



सत्यमेव जयते

**RFD  
RESULTS-FRAMEWORK DOCUMENT**

for

**MINISTRY OF COMMERCE & INDUSTRY  
DEPARTMENT OF INDUSTRIAL POLICY AND PROMOTION  
(2009-10)**

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

### **Vision**

To make Indian Industry globally competitive and facilitate balanced regional development of industries.

### **Mission**

To facilitate capacity building in industry; improve its global ranking by 5 positions over the next 10 years; make India one of most preferred location for foreign investment; and provide an intellectual property regime that fosters innovation.

### **Objectives**

1. To accelerate industrial growth by providing financial, infrastructural and other support in line with industry expectations.
2. To facilitate development of industries in North East and other special category States.
3. To facilitate and encourage domestic and foreign investment in industries and coordinate faster implementation of investment approvals.
4. To improve intellectual property regime consistent with our international commitments.
5. To create a sound information base of macroeconomic indicators of production and prices.

### **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.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6				
				Success Indicator	Unit		Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
Objective	Weight	Actions			Weight	100%	90%	80%	70%	60%	
1.	To accelerate industrial growth by providing financial, infrastructural and other support contributing to the overall industrial growth rate of 8% in 2009-10	35	To provide quality infrastructure in select industry clusters under Industrial Infrastructure Upgradation Scheme	Create SPVs in approved clusters	No of SPVs set up	25	5	4	3	2	1
			Helping Indian Industry in their efforts for consideration of duty proposals	Timely completion of discussions and submission of proposals to Ministry of Finance	Time of submission of proposals	25	By Middle January	By end January	By 1 <sup>st</sup> week of February	By 10 <sup>th</sup> of February	By 15 <sup>th</sup> of February
			Facilitating productivity growth in industry through skill development	Conducting training programmes /skill development through National Productivity	Number of programmes to be organized	20	30 programmes	27 programmes	24 programmes	<b>21 programmes</b>	<b>18 programmes</b>

S.No.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6				
				Success Indicator	Unit		Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
	Objective	Weight	Actions			Weight	100%	90%	80%	70%	60%
				Council							
			Financial assistance for development of Leather Industry under Indian Leather Development Programme (ILDLP)	Achievement of outcomes like establishment of FDDIs, skill development along with release of assistance under various sub-schemes based on these outcomes	Percentage of allocation	30	100%	90%	80%	70%	60%
2.	To facilitate and encourage domestic and foreign investment in industries and coordinate faster implementation of investment approvals	20	Facilitating access to quality information to investors	Setting up of an e-Biz portal to provide 29 services relating to business	Number of services	20	10	9	8	7	6
			Single window Coordination of investment promotion activities	Setting up of the dedicated Investment promotion Agency for B2B and B2G	By defined time	80	By February 2010	March 2010	Middle of April	End of April	Further delay

S.No.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6				
				Success Indicator	Unit		Target/Criteria Value				
							Excellent	Very Good	Good	Fair	Poor
Objective	Weight	Actions	Weight	100%	90%	80%	70%	60%			
				interaction							
3.	To facilitate development of industries in North East and other special category States	10	Wider dissemination of information about the schemes	Through the Web site of the Department	Immediately after Budget	30	Within a week	In 10 days	In 15 days	In 3 weeks	Over a month
			Direct Financial assistance for approved schemes	Release of Assistance, performance based	Percentage of allocation	70	95%	90%	85%	80%	75%
4.	To improve intellectual property regime consistent with our international commitments	15	Improving IPR related information	Complete digitization of patent records	Timeline	35	By 1st week of March 2010	By Middle of March 2010	By 3 <sup>rd</sup> week of March	By end of March	Further delay
			Improving IPR processing	Finalization of Manual of procedure for patents	Timeline	35	By 1st week of March 2010	By Middle of March 2010	By 3 <sup>rd</sup> week of March	By end of March	Further delay
			Response to IPR related concerns	Examination/ Presentation of IPR issues in international forums.	Average time taken	30	4 weeks	5 weeks	6 weeks	7 weeks	8 weeks
5.	To create a sound information base of	15	Introducing a simple and easy	Introduce a web based	Timeline	20	Fully operation	1st week of	2 <sup>nd</sup> week of	End March	Further delay

S.No.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6					
				Success Indicator	Unit		Weight	Target/Criteria Value				
								Excellent	Very Good	Good	Fair	Poor
	Objective	Weight	Actions				100%	90%	80%	70%	60%	
	macroeconomic indicators of production and prices		system of submission of information by respondents	system of information flow			al by end February	March	March			
			Compilation and dissemination of information	Timely release of information	Timeline	20	Within 2 days of release of data	Within a week of release	Within 10days of release	After 2 weeks of release	Further delay	
			Shifting to a more recent and better representative base year for prices and production	Finalization of release of new series of WPI	Time taken	20	Concurrent run to begin in February	Concurrent run in 1 <sup>st</sup> week of March	Concurrent run in 2 <sup>nd</sup> week of March	Concurrent run by end March	Further delay	
				Finalization of release of new series of IIP	Timeline	20	Full data to be furnished by January 2010	By middle of February	By end of February	By middle of March	Further delay	
			Data validation	In house studies with alternate sources	Annual	20	2 reports to be released by February	Release delayed to middle of March	Release delayed to end March	Further delay		

NB : 5% weightage retained for efficient functioning of RFD system

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

S.No.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6				
				Success Indicator	Unit		Actual/Target/Projected Value				
							2007-08	2008-09	2009-10	2010-11	2011-12
1.	To accelerate industrial growth by providing financial, infrastructural and other support contributing to the overall industrial growth target of 8% in 2009-10	35	To provide quality infrastructure in select industry clusters under Industrial Infrastructure Upgradation Scheme	Create SPVs in approved clusters	No of SPVs set up	25	4	1	5	5	
			Helping Indian Industry in their efforts for consideration of duty proposals	Timely completion of discussions and submission of proposals to Ministry of Finance	Time of submission of proposals	25	The proposals are normally sent by end January for being considered by MOF.				
			Facilitating productivity growth in industry	Conducting training programmes /skill	Number of programmes	20		13 programmes	100 programmes	100 programmes	100 programmes

S.No.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6				
	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Projected Value				
							2007-08	2008-09	2009-10	2010-11	2011-12
			through skill development	development through National Productivity Council	to be organized						
			Financial assistance for development of Leather Industry under Indian Leather Development Programme (ILDIP)	Achievement of outcomes like establishment of FDDIs, skill development along with release of assistance under various sub-schemes based on these outcomes	Rupees in crore	30	Rs. 78 crore	Rs. 100 crore	Rs. 100 crore	Rs. 200 crore	Rs. 250 crore

S.No.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6				
	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Projected Value				
							2007-08	2008-09	2009-10	2010-11	2011-12
2.	To facilitate and encourage domestic and foreign investment in industries and coordinate faster implementation of investment approvals	20	Improving access to quality information to investors	Setting up of an e-Biz portal to provide 29 services relating to business	Number of services	20	It is an improvement/introduction of a dissemination system and proposed to be followed with introduction of more services				
			Single window coordination of investment promotion activities	Setting up of the dedicated Investment Promotion Agency for B2B and B2G interaction	By defined timeline	80	By February 2010	By March 2010	Middle of April 2010	End of April 2010	Further delay
3.	To facilitate development of industries in North East and other special category States	10	Wider dissemination of information about schemes	Through the Web site of the Department	Immediately after Budget	30	It is an improvement/introduction of a dissemination system and proposed to be followed				
			Direct Financial assistance for approved schemes	Release of Assistance, performance based	Amount released	70	Rs. 674 crore	Rs.128 crore	Rs. 541 crore	Rs. 987 crore	Rs. 1000 crore

S.No.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6				
	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Projected Value				
							2007-08	2008-09	2009-10	2010-11	2011-12
4.	To improve intellectual property regime consistent with our international commitments	15	Improving IPR related information	Complete digitization of patent records	Timeline	35	Considered necessary as a reference and improve search for IPRs already filed. Initially a onetime exercise of past records, but to be done annually so as to have no backlogs.				
			Improving IPR processing	Finalization of Manual of procedure for patents	Timeline	35	Considered necessary as user need. Targeted to be finalized in the current year.				
			Response to IPR related concerns	Examination of IPR issues in international forums	Average time taken	30	4 weeks	5 weeks	6 weeks	7 weeks	8 weeks
5.	To create a sound information base of macroeconomic indicators of production and prices	15	Introducing a simple and easy system of submission of information by respondents	Introduce a web based system of information flow	Timeline	20	Currently information is received through fax/letters or personally collected. For manufacturing sector a web based system has been introduced. It is proposed to make fully operational and to cover more than 50 per cent of responses.				
			Compilation and dissemination of information	Timely release of information	Timely, simultaneous with release of data	20	Within two days of release of data	Within a week of release of data	Within ten days of release of data	After two weeks of release of data	Further delay

S.No.	Column 1	Column 2	Column 3	Column 4		Column 5	Column 6				
	Objective	Weight	Actions	Success Indicator	Unit	Weight	Actual/Target/Projected Value				
							2007-08	2008-09	2009-10	2010-11	2011-12
			Shifting to a more recent and better representative base year for prices and production	Finalization of release of new series of WPI	Time taken	20	Current series of WPI is with 1993-94 base. It is proposed to switch over to 2004-05 as a new base. Launch of the new series will improve data quality/data credibility.				
				Finalisation of release of new series of IIP	Time taken	20	Current series of IIP is with 1993-94 base. It is proposed to switch over to 2004-05 as a new base. DIPP furnishes data for over 55% of products. Better, quicker and more complete response is considered.				
			Data validation	In house studies with alternate sources	Annual	20	New Activity of in house data validation based on alternate sources. 2 studies are planned in the current year.		2	3	

NB : 5% weightage retained for efficient functioning of RFD system

**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

<b>Department</b>	<b>Relevant Success Indicator</b>	<b>What do you need?</b>	<b>Why you need it?</b>	<b>How much do you need?</b>	<b>What happens if you do not get it?</b>
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.

---

**Minister**  
**Commerce & Industry**

---

**Secretary**  
**Department of Industrial Policy & Promotion**