

## Entrepreneurship Development Agencies in Bihar



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### ABSTRACT

In Bihar especially in field of small-scale sector, there are several agencies engaged in promoting entrepreneurship. The state and central Government has set up a number of promotional institutions which are directly related to create favourable atmosphere for the growth of small industrial entrepreneurship

Keywords: Small Industrial Entrepreneurship, Entrepreneurship Development

### INTRODUCTION

The Small industrial entrepreneurship they are:

1. Department of industries:
  - (a) District industries center
  - (b) Industrials estate.
  - (c) Industrial area
  - (d) Industrial school
2. Bihar state small industries development corporation.
3. Bihar state small industries corporation.
4. Bihar industries and technical consultancy organization
5. Bihar state financial corporation
6. Small industries service institute
7. national small industries, and
8. Commercial bank

These agencies by providing different facilities to the prospective entrepreneurs of small unit educate motivate and finally induct them to set up and manage industrial units of their choice and they're by doing. So, they help themselves, to promote employment and contribute towards

increasing national income by providing goods and services for the society. A brief description of these agencies is given below:

**(1) Department of industries**

Department of industries of the Bihar government works under the independent charge of a minister. Thus, department of the government is responsible for the implementation of the policies and programmes formulated for the industrial development of the state.

**STATE GOVERNMENT**

The state government gives various types of assistance to nascent and newly established industries in underdeveloped areas. The assistance given under state aid to industries may take the form of loan, guarantee of loan raised by foreign banks, license for raw materials and land at favourable rates for factory site, supply of machinery, guarantee of minimum return on share and debenture etc. The period of loan usually varies from 10 to 20 years. District industries centers, industries estates, industrial areas and industries schools.

**(a) District industries centers:**

District industries centers have been set up in each district headquarters of the state to give a new dimension to the industrialization of rural and backward areas besides serving as a catalytic agent in motivating educated entrepreneurs amongst the urban elites of the district.

**(b) INDUSTRIAL ESTATE:**

Industrial estate has been conceived as an important catalyst for the growth and development of small-scale industries in a desired manner. It provides shed and developed plots for accommodation of small-scale factories.

The total number of factory sheds constructed and plots developed in these estates has been reported 1032 and 124 respectively and the number of plots allotted to enterprises as 761 and respectively.

**(c) Industrial area**

Various industries areas development authority has been set up by the state government under the industrial area development authority act 1947.

In order to achieve these objectives these authorities are developing land including drainage, roads, certification and approach roads.

In order to promote the industries growth these authorities at present advise and guide the entrepreneurs to select the item keeping in view of the demand. Recourse to his own capability to undertake the project.

They also check the utilization of raw material and offer advice to entrepreneurs for diversification and expansion twenty-four industrial areas so far have been established in various localities which have been delegated power for allotment of land, development of plots and other facilities to entrepreneurs. Among the important industrial areas mention may be made of admittatur near Jamshedpur city.

The number of working industries in these industrial areas in 2008 was 1074.

**(d) Industrial school:**

There are fourteen polytechnic schools, three mining institutes, three institutes of technology and eleven industries training institute (under labor department) located at parts of the state. They are engaged in providing training in training, carpenter, blacksmith, leather and electroplating toy making etc. the ultimate objective of these training centers is too produced future entrepreneurs who can shoulder the responsibility thrust on them.

**2. BIHAR STATE INDUSTRIES DEVELOPMENT CORPORATION (BSSIDC):**

Bihar state small industries Development Corporation came on the sconce after the establishment of national small industries corporation (NSIC) in 1955. This has been incorporated under the company act to provide in the desired operational flexibility to undertake various activities some of the activates of BSSIDC are:

- (a)** Procumbent and distribution of raw material
- (b)** Supply of the machinery to small enterprise on hire purchase basis.
- (c)** Arrangement of production units
- (d)** Setting up of technical consultancy organist ions.
- (e)** Undertaking marketing activates

Based it has taken up on itself the responsibility of encouraging and inducing local entrepreneurs in saying up new industries.

**3. BIHAR STATE SMALL INDUSTRIES CORPORATION LTD.(BSSIC):**

The Bihar state small industries corporation ltd was registered on 24<sup>th</sup> October, 1961. The main object of which this company has been established are to undertake, counsel assist finance co-ordinate takeover protect and promote small industries in the state

Of Bihar and to provide them with capital credit means resources and technical and managerial assistance for execution of their project and business etc.

Immediately after its formation the state government transferred a large number development promotional and commercial unit which had been set up by the state government under the supervision of its industries department and BSSIC remained primarily engaged with the same.

The corporation has launched its marketing assistance scheme to assist the SSI units which are desirous of availing of assistance from the corporation.

The corporation has opened trade center in the Udyog brawn east of Gandhi maiden, Patna with full financial assistance from the central government, it is really an elegant showroom Calcutta new Delhi ranch and Patna these emporia are one hand making direct sales of the Bihar products and on the other hand they also given wide publicity to the Bihar products.

### **STEP TAKEN BY UNION GOVERNMENT**

In order to solve the problem of growing sickness in industry, the government has taken various measures like setting up of the IRCI in 1971 to look after the sick industries and to encourage voluntary amalgamation of sick units with healthy<sup>6</sup> one by giving tax relief to healthy unit taking over sick small scale finance, marketing problem availability of raw material ,poor management and other handicaps the co-ordination committee consists of all agencies' ,SFC and lead bank will look after the sound implementation of nursing programmed.

The Institute of Entrepreneurship Development, Bihar was jointly set-up Central financial Institutions like IDBI, ICICI, IFCI, Bank of India, Allahabad Bank and Govt.of Bihar along with its state level financial Institutions in 1987. During its existence for more than two decades the Institute has been able to take up multidimensional activities in the field of Entrepreneurship Development, Computer education, Management Development Courses, Nursery Teacher's Training for women, Technology & Innovation Management Programs and various skill development programs etc. However, Product based programs, Rural Entrepreneurship and related business opportunities also remained in its focus for which several workshops, seminars, studies and surveys have been conducted. Since inception Institute has been endeavouring to establish linkages with Industry, Industrial Associations, Research Institutions, and Experts of specific areas and National wide network of Entrepreneurship Development Organizations. Till now, IED has trained/assisted more than 20,000 potential entrepreneurs. We transform students/trainees into professionals at IED. While doing so, we ensure that the trainees use all the three H's essential for any Total Quality Person, i.e. they learn to use their Head, Hands, Heart thus creating the desired synergy between

intellectual rigour, skill and value system. We seek to inculcate in its learner's sensitivity to real world issues and ability to become top class Trainers & Entrepreneurs of tomorrow.

## **CONCLUSION**

The large extent of sickness in the small –scale sector is a matter of great concern for the RBI and the central government. Out of the total 1, 58,226 reported sick units only 12,062 were found potentially viable, a total of 1,39,346 non-viable and viability of 6818 was yet to be decided, only 4890 viable units were being helped under the rehabilitation programmes of the various banks. The RBI has prescribed definite time schedules for completion of viability studies and formulation and implementation of nursing programmes for sick SSI units found potentially viable. Besides this bank has been told by the RBI to impose strict time discipline in dealing with priority sector credit proposals including those received from the small industries sector.

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