

SECRETARY REPORT FROM 25.06.16 TO 29.07.2016

Meeting with RBI:

27.06.16: In absence of Sri Sishir Poddar, Mr H.P.Biyani attended the meeting of MSME Empowered committee of RBI, chaired by GM, RBI, Ranchi at 11.30 A.M.

1. Present data says 48% NPA from SME sector. JSIA suggested, please recapture data ensuring correct quality of data and then ANALYSE key points for such high NPA, which may help arrest this situation and take some required steps in the interest of MSME borrowers and Banks both.

2. Regarding delayed payment to SME, RBI in a working group is trying to make a new policy on discounting of SME bills by Banks, it is yet to come.

3. All Banks have been requested by RBI vide a circular to form a committee in each bank at District levels before 30th June where any SME borrower can approach for any help for ongoing or new account. Such body shall have member from Government and also Industry sector, which means JSIA may have representative in all such committee. MAY WRITE TO RBI, OR ALL BANK controllers OR SLBC right now.

4. Regarding IFC, RBI wanted data on how many cases settled or accepted etc, which state government agreed to give but JSIA can also give as JSIA is very active on IFC.

We discussed how to recover awards of IFC, can RBI verbally guide Bankers to co operate by putting verbal word to its clients to pay SME after award copy is given to them. Everyone was silent and Bankers posed silently, seems very difficult.

5. Udyog Bharati presented that they are going to make many industrial estate of 10 acres for food processing specially for start up groups and shall care for brand making and marketing of produce. First one coming in Saraikela, probably DC has given permission already, may be for Adiwasi land or raiyat, better check with Udyog Bharati for correct situation.

6. In PSL now medium sector has been added by RBI, which will make easy for Banks for meeting their PSL obligations.

7. On CGTSM, JSIA suggested RBI to call for some seminar for fresh updated awareness of various changes in CGTSM rules to educate Bankers and SME associations.

8. Hazaribagh meeting with RBI for SME promotion was good, as reported and all concerned attended the same.

Meeting with Labour department:

27.06.16: President & Secretary met Chief Inspector of Factories, over pending renewal of Factory Licenses. Besides matter of complaints from worker against one unit also came up for discussion. Having found the records in order, CIF assured to close the case.

Meeting with Secretary Industries & Mines:

01.07.16: A delegation led by President met Mr S.K.Burnwal, Secretary, Industries & Mines & Geology at his chamber at Nepal House at 9.30 A.M., amidst presence of Sri Ravi Kumar, Director Industries & representatives from FJCCI

Detailed discussion was held on matter of mandatory Dealers Registration to coal consumers. JSIA pleaded that coal consuming units should be exempted from its purview in light of Jharkhand High Court order, which has held the provisions of the Act "Shall not applied to Mineral Products". Sri Burnwal assured to go thru the order to take appropriate decision. However he emphasized all coal consuming industries as well as dealers present to get the Dealers Registration in the District of their operation, as it would be on line

process in a simple format. He said that department is not to harass genuine consumers, but is concerned to reign CCL over the payment of Royalty. Besides matter of non availability of Raw materials to Minerals based industries was also brought to his attention and was requested to initiate action to open closed mines of Minor Minerals. He requested JSIA to present a study case on disposal of Fire clay as OB by CCL /BCCL so that he can take up the matter with Mines Depart, Gol.

JSIA also handed over pending issues related to ITC, provisions of Procurement policy & imposition of JMADA, which are affecting SMEs. Secretary assured to look into the matter and call another meeting on that.

Meeting with DC on PMEGP:

14.07.16: Mr Kamal Agrawal & Mr Neeraj Sahay, attended the meeting on PMEGP called by Dy Commissioner, Ranchi at his chamber at 3.30 P.M. Discussion on following points were held, among others:

1. Issue was discussed for EM-I required for JVAT registration. DC took cognizance of the matter and instructed his officers to write letter to Director of Industries and Commissioner of Commercial Tax with a copy to CS so that a permanent solution can be made .
2. Matter of power supply to industries was discussed. DC said his office would write a letter to SE, JBVNL., for improving power supply to industries. He said land has been allotted at two places for construction of grid. Also process has been initiated to allot two acres of land at Old Jail to Jharkhand Urja Vikas Nigam for construction of sub-station.
3. On security issues, he said patrolling would be increased in industrial areas. He also urged that industries should write to RIADA for allotting small space for development of TOP in each industrial area.
4. On law & order problems in Industrial area, DC advised to write to MD, RIADA for providing space to open a TOP in the area.

IFC Meeting:

15.07.16: Mr R.P.Shahi attended IFC meeting in the chamber of D.I, Department of Industries at Nepal House at 3:00 P.M. Altogether 18 cases were heard & decision taken.

Awareness Seminar on JICA MSME Energy Saving Projects:

15.07.16: An awareness seminar on MSME Energy Saving projects (Phase –III), supported by Japan International Cooperation Agency (JICA) in association with PWC, SIDBI & JSIA was held at JSIA hall from 6:30 to 8:00 P.M.

Mrs Juma Deb, SIDBI delivered welcome address, while President JSIA & Asst Director MSME also addressed the gathering and spoke on the need of upgrading on Energy saving equipments and role of SIDBI on financing the scheme.

Mr Jayakrishnan.P.Nair, Asst Director, PWC gave a power point presentation on benefits of JICA Energy saving efficiency in MSMEs and also presented success stories of MSMEs from other parts of the country who have enhanced their productivity and profit through adopting energy saving equipments, funded by SIDBI.

Mr Sukumar Segu, AGM, SIDBI, JSR branch also gave P.P presentation on funding of the various JICA Energy saving projects under SIDBI scheme and deliberated on lower interest rate & its time bound implementation.

Open house session was held with thrust on enlisting interest on EE aligned investments. Mr Sukumar Segu also answered queries from the delegates to their entire satisfaction.

Vote of thanks was proposed by VP, JSIA.

The meeting was followed by Dinner, sponsored by PWC.

Meeting with Labour & Employment department:

20.07.16: President & Hony Secretary met Mr. A.K. Mishra, CIF at his chamber at 3.30 p.m. in connection with the pending cases of renewal of Factory licenses. Cases of units of Timber association were discussed, to which it was mentioned that due to non renewal of land leases of many units, the renewal of their licenses are pending besides some are pending for want of amendments. He, however, assured to furnish the status report of all pending cases against our list submitted earlier.

One case of M/s Bihar Rubber Industries Ltd, Kokar was also brought to his notice, and on scrutiny from his office, it was established that though the unit has uploaded the application on line, but has failed to upload challan for payment of license fees till 30th June'16. Consequently his Fy license has been cancelled and shall have to apply afresh with 100% fine of the license fees.

Meeting on SME Financing:

21.07.16: On invitation from ICC, Sri Sishir Poddar attended a seminar on SME Financing – Role of Capital Market, at SEBI Auditorium, New Collectorate Building, Kutchery Road, Ranchi at 3:00 P.M., organized by Indian Chamber of Commerce, SEBI & NSE.

Program on Green Warrior Award:

21.07.16: A delegation comprising 5 members led by the President attended a program on Green Warrior awards at Hotel BNR, Chanakya at 5.30 P.M. Penal discussion was held among CMD. CCL, Chairman, JSPCB, Vice Chancellor, VB University & Secretary Mines & Secretary Forest & Environment., GoJ. to protect environment by maintaining sustainable development in Mining sector through planting sapling of all varieties of trees in entire Jharkhand.

Awards were distributed By the CM, Jharkhand among recipients for their contribution towards green Jharkhand.

Presentation of MSME ZED scheme:

22.07.16: Hony Secretary & Jt Secretary attended a live video presentation at the office of Teleconferencing Centre of NIC, Nepal House, from DC-MSME, on Zero Effect Zero Defect certification scheme launched by the Ministry of MSME, New Delhi. The scheme envisages promotion of Zero Effect Zero Defect (ZED) manufacturing amongst MSMEs and ZED assessment for their certification.

Mr Y.K. Suman, from QCI, visited JSIA on 25th July to explain & promote ZED among MSMEs and distributed some printed materials. Quality Council of India (QCI) has been nominated as National Monitoring & Implementing Unit for the scheme.

Workshop on “Exports & Currency Risk Procedure:

22.07.16: A workshop was organized jointly by Federation of Indian Export Organization & JSIA on Exports & Currency Risk Procedure at JSIA Hall from 4.30 pm to 6.00 pm.

Mr Shaleen Rao, Chapter Head, FIEO, Ranchi spoke on activities of FIEO for the benefit of the exporters.

Mr Y.K.Ojha, President, JSIA in his address apprised the house on problems faced by SME exporters on various fronts, viz. VAT refund, non cooperation from Bank, poor infrastructure in the state and also due to non implementation of the provisions of Jharkhand Export Promotion Policy-2015 and urged FIEO chapter Head to pursue the matter strongly with the concerned department for compliance of the same to promote more export from Jharkhand.

Mr. Atish Sengupta, Chief Global Marketing Head, Indus In Bank gave P.P. presentation on Risks involved for the exporters & Importers due to fluctuations in currency rates and how to mitigate the same with proper planning to get the funds with lower interest rates.

The workshop was well attended by IPP, office bearers & EC members, besides representatives of the exporting units.

Sri Deepak Maroo, Hony Secretary proposed vote of thanks. The meeting was followed by High Tea, sponsored by FIEO.

Conclave by India Today Group:

23.07.16: President, Hony Secretary, Treasurer, IPP & one PP attended day long “The State of the State Conclave” organized by India Today Group, New Delhi at Hotel Radisson Blu from 9.30A.M. onwards.

The conclave was addressed by many Eminent speakers, Ministers, Politicians & Senior Bureaucrats of Jharkhand, M.Ps from both LS & RS and personalities from Film industries.

The panelists expressed their views and suggested measures on following topics deliberated at length in different sessions:

- 1.Agricultural Transformation in mineral rich Jharkhand and how farmers hold the key to development,
- 2.The strategy to improve ease of doing business in Jharkhand
- 3.Road Map of Jharkhand Economic take off- Top five priorities
4. Industrial Revival in Jharkhand & Big picture of Turn around
- 5.Strategy to improve HDI index of Jharkhand
- 6.The future of entrepreneurship and business leadership in Jharkhand.
7. The top ten priorities for the economic Take off of Jharkhand.
8. Jharkhand, Yesterday, Today & Tomorrow: The new Cultural Renaissance
9. The Emerging Economy of Jharkhand.

Mr Mahesh Poddar, our PP & M.P. RS expressed his views on Industrial revival of Jharkhand and said that entrepreneurs are still facing the same difficulties in setting up an industry as some 30 years back. They are faced with problems of electricity, land and lack of coordination among various departments. However, after two years of formation of present Government, the responsibility now lies on the Bureaucrats to implement Govt. policies & programs. Besides mining sector too needs reformation to meet expectations of the people displaced due to land acquisition for mining.

Mr Raghuvar Das,CM , Jharkhand gave key note address on need for stability and good governance for economic turn around for growth. .

Meeting at GM, DIC:

26.07.16 Mr. Kamal Agrawal went to attend a meeting at GM, DIC, RIADA Building, Namkum from 1.00 to 3.00 P.M. on presentation & impact of Ease of Doing Business and how far it is helping entrepreneurs . But due to lack of communication the presentation could not be held, and postponed for later date.

Commercial Taxes -State Advisory Committee Meeting:

28.07.016: President & Sri Anjay Pachariwal attended a meeting of State Advisory Committee, Commercial taxes, meeting at Project Bhawan from 11:00A.M. to 1:30 P.M., chaired by Sri K.K.Khandelwal, Commissioner, Commercial Taxes, amidst presence of Addl Commissioner, Joint Commissioners from all circles and nominated representatives from FJCCI, SCCI Jamshedpur, DCCI, Dhanbad & BCCI, Bokaro.

Agenda wise discussion was held on following points:

It was decided to circulate Minutes of the Advisory Committee meeting among the members.

ITC Notification LG-35: The Commissioner formed a committee comprising all JCs & one representative from JSIA, FJCCI & SCCI,JSR to review the impact of notification on Input Tax on MSMEs. The committee is directed to submit report before 20th August’16.

For submission of Quarterly return, it was advised to extend the date from 25th of each quarter to 10th of consequent month, after which Road permit would be blocked, however an alert will be sent through SMS on 5th of next month to comply.

It was directed to hold Advisory committee meeting at JC's level, quarterly, at all circles.

On matter of New registration of Intending Manufacturers, the Commissioner said that for any amendment in the Act, Cabinet approval is needed, hence delay. However, he assured to expedite the matter.

It was agreed to issue Sales Tax Clearance Certificate on line, subject to payment of all dues & compliance of statutory provisions. Old outstanding Tax dues, if any would also be reflected online for dealers compliance.

The date for payment of electricity duty to the department is extended up to 30th of each month.

Other operational issues were resolved in the meeting and time bound resolution was also assured.

The meeting ended on positive note.