### Recourses Available in Jharkhand State

1. Animal Husbandry offers great scope for changing the fortunes of Jharkhand
2. Raw Materials for development of feed processing industries is in abundant quantity
3. State has been included under national dairy plan (NDP) For Development of dairy industry
4. The state has huge potential for Dairy Development
5. Leading state in cage fish Farming
6. High potential in fisheries export and processing.

(Sources; Govt of Jharkhand, Department of industry, Ranchi)

#### Conclusion

Jharkhand, which came into existence on 15<sup>th</sup> November 2000, is widely acclaimed as the region of future. It has enormous potential for Industrialization. Its large deposits of minerals provide a solid launching pad for all kinds of Industries. The region with an area of 74,677 sq km, and a population of 26 million has unlimited scope for growth and development. Jharkhand is generously endowed with such mineral wealth which probably no other state in the country can boast of. 33% of the country's coal reserves is in Jharkhand. Other than coal Jharkhand inherits immense reserves of various other minerals like iron ore, bauxite, copper, chromite, china clay,

dolomite, granite, mica, magnetite, titanium, tungsten, uranium, kyanite, gold, feldspar, quartzite just to name a few. Besides minerals, Jharkhand is gifted with adequate water resources, relatively moderate climate and a very fertile land, providing tremendous scope for hydel power generation, horticulture and floriculture. The state offers a large pool of trained man power, good educational & technical institutions, and research laboratories, a favourable industrial climate, good rail, road & telecommunication network. Physio-graphically, Jharkhand is characterized by the Chotanagpur Plateau. The Chotanagpur Plateau consists of a series of plateaux of different elevations - the most important ones being the Ranchi plateau, the Ramgarh plateau and the Hazaribag plateau. Tectonically, these regions have witnessed three organic movements which are also responsible for the rich mineral deposits found in the state. Jharkhand has some of the richest deposits of iron and coal in the world apart from being a part of one of the most industrialized regions in the country. It is also endowed with a rich forest cover. Therefore, as researcher I came to conclusion part that there is enormous and huge untapped potential in developing an ecosystem suitable for the progress of industry in Jharkhand. Any investors want to invest, Jharkhand state is the right destination for them.

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