



RFD
RESULTS-FRAMEWORK DOCUMENT

for

MINISTRY OF COMMERCE & INDUSTRY
DEPARTMENT OF INDUSTRIAL POLICY AND PROMOTION
(2011-12)

**SECTION 1:
Vision, Mission, Objectives and Functions**

Vision

To promote Indian Industry and facilitate a balanced growth of industries.

Mission

To create a conducive environment and accelerate growth of industries to double digit level on sustained basis; improve share of manufacturing in GDP from 15.9 % in 2009-10 to 20% by 2016-17; improve India's global share of FDI from 1.3% in 2007 to 5% in 10 years (as per World Investment Report of UNCTAD); and make India one of the preferred location for foreign investment.

Objectives

1. To accelerate industrial growth by providing financial, infrastructural and other support.
2. To facilitate foreign investment in industries and coordinate faster implementation of investment approvals.
3. To facilitate development of industries in North East and other special category States.
4. To improve intellectual property regime consistent with our international commitments and increase output and efficiency in Trade Mark and Patent Offices.
5. To create a sound information base of macroeconomic indicators of production and prices
6. To initiate measures towards procedural changes to make functioning of the Department more transparent and responsive.

Functions

1. Formulation and implementation of industrial policy and administration of Industries (Development & Regulation) Act, 1951.
2. Monitoring and stimulation of industrial growth in general and performance of industries specifically assigned to DIPP.
3. Promotion of industrial development in North East and special category states of J &K, Himachal Pradesh and Uttarakhand through appropriate incentives.
4. Formulation of Foreign Direct Investment Policy and promotion and facilitation of direct foreign and non-resident investments in industrial and service projects.
5. Association as nodal department for investment related issues in Bilateral/Regional Economic Cooperation Agreements.
6. Formulation of policies relating to Intellectual Property Rights in the field of Patents, Trade Marks, Industrial Design and Geographic Indication of Goods and administration of regulations and rules under IPR.
7. Compilation of Wholesale Price Index and monthly industrial production statistics for use in construction of Index of Industrial Production.

SECTION 2:

Inter se Priorities among Key Objectives, Success indicators and Targets

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
							100%	90%	80%	70%	60%
1	To accelerate industrial growth by providing financial, infrastructural and other support	30	(i) Reviewing the performance of Cement, Leather and Paper sectors with a view to Identifying major constraints and policy options	Completion of the review and finalization of policy options	Time	6	30 th Nov 2011	15 th Dec 2011	31 st Dec 2011	31 st January 2012	29 th February 2012
			(ii) Study of the impact of Trade and Economic Cooperation agreements on domestic industry for better preparedness	Completion of Study of 2 trade/economic cooperation agreements and finalization of policy recommendations	Time	2	30 th Nov 2011	15 th Dec 2011	31 st Dec 2011	31 st January 2012	29 th February 2012
			(iii) Identifying policy initiatives for facilitating Indian companies in becoming global players	Preparation of the paper and identifying policy initiatives	Time	2	31 st January 2012	28 th February 2012	15 th March 2012	22 nd March 2012	31 st March 2012
			(iv) Development of Leather Industry under Indian Leather Development Programme (ILDP)	(a) No. of persons trained in training institutes	Number	2	8000	7200	6400	5600	4800
				(b) Number of persons	Number	2	7000	6300	5600	4900	4200

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
							100%	90%	80%	70%	60%
				absorbed/employed							
				(c) Installation of Common effluent Treatment Plants	Number	2	4	3	2	1	
			(v) Facilitating productivity growth in industry through skill development	Persons trained through National Productivity Council	Number	3	4800	4500	4200	3900	3600
			(vi) Evaluation of the functioning of IIUS projects	(a) Completion of the evaluation study	Time	2	30 th Nov 2011	15 th Dec 2011	31 st Dec 2011	31 st January 2012	29 th February 2012
				(b) Completion of the IIUS projects sanctioned as on 31 st March 2010	%age	2	100	90	80	70	60
			(vii) Implementation of Delhi Mumbai Industrial Corridor	(a) Completion of all studies taken up	%age	1	<u>100</u>	<u>90</u>	<u>80</u>	<u>70</u>	<u>60</u>
				(b) Reports/ DPR sent to States	Number	1	5	4	3	2	1
			(viii) Preparation of discussion paper for developing an index to assess business	Development of the Index	Time	5	29 th Feb 2012	6 th March 2012	10 th March 2012	15 th March 2012	31 st March 2012

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
							100%	90%	80%	70%	60%
			environment								
2	To facilitate foreign investment in industries and coordinate faster implementation of investment approvals	14	(i) Facilitating access to quality information to investors through expansion of services on E-biz portal	Inclusion of additional services on E-biz portal	Number of additional services	4	22	20	18	15	13
			(ii) Calibrated revision of FDI Policy after inter-ministerial discussions and stakeholder consultations	Release of the half yearly policy document	Time	2	30 Sept. 2011	31 st Oct. 2011	30 th Nov. 2011	31 st Dec. 2011	31 st Jan. 2012
				Release of the half yearly policy document	Time	2	31 st March 2012				
			(iii) Study by an external agency to identify reasons for the recent fall in FDI and sectors where interventions in terms of policy and fiscal support are required	Completion of the study	Time	4	28 th Feb 2012	6 th March 2012	15 th March 2012	21 st March 2012	31 st March 2012
			(iv) Operationalizing "Invest India"	(a) No. of potential investors	Number	2	150	135	120	110	100

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Target/Criteria Value					
							Excellent	Very Good	Good	Fair	Poor	
							100%	90%	80%	70%	60%	
				contacted								
3	To facilitate development of industries in North East and other special category States	7	(i) Rationalizing the Transport Subsidy Scheme	Submission of the Note for consideration of CCEA	Time	3	31 st August 2011	30 th September 2011	31 st October 2011	30 th November 2011	31 st December 2011	
			(ii) Better utilization of transport subsidy	Computerization of online filling of claims and their monitoring	Time	2	30 th September 2011	31 st October 2011	30 th November 2011	31 st December 2011	31 st January 2012	
			(iii) Preparation of an approach paper on developing an alternative strategy and submission for consideration to approving authority	Preparation and submission of the approach paper	Time	2	29 th Feb 2012	6 th March 2012	10 th March 2012	15 th March 2012	31 st March 2012	
4	To improve intellectual property regime consistent with our international commitments and increasing output and efficiency in Trade Mark and Patent Offices	17	(i) Patents – Clearance of pending cases	Final decision on request of patents	Numbers	2	12000	10800	9600	8400	7200	
			(ii) Improving patent data base through reclassification and value addition.	Implementation of reclassified patent data base	Time	2	1.3.2012	7.03.12	14.3.2012	21.3.2012	31.3.2012	
			(iii) Trade	Final decision		2	150,000	135,000	120,000	105,000	90,000	

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
							100%	90%	80%	70%	60%
			Marks Clearance of pending cases	on request	Number		0				
			(iv) Trade Marks Complete digitization of trade mark records	Completion of digitization	Time	3	31.12.2011	31.01.12	28.2.2012	15.3.2012	31.3.2012
			(v) Designs : Clearance of pending cases	Final decision on request	Number	2	6500	5850	5200	4550	3900
			(vi) GIs ; Clearance of pending cases	Final decision on request	Number	2	25	23	20	18	15
			(vii) Approach Paper on IPR strategy for India	Circulation of paper	Time	4	15.2.2012	28.02.12	15.3.2012	21.3.2012	31.3.2012
5.	To create a sound information base of macroeconomic indicators of production and prices	12	(i) Compilation and dissemination of information of the current series of WPI	Posting on website of information of a month before closing of succeeding month	Number	5	12	10	8	6	4
			(ii) Collection and compilation of data of assigned products and submission to CSO	Submission of information before 10 th of the second succeeding month	Number	5	12	10	8	6	4
			(iii) Improving Industrial data base of IDR units	Identification and preparation of the list of units in different	Time	2	31 st Dec. 2011	31 st Jan. 2012	28 th Feb. 2012	15 th Mar, 2012	31 st Mar, 2012

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
							100%	90%	80%	70%	60%
				industry groups for compilation of data							
6.	To initiate measures towards procedural changes to make functioning of the DIPP more transparent and responsive.	5	(i) Introduction of e filing of applications under PESO	Procedure for e filing	Time	3	30 th Sept 11.	31 st Oct 11.	30 th Nov. 11.	31 st Dec. 11.	31 st Jan, 2012
			(ii) Monitor progress in the Corporate affirmative action/skill development	Formulation of regular system of interaction with Industry Associations and publication of annual progress	time	2	29 th Feb 2012	6 th March 2012	10 th March 2012	15 th March 2012	31 st March 2012
Mandatory Objectives											
7	Efficient Functioning of the RFD System		Timely submission of Draft for Approval	On-time submission	Date	2	Mar.7 2011	Mar.8 2011	Mar.9 2011	Mar.10 2011	Mar.11 2011
			Timely submission of Results	On-time submission	Date	1	May 1 2011	May 3 2011	May 4 2011	May 5 2011	May 6 2011
8	Improving Internal Efficiency/responsiveness/service delivery of Ministry/Department		Ensure submission of revised Citizens'/Clients' charter	No. of items on which information is uploaded by February 10, 2012	No.	2	16	15	14	13	12
			Identify potential areas of corruption related to departmental	Finalize an action plan to mitigate potential areas	%age	2	Dec. 10 2011	Dec. 15 2011	Dec. 20 2011	Dec. 24 2011	Dec. 31 2011

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
							100%	90%	80%	70%	60%
			activities and develop an action plan to mitigate them	of corruption.							
			Develop an action plan to implement ISO 9001 certification	Finalize an action plan to implement ISO 9001 certification	Date	2	Feb. 10, 2012	Feb. 15, 2012	Feb. 20, 2012	Feb. 24, 2012	Feb. 29, 2012
			Implementation of Sevottam	Resubmission of revised draft of Citizens'/Client s' Charter	Date	2	Dec. 15, 2011	Dec. 20, 2011	Dec. 25, 2011	Dec. 28, 2011	Dec. 31, 2011
				Independent Audit of implementation of public grievance redressal system	%age	2	100	95	90	85	80
9	Ensuring compliance to the financial Accountability Framework		Timely submission of ATNs on Audit paras of C&AG	Percentage of ATNs submitted within due date (4 months) from date of presentation of Report to Parliament by CAG during the year.	%age	0.5	100	90	80	70	60
			Timely submission of ATRs to the PAC Sectt. On PAC Reports	Percentage of ATRs submitted within due date (6 months) from date of presentation of	%age	0.5	100	90	80	70	60

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
							100%	90%	80%	70%	60%
				Report to Parliament by PAC during the year.							
			Early disposal of pending ATNs on Audit Paras of C&AG Reports presented to Parliament before 31.3.2011	Percentage of outstanding ATNs disposed off during the year.	%age	0.5	100	90	80	70	60
			Early disposal of pending ATRs on PAC Reports presented to Parliament before 31.3.2011	Percentage of outstanding ATRS disposed off during the year.	%age	0.5	100	90	80	70	60
				TOTAL WEIGHT=		15%					

**SECTION 3:
Trend Values of the Success Indicators**

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Criteria Value				
							2008-09	2009-10	2010-11	2011-12	2012-13
1	To accelerate industrial growth by providing financial, infrastructural and other support	30	(v) Reviewing the performance of Cement, Leather and Paper sectors with a view to Identifying major constraints and policy options	Completion of the review and finalization of policy options	Time	6	New activity proposed to be done in 2011-12				
			(vi) Study of the impact of Trade and Economic Cooperation agreements on domestic industry for better preparedness	Completion of Study of 2 trade/economic cooperation agreements and finalization of policy recommendations	Time	2	New activity proposed to be done in 2011-12				
			(vii) Identifying policy initiatives for facilitating Indian companies in becoming global players	Preparation of the paper and identifying policy initiatives	Time	2	New activity proposed to be done in 2011-12				
			(viii) Development of Leather Industry under Indian Leather Development Programme (ILDP)	(c) No. of persons trained in training institutes	Number	2			5270	8000	7500
				(d) Number of persons absorbed/employed	Number	2			5270	7000	7500
				© Installation of	Number		New activity proposed to be done in 2011-12				

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Criteria Value					
							2008-09	2009-10	2010-11	2011-12	2012-13	
				Common effluent Treatment Plants								
			(v) Facilitating productivity growth in industry through skill development	Persons trained through National Productivity Council	Number	2	3800	4500	4650	4800	5000	
			(vi) Evaluation of the functioning of IIUS projects	(c) Completion of the evaluation study	Time	2	New activity proposed to be done in 2011-12					
				(d) Completion of the IIUS projects sanctioned as on 31 st March 2010	%age	2	New activity proposed to be done in 2011-12					
			(ix) Implementation of Delhi Mumbai Industrial Corridor	(c) Completion of all studies taken up	%age	1	New studies proposed to be done in 2011-12					
				(d) Reports/ DPR sent to States	Number	1						
			(x) Preparation of discussion paper for developing an index to assess business environment	Development of the Index	Time	5	New activity proposed to be done in 2011-12					
2	To facilitate foreign investment in industries and coordinate faster implementation of	14	(ii) Facilitating access to quality information to	Inclusion of additional services on E-biz portal	Number of additional	4	The system was introduced in 2009-10. More services are proposed to be added in the current year.					

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Criteria Value				
							2008-09	2009-10	2010-11	2011-12	2012-13
	investment approvals		investors <u>through</u> expansion of services on E-biz portal		services						
			(ii) Calibrated revision of FDI Policy after inter-ministerial discussions and stakeholder consultations	Release of the half yearly policy document	Time	2	The document is proposed to be released as per schedule.				
				Release of the half yearly policy document	Time	2	The document is proposed to be released as per schedule.				
			(iii) Study by an external agency to identify reasons for the recent fall in FDI and sectors where interventions in terms of policy and fiscal support are required	Completion of the study	Time	4	New activity proposed to be done in 2011-12				
			(v) Operation alizing "Invest India"	(a) No. of potential investors contacted	Number	2	New initiative taken up in 2010-11.	100	150	200	
3	To facilitate development of industries in North East and other special category States	7	(iv) Rationalizing the Transport Subsidy Scheme	Submission of the Note for consideration of CCEA	Time	3	New activity proposed to be done in 2011-12				
			(v) Better utilization of transport subsidy	Computerization of online filling of claims and their monitoring	Time	2	New activity proposed to be done in 2011-12				
			(vi) Preparatio	Preparation and	Time	2	New activity proposed to be done in 2011-12				

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Criteria Value							
							2008-09	2009-10	2010-11	2011-12	2012-13			
			n of an approach paper on developing an alternative strategy and submission for consideration to approving authority	submission of the approach paper										
4	To improve intellectual property regime consistent with our international commitments and increasing output and efficiency in Trade Mark and Patent Offices	17	(viii) Patents – Clearance of pending cases	Final decision on request of patents	Numbers	2	New initiative proposed to be done in 2011-12							
			(ix) Improving patent data base through reclassification and value addition.	Implementation of reclassified patent data base	Time	2	New activity proposed to be done in 2011-12							
			(x) Trade Marks Clearance of pending cases	Final decision on request	Number	2	New activity proposed to be done in 2011-12							
			(xi) Trade Marks Complete digitization of trade mark records	Completion of digitization	Time	3	40 lakh pages were digitized until 2009-10. A target of digitization of 30 lakh pages is set for 2010-11 and 2011-12. 100% digitalization is proposed in the current year.							
			(xii) Designs : Clearance of pending cases	Final decision on request	Number	2	New activity proposed to be done in 2011-12							
			(xiii) GIs ;	Final decision	Number	2	New activity proposed to be done in 2011-12							

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Criteria Value							
							2008-09	2009-10	2010-11	2011-12	2012-13			
			Clearance of pending cases	on request										
			(xiv) Approach Paper on IPR strategy for India	Circulation of paper	Time	4								New activity proposed to be done in 2011-12
5	To create a sound information base of macroeconomic indicators of production and prices	12	(iv) Compilation and dissemination of information of the current series of WPI	Posting on website of information of a month before closing of succeeding month	Number	5								WPI is released as per the Advance Release Calendar. These are to be maintained.
			(v) Collection and compilation of data of assigned products and submission to CSO	Submission of information before 10 th of the	Number	5								IPP is released by CSO as per the advance release calendar. DIPP is the major source for data. The schedule of data submission is to be maintained.
			(vi) Improving Industrial data base of IDR units	Identification and preparation of the list of units in different industry groups for compilation of data	Time	2								New activity proposed to be done in 2011-12
6	To initiate measures towards procedural changes to make functioning of the DIPP more transparent and responsive.	5	(iii) Introduction of e filing of applications under PESO	Procedure for e filing	Time	3								New activity proposed to be done in 2011-12
			(iv) Monitor progress in the Corporate affirmative action/skill development	Formulation of regular system of interaction with Industry Associations and publication	time	2								New activity proposed to be done in 2011-12

S.No	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Criteria Value				
							2008-09	2009-10	2010-11	2011-12	2012-13
				of annual progress							

**SECTION 4:
Description and Definitions of
Success Indicators
and
Proposed Measurement Methodology**

The measurement methodology for success indicators is based on the following:

- i) In case of the parameters where the success indicators relate to release of assistance, percentage release of the allocated amount has been considered.
- ii) In case of the indicators which relate to sanctioning of the projects, the number of projects sanctioned/approved/operationalised has been used as the measurement of success.
- iii) In case of the success indicators which relate to creation of institutional arrangements or better information flow or coordination, timelines, more user/response friendly has been proposed for the measurement of success.

SECTION 5:

Specific Performance Requirements from other Departments

Department	Relevant Success Indicator	What do you need?	Why you need it?	How much do you need?	What happens if you do not get it?
State Governments	Coordination for quicker implementation of FDI approvals	Appropriate action on the constraints faced by the investor	For quicker implementation of projects	Not quantifiable	The implementation may get delayed
Ministry of Human Resource Development	Examination of/response on IPR issues in international forums	Comments of the Department on Copyright issues	To prepare consolidated response	Not quantifiable	Delay in responses and firming up of the stand
Ministry of Environment and Forests	Quicker examination of environment clearance applications	Environment clearance	To expedite setting up of units	Not quantifiable	Delay in setting up of units

Industrial performance critically depends on movement of interest rate, exchange rate, etc. While these macro issues are often market determined, their adverse/positive impact are significant. DIPP as the nodal Department for monitoring industrial performance and facilitating a sustained growth examines the implications of movements of these macro parameters and suggests an appropriate response.

Section 6: Outcome/Impact of activities of Department/Ministry

S. No	Outcome/Impact of Department/Ministry	Jointly with	Success Indicator	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014
1.	Preparation of a new Manufacturing Sector Policy		Preparation of concept paper & draft for inter ministerial discussions	-	Consultation with stakeholders have brought most of them on Board	-	-	-
2	Financial assistance for development of Leather Industry under Indian Leather Development Programme (ILDIP)		Setting up of Training Institutes (start of Academic session in 2010-11)	-	Has resulted in strengthening of sector specific training infrastructure			
3	To frame rules/ regulations for appointment of third party Inspection Authorities and Competent Persons (IA & CP) for inspection of Boilers		To modify Indian Boiler Regulations, 1950 prescribing procedure for selection of third party IA & CP		Has led to major procedural simplification and reduce compliance burden			
4	Facilitating access to quality information to investors		Setting up of an e-Biz portal to provide 29 services relating to business	Made a beginning for seamless transaction	Additional services added			
5	(Consolidation of all FDI policies		Release of compendium		A major procedural break through and investor friendly initiative			
6	Preparation of 5 concept papers on FDI issues		Circulation of concept papers		Wider discussion has led to conceptual clarity and better understanding of users			
7	Streamlining IPR records		Digitization of trademark / patent records	Has brought in greater transparency				
8	Compilation and dissemination of information of the current series of WPI		Timely release/putting of information on the web site		Has made inflation assessment more realistic and information more credible			

Minister
Commerce & Industry

Secretary
Department of Industrial Policy & Promotion

