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I, **R.B. Subba**, Minister, Department of Commerce & Industries, Government of Sikkim do hereby authenticate the Annual Report for the year 2006-07 and approve the same for placing on the table of the legislative Assembly.

Gangtok;

Date;

(R.B. Subba)

Minister of Commerce & Industries
Government of Sikkim

WHO IS WHO OF THE DEPARTMENT

Shri Ram Bahadur Subba

Hon'ble Minister

Shri S.G.Gyatso, MLA

Chairman, Ind, Trade & Commerce

Shri Norzang Lepcha, MLA

Chairman, Khadi & VI Board

Shri R.B.Subba, MLA

Chairman, STCS

Shri Deepak Gurung, MLA

Chairman, SITCO

Shri Dawcho Lepcha, MLA

Chairman, SIDICO

Shri Gagan Rai,

Chairman, Tea Board

Shri L. T. Lepcha,

Chairman, Sikkim Jewels Ltd.

M. G. Kiran, IAS

Secretary

OFFICERS OF THE DEPARTMENT

Shri S.P. Subba	Director
Shri Tenzing Bhutia	Additional Secretary
Shri Kunga Topden	O.S.D
Shri S.T.Gyatso	Joint Secretary
Shri Karma Tenzing	General Manager(N/E)
Shri H.K.Sharma	GeneralManager(S/W)
Smt Prava Rai	Director DHH/CEO SHHDC
Shri Tseten Dorjee	Senior Accounts Officer
Shri S.T.Gyatso	Assistant Director
Smt Sarika Pradhan	Under Secretary
Shri H. Kr. Chettri	Under Secretary
Shri Hem.Kr Pradhan	Accounts Officer
Shri B.N.Pradhan	Assistant Director
Shri K.B.Sundas	Asst. General Manager

HEADS OF PSUS/ BOARD/ ORGANISATION

Shri K.C.Lepcha	CEO, Sikkim Khadi & VI Board
Shri S.Topden	M.D. SIDICO
Shri Tempo Bhutia	M.D. STCS
Shri K.Srinivasalu, IAS	M.D. Sikkim Jewels Limited
Shri K.B.Gurung	M.D. GFPP, Singtam
Shri Vishal Chawhan,IAS	M.D. SPIL, Namchi
Shri Uttam Pradhan	M.D. SITCO
Shri M.P.Chamling	Manager, Temi Tea Estate.

PROMOTION, TRANSFER AND APPOINTMENTS

- Promotion** - Shri Tseten Bhutia, Shri Sashi Pradhan and Shri Karma Pintso were promoted to the Sr Grade, SDMS
- Transfer** - Shri Karma Gyatso, Pr. Secy was transferred to H&FW Department and was replaced by Shri C.L.Denzongpa who was later repatriated to his parent deptt in the Govt of India.
Thereafter Mrs R.Ongmu and Mr B.V.Pathak took the additional charge of the Secretary, Commerce and Industries Department.
Shri Puneet Kansal joined this deptt as Speccial Secretary. Shri S.T.Gyatso, Joint Secretary was transferred to Sc. & Technlogy Deptt.
Mrs Sarika Pradhan, Under Secy was transferred to P&DD and was replaced by Mrs Sumita Pradhan from LR Deptt. Shri H,K.Chettri, Under Secretary was transferred to RMDD as B.D.O., Dentam.
Two teachers from HRDD joined this deptt as Inspector on deputation.
Mr Sardamani Basnet, LDC was transferred to HRD Department.
- Appointments** - Mrs Jyoti Gurung was appointed as LDC on compassionate ground.
- M.R.staff** - There were 13 Muster Roll staff which includes Peon, Drivers, Sweepers & Home Guard Sainiks.

**ANNUAL REPORT
2006-07**

HEAD OFFICE, GANGTOK

**DEPARTMENT OF
COMMERCE & INDUSTRIES**

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- 1) Branch officers, board, corporation and PSU's were under the administrative control of this Department.
- 2) Achievement Report Of Commerce & Industries Department For The Year 2006-07
- 3) Status Report Of Samlik-marchak Growth Centre.
- 4) Details Registration During This The Year 2006-07
- 5) NATHULA Report
- 6) Annual Report of Adm. section of Commerce & Industries for the year 2006-07.
- 7) Expenditure, Investment And Revenue Receipt During 2006-07
- 8) Financial Statement 2006-2007
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- 13) Detailed Report On The Number Of SSI Units Registered In 2006-2007

**DEPARTMENT OF
COMMERCE & INDUSTRIES
GOVT. OF SIKKIM
GANGTOK**

**PHYSICAL AND FINANCIAL
ACHIEVEMENTS STATUS OF
HEAD OFFICE, GANGTOK.
FOR THE YEAR
2006-2007**

The following branch officers, board, corporation and PSU's were under the administrative control of this Department.

- ▶ Directorate of Handloom and Handicraft headed by Director.
- ▶ District Industries Centre (DIC) (N/E) headed by General Manager-cum-Joint Secretary.
- ▶ District Industries Centre (DIC) (S/W) headed by General Manager-cum-Joint Secretary.
- ▶ Sikkim Handloom & Handicraft Development Corporation (SHHDC) headed by Chairman-cum-Managing Director.
- ▶ Sikkim Khadi Village Industries Board (SKVIB) headed by Chief Executive Officer.
- ▶ State Trading Corporation of Sikkim (STCS) headed by Managing Director.
- ▶ Sikkim Time Corporation (SITCO) headed by Managing Director.
- ▶ Sikkim Industrial Development and Investment Corporation (SIDICO) headed by Managing Director.
- ▶ Sikkim Jewels Company (S JL) headed by Managing Director.
- ▶ Temi Tea headed by Manager.
- ▶ Sikkim Precision Industries Ltd. (SPIL), Namchi headed by the Managing Director

STATUS REPORT OF SAMLIK-MARCHAK

GROWTH CENTRE.

- 1) Ministry of Commerce and Industry, DIPP, vide letter No. 5/26/1/99-DBA-I Dated 7/11/2003 accorded approval of Growth Centre at an estimated cost of Rs.3175.00 lakhs. The contribution of the Ministry, DIPP was to the tune of Rs.1500 lakhs and Rs1675 lakhs was the contribution of the State Government.
- 2) The DIPP vide letter No. 5/26/1199-DBA-I Dated 13/1/2004 released Rs. 5.00 crores.
- 3) Vide letter No.5/26/1/99-DBA-I dated 19/12/2005, DIPP has conveyed the sanction for Rs.100 lakhs. The same has been received in the CFY and transferred to Roads & Bridges Department for construction of approach road to the Growth Centre.
- 4) The State Government till date has released only Rs.2.00 crores in 2006-07 as the States' contribution. Rs. 100 lakh has been spent on the construction of the approached road through Roads & Bridges Department and Rs. 100 lakh has been released to PHE Deptt. as part payment for providing water connection to the Growth Centre.
- 5) Out of the Rs.500 lakhs released by DIPP, the department through the Land Revenue 'Department has purchased 25 acres of land at Samlik Marchak at the cost of Rs.4, 41,58,8271-. The balance amount had been transferred in the LFY to the Tourism Department to take up fencing of the part 1 of the Growth Centre at Samlik Marchak which is completed.

NATHULA

The significance of the re-opening of the Nathula Trade Route on 6th July 2006 is of tremendous importance to both the countries vis-a-vis India and Republic of China. This has generated tremendous amount of enthusiasm and a great degree of expectation and perceptible surge of interest to participate in the trade and the other activities.

The Stake holders from farmers, road contractors, bankers, shop owners, travel agents and the Insurance Companies etc. are involved.

With the protocol being signed between the Govt. of India and the Republic of China in June, 2003, hectic activities were taken up to put the infrastructure in place so that the reopening of the Nathula Trade Route could begin as per schedule.

While keeping in mind the enormous economic benefits and the cascading effect would have on Sikkim and the Nation at large, the State Government has left no stone unturned to make this trade into a reality. A Committee was constituted under the Chairmanship of the chief Secretary of Sikkim and the concerned Departments.

The historic reopening of the Nathula Trade after a gap of 44 years was presented by the Honourable Chief Minister Dr. Pawan Chamling as Chief Guest on 6th July, 2006.

(FIRST PHASE WORKS)

SUMMARY STATEMENT OF FUND RECEIVED FOR DEVELOPMENT OF INFRASTRUCTURE OF TRADE MART AT SHERAHANG IN THE FIRST PHASE FOR BORDER TRADE DURING 2005-06

FUND RECEIVED UNDER	PARTICULARS	IMPLEMENTING DEPARTMENT	RELEASED	EXPENDITURE	BALANCE	REMARKS IF ANY
(A) ASIDE	Infrastructural Development at Sherathang Trade Mart for the works under ASIDE scheme Sl.No. 1 to 14 at Annexure - I	i. Roads & Bridges ii. Electrification(Energy & Power)	530,00,000.00	i. 5866739.00	20,00,000.00	(A)Fully utilized but shortfall of Rs. 66775.00
				ii.15133261.00		
(B) BADP	Infrastructural Development at Sherathang Trade for additional three sheds constructed from BADP fund and installing the computers. at Annexure - II	i. Roads & Bridges	30.00 lacs	30.00 lacs	Nil	Fund Fully utilized
(C) DONER	Infrastructural Development at Sherathang Trade Mart for the works under DONER scheme at Annexure – III	i. Roads & Bridges ii. Energy & Power iii. Forest Environment & Wildlife Management	1,04,12,103.00	i. 33,80,300.00 ii. 26,23,059.00 60,03,359.00	4408744.00	Total fund to be received Rs.10983654.00 actual received 10412103.00 but shortfall Rs. 571551.00

Weighing Machine Bridge is yet to be installed at the check posts for Rs. 20,00,000/-

Note: **PHASE - I**

- * The total expenditure for Infrastructure Development of Sherathang Trade Mart was Rs. 53166775.00 but fund approved and released under ASIDE Scheme is Rs. 530,00,000.00.
- ** The fund received for passenger scanner & weighing machine/Bridge amounting to Rs. 20.00 Lacs. has not been utilized as consolidated checking point structure is yet to be constructed at Nathula.
- *** The actual pending liabilities for the development of Sherathang Trade Mart is Rs. 1,09,83,654.00. However, the Department received Rs. 1,04,12,103.00 from DONER through APEDA Hence there is shortfall of Rs. 5,71,551.00.
- **** The Forest Environment & W M Department is to be paid Rs.49,80,295.00 as the payment against pending liabilities but this amount has been refunded back to SIDICO as the Forest Department did not accept it.

(SECOND PHASE WORKS)

SUMMARY STATEMENT OF FUND RECEIVED UNDER ASIDE SCHEME FOR DEVELOPMENT OF INFRASTRUCTURE OF TRADE MART AT SHERATHANG IN THE SECOND PHASE FOR BORDER TRADE .

FUND	PROJECT SUBMITTED FOR THE FOLLOWINGS	TOTAL COST OF THE PROJECT	FUND APPROVED FOR (a)(b) & (c)	FUND SANCTIONED & RELEASED AS 1 ST INSTALLMENT	REMARKS
A. ASIDE	a) Cafeteria b) Construction of parking shed for trader's loaded vehicle. c) Consolidated Check Post d) Expansion of Trade Mart	2450.51 lacs Yet to be approved.	1342.00	385.237	Not yet utilized.
B. ASIDE	11KV transmission line from Changu to Sherathang & Nathula	2.99 Cr.	2.20 Cr.	2.20 Cr.	Not yet utilized
C. BADP	Water Supply to Sherathang Trade Mart.	246.16 Lakhs	100.00 LACS (SANCTIONED)	NIL	Not yet utilized
(Source of fund is not finalized)	Water Supply & Swerage for Sherathang Trade Mart and check point at Nathula	937.54 Lakh (yet to be approved)	NIL	NIL	Not yet utilized

PHASE - II

In continuation with the earlier financial sanctions an amount of Rs 110.00 cr. Has been released as first installment under ASIDE scheme on 12th Sept. 2006 for the financial year 2006-07 to SIDICO, Gangtok. The 2nd installment of 110.00 Cr. Has been released for the financial year 2006-2007 under ASIDE scheme

BALANCE OF FUND

i) Balance of Fund received from DONER (not accepted by Forest & Wildlife Departments)	-	Rs.	4408744.00
ii) Fund	-	Rs.	20.00 lacs
iii) Fund released as 1 st installment under ASIDE scheme for additional work of second Phase	-	Rs.	385..23 Cr.
iv) Fund released for intallation of 132 KV TR line fom LLHP to Sherathang from DONER	-	Rs.	220.00 Cr.
	TOTAL	RS.	66931

**Annual Report of Adm. section of
Commerce & Industries for the year
2006-07.**

The following is the sanctioned post& men in position of the Department.

	<u>Post</u>	<u>Sanction strength</u>	<u>Existing strength</u>
1	Secretary	1	1
2	Director/Special Secretary	1	1
3	Addl.Secretary	1	1
4	Joint Secretary	1	1
5.	Genera Manager/Jt.Secretary	2	2
6.	Sr.A.O	-	1
7.	A.O.	1	2
8.	Under Secretary	1	
9	Asstt Manager	-	1
10.	Private Secretary	1	1
11.	A.D./Manager	5	5
12.	O.S.	2	2
13.	SIPO	7	5-9 on deputation from HRDD
14.	H.A.	1	2
15.	U.D.C.	6	5
16.	Stenographer	-	-
17.	Sr.Acctt	1	1
18.	Acctt	3	4
19.	Jr.Acctt	5	2
20.	L.D.C.	19	19
21,	Driver	10	10
22.	Daftry	2	-
23.	Peon	14	15
24.	Chowkidar	3	2

EXPENDITURE FIGURES 2006-07 (PLAN).

Rs. In thousand

1	V.S.I.	60280
2	Industries Other than VSI	47100
	TOTAL	107380

INVESTMENT 2006-07

Rs in lakhs

SITCO	SIKKIM JEWELS LTD
43.27	20.00

In addition to above, Rs. 5.00 crores was released as investment to SITCO in 2006-07 from Non Plan.

FINANCIAL STATEMENT

2006-2007

Rs. in Lakhs

Sl. No.	Sector/Sub Sector Scheme	2006-2007
1	Dir& Administration	8836
2.	S.S.I	10764
3.	Incentive to Ind.	4400
4.	Swarozgari Udyog Yojana	-
5.	SKVIB	8200
6.	Consumer Industries	-
7.	D.H.H	28080
8.	P.S.U.	13427
9.	Tea Dev.	-
10.	S.I.D.I.C.O	-
11.	C.M.R.Y	-
12	Building	-
13.	Purchase of land	3673
14.	Growth Centre Samlik	20000 (State Share)
	Marchak Approach road	10000 (C.S.S.)
15.	TOTAL	107380

DETAILS OF REVENUE RECEIPTS 2006-2007
REALISED FROM
COMMERCE & INDUSTRIES DEPARTMENT

Rs. in Thousand

RECEIPTS HEAD	2006-2007
0407-80 800 Plantation	19506
0851-103 01 Sales Proceed DHH	2386
0852-80 800- Other Receipt	90
TOTAL	21982

INVESTMENT IN PSU(s) : 2006-07

SR. NO.	PSU(s)	2006-07
1.	SIDICO	NIL
2.	SIKKIM JEWELS L TD.	20,00,000
3.	SIKKIM PRECISION INDUSTRIES	NIL
4.	SITCO	43,27,000
5.	SIKKIM HANDICRAFT HANDLOOM CORPORATION	NIL
	TOTAL	63,27,000

STATUS OF LAND

1. SAMLICK- MARCHAK(Growth Centre)	:	25 ACRES
2.NAMLI (East Sikkim)	:	17 ACRES
3. Mining(Rangpo)	:	6.61 Acres
4. Jorethang DIC	:	3.0 Acres

GOVT. COMPANY/COLD STORAGE LEASED
OUT TO PVT. PARTY

1. SIKKIM FLOUR MILL, TADONG
- 2 COLD STORAGE, RANGPO

**NUMBER OF SSI UNITS REGISTERED IN
2006-2007**

East	West	North	South	Total
12	2	-	3	17

**ANNUAL REPORT
2006-07**

**DISTRICT INDUSTRIAL CENTER
(S/W) Jorethang**

**DEPARTMENT OF
COMMERCE & INDUSTRIES**

CONTENTS:-

- 1) Forwarding Letter.
- 2) Detailed report on UNIT REGISTRATION:
MARGIN MONEY:
REVENUE RECEIPTS:
PMRY:
FAIRS AND EXHIBITIONS:
INVESTORS:
(SSI & MEDIUM SCALE ENTERPRISES)
- 3) Administrative set up with chart.



GOVERNMENT OF SIKKIM
DISTRICT INDUSTRIES CENTRE (SOUTH & WEST)
JORETHANG, SOUTH SIKKIM

Ref No. 4(GM)/DIC/2004-05/III

Date: 10.05.07

To,
The Senior Accounts Officer,
Department of Commerce & Industries,
Government of Sikkim.
Gangtok.

Sub: **Annual Report of District Industries Centre (S/W)
Jorethang for 2006-07.**

Sir,

Kindly find enclosed herewith the Annual Report of DIC (s/w) Jorethang for the financial year 2006-07, forwarded herewith for your kind information and necessary action, please.

Thanking you,

Yours faithfully,

(H.K. Sharma)
Joint Secretary-cum- General Manager.

Encl: a. a.

ANNUAL REPORT OF DIC (S/W) JORETHANG FOR THE YEAR 2006-07.

I. UNIT REGISTRATION:

During the year 2006-2007, a total number of 86 units were granted provisional registration, besides 10 cases had been forwarded to Head Office, Gangtok for the approbation and grant of permanent registration.

2. MARGIN MONEY:

The DIC(s/w) Jorethang, under the scheme of Margin Money recommended 25 nos. of loan cases and forwarded to SKVIB, Deorali Gangtok, for soliciting further initiative for the sanction and grant of loan through Nationalised banks.

3. REVENUE RECEIPTS:

During the year 2006-07, a total amount of Rs. 91163/- only has been realized as revenue receipt in the form of shed rent from 12 nos. industrial shed located at Mini Industrial Estate under DIC (s/w) J orethang.

4. PMRY:

During the financial year 2006-07, the DIC (s/w) Jorethang, was allotted 20 number of PMRY Target, under which the office could sponsor 36 loan cases to the different bank branches of South and West District, and out of which 19 cases were sanctioned and 17 cases were disbursed amounting to Rs. 7,68,4001 as per the sanctioned 1 disbursement figure received from different bank branches of south & west as on date under the scheme.

5. FAIRS AND EXHIBITIONS:

The DIC (s/w) Jorethang participated in three events this year, viz.,
1) Maghey Sankranti cum Traditional, Cultural and Tourism Festival at Jorethang, S. Sikkim 2). Rimbi Maghey Mela, W. Sikkim and 3) Kanchendzonga Tourism Festival, Pelling, W ISkm. The basic objectives for participation in the Mela aimed to encourage Rural Artisans for promotion and marketing of their products in wider form. Further, a gross amount to Rs. 3.50 lacs of Rural Artisan products were sold in the events. Besides, 17 nos. of best rural artisans were given cash award as well.

6. INVESTOR: (SSI & MEDIUM SCALE ENTERPRISES)

During the Year 2006-07, a number of Small Scale & Medium Scale Enterprises have been set up and explored investment in the South District of Sikkim. The name of the Enterprises are

1. M/s SICPA Ltd. Mamring, South Sikkim.
2. M/s Godrej Ltd. Mamring, South Sikkim.

3. M/s Himalayan Petroleum Products Pvt. Ltd. Mamring, South Sikkim.
4. M/s Bhawana Paper Industries, Mamring, South Sikkim.
5. M/s R.K. Industries, Manpur, South Sikkim.
6. M/s Sikkim Organics, Manpur, South Sikkim.
7. M/s J.N.R.T. Commercial (P) Ltd. Manpur, South Sikkim.
8. M/s Promising Expert, Manpur, South Sikkim.
- 9). M/s Avinashi Industries, Manpur, South Sikkim.
- 10). M/s Sikkim Soap & Chemical Industries, Jorethang etc.

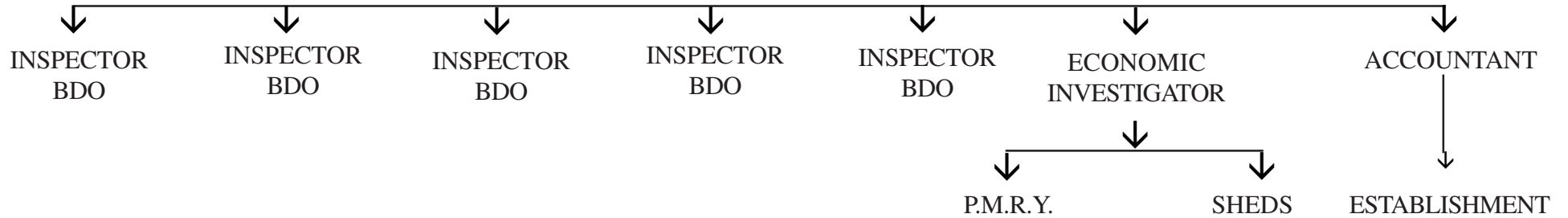
s/d

(D. P. Chettri)
Manager CUM D&DC
District Industries Centre
South and West, Jorethang

**GENERAL MANAGER
HEAD OF THE OFFICE**



**MANAGER
D & DO & ADMINISTRATION
&
PROGRAMME OFFICER**



**ANNUAL REPORT
2006-07**

**DISTRICT INDUSTRIAL CENTER
(E/N) Gangtok**

**DEPARTMENT OF
COMMERCE & INDUSTRIES**

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- 1) Forwarding Letter.
- 2) Summary Report On District Industries Centre (East & North)
- 3) Report On Training Attended At Council For Social Development On Monitoring And Evaluation At 53 Lodhi Estate, New Delhi W.e.f. 5th To 17th March 2007.



**GOVERNMENT OF SIKKIM
DEPARTMENT OF COMMERCE & INDUSTRIES
DISTRICT INDUSTRIES CENTRE (E/N)
GANGTOK**

Ph: 205542

Date: 19. 5. 2007.

Ref. No.23(19)/DIC/EN/05-06/38

To,

The Sr. Accounts Officer,
Department of Commerce & Industries,
Government of Sikkim,
Gangtok.

Subject: **Submission of Annual report- 2006-07.**

Sir,

Reference to your letter No. 26/DI/07 dated 16.04.2007 I am to enclosed herewith the Annual report 2006-07 of this office for your kind information and further necessary action please.

Thanking you,

Thanking you,

Yours faithfully,

GENERAL MANAGER.

District Industries Centre (East & North)

Gangtok (2006-07)

The District Industries Centre of Gangtok for East and North District was established with effect from September 1986. The DIC (EIN) is a wing of the Department of Industries and under its single roof all round support and services are rendered for rural Transformation and generation of industrial growth and self employment ventures. However, the main thrust of the DIC's scheme is on effective promotion and development of small, tiny, village and cottage industries in the districts. While accepting the concept of DIC's scheme and to date right from the inception, this office has been rendering the following services, which has special emphasis on creating sustainable employment avenues. A synopsis of physical target and achievements may help to reveal the commendable steps taken by this Centre towards achieving its goal.

1. Recommending cases for the grant of Permanent Registration to the existing industrial units based on physical inspection and verification, etc. This also reflects the result of the follow-up action with regard to Entrepreneurship Development and Motivation Programme and Rural Artisans Training Programme, being implemented in the districts. Provisional Registration is granted from this office for East and North district, which is valid till five (5) years. The DIC has granted provisional registration to 191 units in East and 07 in the North district.

2. Imparting training to "Rural Artisans under Training to Rural Artisans Scheme" The main objective of the Rural Artisan Programme is to provide all round training to the village artisans indifferent trades, so that they are in a better position to take up small enterprises and work with improved tools with a view to enhance their present income. After the training, financial and marketing assistance are provided through banks and other agencies as a follow up measure of the scheme. Due to paucity of fund, we could not conduct training programmes.

3. Organizing and conducting Entrepreneurship Development Programmes (EDP) of developing new and prospective entrepreneurs

who could take up small industries of their own as a profession and generate employment opportunities. The DIC (E/N) has been conducting EDP at various places at East and North Districts. The duration of such programmes varies from one day to weekdays or even longer depending upon the nature of the programmes. Due to paucity of fund, we could not conduct such programmes.

4. Nodal Agency is implementing the Prime Minister's Rojgar Yojana (PMRY) scheme in coordination with Banks. Preparation of suitable schemes for the beneficiaries. The objective of the scheme is to reduce unemployment by encouraging the educated unemployment youth to take up self-employment ventures in industry, service and business through the provision of a package of assistance. Under this scheme, the educated unemployed youths who are at least class VIII passed and within the age group of 18 years are eligible for a com posted loan to the tune of Rs.2, 00,000.00 for Industrial ventures and Rs. 1,00,000.00 for business, services and other agriculture and allied from the Nationalized Banks. The scheme also envisaged and outright capital subsidy to the extent of 15% of the loan sanctioned.

During the Financial year

2006-07 DIC has conducted one DL TEC meting and recommended 44 cases to different Bank Branches operating in the East and North Distr!cts to provide financial assistance to the beneficiaries to set up their own unit.

5. Swarojhggar Udhyog Yojana was introduces and implemented during 2002-03 to benefit rural artisans of the State. During 2006-07 Under the said Yojana the fund was not granted.

6. Margin money scheme under Sikkim Khadi & Village Board, D.I.C. (E/N) had recommended 72 Cases to the various Banks in East and North Districts.

7. Report of the training attended by the officers of DIC (E/N) to outside the state has been enclosed at Annexure 1.

8. State Level Banker's Committee and District Level Review Committee meeting has been attended by the officers of DIC (E/N) and the minutes of the meeting is enclosed at Annexure 2 to 10.

REPORT ON TRAINING ATTENDED AT COUNCIL FOR SOCIAL DEVELOPMENT ON MONITORING AND EVALUATION AT 53 LODHI ESTATE, NEW DELHI W.E.F. 5TH TO 17TH MARCH 2007 BY SRI KARMA PINTSO BHUTIA, SR. FUNCTIONAL MANAGER AND SRI SHASHI PRADHAN, SR. FUNCTIONAL MANAGER OF DISTRICT INDUSTRIES CENTRE, E/N, GANGTOK.

5TH MARCH; AFTER THE INTRODUCTION WE ATTENDED THE CLASSES ON M&E CONCEPTS, PRINCIPLES AND TECHNIQUES, PROJECT CYCLE TAKEN BY DR. S. RAJAKUTTY, DIRECTOR, NIRD, HYDARABAD AND PROF. MAHENDRA P. LAMA.

6TH MARCH; DR. JABBI, DR. S. PAL, DR. N.J. KURIAN AND DR. S. RAJAKUTTY TOOK THE CLASSES ON PROJECT FORMULATION AND APPRAISAL.

7TH MARCH; PROF. MAHENDRA P. LAMA, DR. RAJAKUTTY, DR. DR. B.K. METRI, DR. S.P. PAL AND DR. K.V. RAO TOOK THE CLASSES ON METHODOLOGY FOR EVALUATION, SURVEY ETC.

8TH MARCH ; FIELD VISIT TO NUH.

9TH MARCH ; DR. PAL, DR. RAO, SRI RAJNEESH MALVIA, PROGRAMME DIRECTOR PARTHA P. RUDRA AND MONIKA TOOK THE CLASS ON REPORT OF EVALUATION, HOW NGOs MONITOR AND EVALUATE THEIR PROJECTS AND NEED FOR COMPUTERISED PROJECT INFORMATION SYSTEM AND DESIGN DEMONSTRATION.

10TH MARCH ; SRI RAJNEESH MALVIYA TOOK THE CLASSES ON DEMONSTRATION AND PRACTICE OF COMPUTERISED DESIGN.

11TH MARCH ; SUNDAY (OFF).

12TH MARCH ; MS. SALIMAH SAMJI OF WORLD BANK TOOK THE CLASS ON DONOR'S PERSPECTIVE AND DR. N.K. SAHU, DR. M.K. JABBI AND DR. K.R. BISWANATHAN OF SWISS AGENCY FOR DEVELOPMENT (SDC)

TOOK THE CLASSES ON LINE MINISTRY'S PERSPECTIVE AND DONOR'S PERSPECTIVE.

13TH MARCH ; GROUP DISCUSSION AT CLASS ROOM.

14TH MARCH ; MS. PURVI DAS OF PRIA, (NGO), TOOK THE CLASS ON NGO PERSPECTIVE AND AFTER LUNCH DONE THE COMPUTER PRACTICE.

15TH MARCH ; SRI KAILASHPATI AND MR. D. BANDHYOPADHYA TOOK THE CLASS ON LINE MINISTRY'S PERSPECTIVE AND TECHNIQUES OF MONITORING AND EVALUATION, TESTING THE DESIGN MONITORING BY PROF. MAHENDRA P. LAMA AND DR. S. PAI.

16TH MARCH ; FIELD VISITS DISCUSSION AND INTERACTION AT CLASS ROOM. POWER POINT PRESENTATION BY TRAINEES (5 GROUPS).

17TH MARCH ; FEEDBACK PRESENTATION BY THE PARTICIPANTS AND SUMMING UP. AFTER .1.00 PM PROF. MUCHKUND DUBEY AND DIRECTOR COUNCIL FOR SOCIAL DEVELOPMENT GAVE AWAY THE TRAINING CERTIFICATES TO THE TRAINEES.

(K. P. BHUTIA)

(S. PRADHAN)

**ANNUAL REPORT
2006-07**

**DIRECTORATE OF HANDICRAFT
AND HANDLOOM**

**DEPARTMENT OF
COMMERCE & INDUSTRIES**

CONTENTS:-

- 1) Forwarding Letter.
- 2) Status Report Revenue Receipt
- 3) Report on Monthly Co-ordination meeting held on 7th March 2007 in the Chamber of the Director, Directorate of Handicrafts and Handlooms
- 4) COMMITTEE FOR THE GOLDEN JUBLIEE CELEBRATION.
(Revised)
- 5) Minutes of the Monthly Co-ordination Meeting held on 22nd Jan' 07
- 6) Forwarding Letter Joint Secretary, Cabinet Coordination
Home Department.
- 7) Minutes of Month Coordination Meetin held on 09/10/2006.



Phone No: 23126
22926

**GOVERNMENT OF SIKKIM
DIRECTORATE OF HANDICRAFT AND HANDLOOMS**

No.782/DHH

Dated Gangtok, the:22. 5. 2007.

To,

The Sr. Accounts Officer,
Department of Commerce & Industries,
Government of Sikkim,
Gangtok.

Subject: **Annual Report- 2006-07 Write up.**

Sir,

With reference to your letter No. 26/DI/07 dated 16/04/07 on the subject cited above. I am directed to forward herewith the Report pertaining to Directorate of Handicrafts and Handloom, Govt. of Sikkim Gangtok for the year 2006 - 07 as desired.

Thanking you,

Yours faithfully,

Accounts Officer,
D.H.H., Gangtok.

Revenue Receipt

Name of Deptt. Demand No.16.

Particulars & Nature of Receipt
indicating Major. Minor &
Detailed..

Commerce & Industries, DHH
(Rs. In lacs)

	Revenue Receipts Target 2006-07	Revenue realised	Remarks
Heads. 0351 Vill & Small Scale Ind. 02. Smal Scale Ind.			Payment to be realised from some of the Deptt.
01 - GICI			
Sales Proceeds	25.00	23.86	

FINANCIAL & PHYSICAL TARGETS UNDER DHH FO THE YEAR 2006 - 07

MAJOR HEAD - 2851 VILLAGE & SMALL INDUSTRIES

Sl. No.	Minor Heads	Budget Allocation & Expenditure 2006 - 07				Remarks
		Plan	Exp.	N.P.	Exp.	
1	00-03 - Training					
	a. Head Qtr.	66.04	56.72	177.78	177.78	
	b. East Distt.	49.61	49.00	-	-	
	c. West Distt.	60.16	54.61	-	-	
	d. North Distt.	38.35	38.27	-	-	
	e. South Distt.	44.34	44.34	-	-	
2.	00-004 - Research & Design	1.50	1.50	-	-	
3	00.102 - HMPU	10.00	9.65	8.05	7.23	
	TOTAL	270.00	254.09	185.83	185.01	

**ADMINISTRATIVE SET UP OF
DIRECTORATE OF HANDLOOM AND HANDICRAFTS**

DIRECTOR



JOINT DIRECTOR



DEPUTY DIRECTOR(PRODUCTION)



Minutes of The Monthly Co-ordination meeting held on
7th March 2007 in the Chamber of the Director,
Directorate of Handicrafts and Handlooms:-

Present:

- I. Ms. Namrata Thapa, Director, DHH.
2. Ms Nita Nirash, Joint Director, DHH.
3. Mr. P. R. Ghimirey, Assistant Director, Training.
4. Mr. K. S. Bhutia, Assistant Director, Sales & Marketing.
5. Mr. M. K. Rai, Accounts Officer.
6. Mr. Khitook Bhutia, Assistant Director, HMPU.
7. Mr. Chosang Tsh. Bhutia, Assistant Director, East.
8. Mrs. T. Norden, Assistant Director (R&D).
9. Mrs. Dicky Yangzom, Under Secretary.
10. Mr. Chewang Bhutia, Inspector, Training.
- II. Mr. Durga Khati, O.S.

Director DHH chaired the meeting and the following were decided upon.

- I. Letter to be sent to Secretary, Raj Bhawan for message of His Excellency the Governor.
2. All officers and staffs to submit their passport size photograph for issue of Identity card by 9th March '07. to A.D.(East).
3. Letter to be sent to NIC and I.T.Department for launching website.
4. Painting competition will be on the spot on 2nd April '07, two students from each school will participate. The judges to be invited are:
 1. Mr. Kiran Rasaily.
 - 2 Mr. Pankaj Thapa.
 3. Mr. Gandcn Lharipa.Cash prizes for 1st, 2nd and 3rd and consolation prize are to be given along with certificate.
5. Letter to be sent to Culture Department for Ornaments.
For cultural programme on the closing day.
For live music during the closing day.
5. Certificate of Honour are to be given to DHH Cadre only.
6. On the inaugural day the programme will be conducted by Mr. Moni Kumar Rai, Inspector, West. A.D. Training will propose the vote of Thanks.
7. All the Branch staff should be present in the inaugural day of the Golden Jubilee Celebrations.
8. Training classes will remain open for 1st April '07.
9. Mementos are to be completed by 26th March '07 .

- Attention: A.D. Production.
10. All preparations for the Golden Jubilee Celebrations are to be completed by 26st March'07.
 - II. The list of number of guests expected are to be provided to Police by 10/3/07 ,
Attention: Mailing List Committee.
 12. Reimbrushment is to be submitted for sanction after certification by Mr. K.S. Bhutia, A.D (.M & S).
 13. Peons are to be attached with Information Desk.
 14. Toilet; are henceforth placed under lock and key supervision by the following:
 1. A.D.Production - For Carpet / Carpentry Section.
 2. A.D. Training -For Multicrafts/ Training Section.
 3. Concerned Class Teacher - For Main office building.
 4. A.D. HMPU. - Paper Section.

Under Secretary,
Directorate of Handicrafts & Handloom.

COMMITTEE FOR THE GOLDEN JUBLIEE CELEBRATION (Revised)

1. “Invitation Cards”

- 1.A.D.North, Mr Tshering Dorji.
2. O.S, Mr Durga Khati.
3. Inspector, Mr Jigme Pintso.
4. B.I.Mr Titus Basnett.
5. B.I.Mr Tshering Dorji.

(i)They are to confirm mailing list, distribute cards and confirm participation.

(ii)Give extra invitation cards to IPR Dept.

2. Construction of Gate (Inside)

- :1.Mr.Karma Samten,A.D.M/S.
2. Mr.Suren Pradhan, Cane & Bamboo and

trainees

3. Photo Exhibition- the following names are added : 1.Passang Lepcha, Tech.HMPU

2. Mr. Ganesh Chettri,
Artisan, HMPU.

4. Publicity Committee

1. Joint Director, Ms Nita Nirash.
2. B.I.Mr Kishen Bhujel.
3. B.I.Mr.Titus Basnett.
4. B.I.Mr Sonam Nima.
5. Inspector, Mrs Choden Gensapa

(j) to ensure photo coverage of the celebrations.

(II)Obtain permission from UDHD for display of banner.

(iii)Obtain P.A.system from IPR.

(iv)D/D coverage, Zee TV and print coverage in at least 2 consecutive issues of 4 local papers.

5. Seating arrangement

- 1.A.D.Training.
2. A.D.HMPU.
3. MS.DiI Kumari Pradhan, LDC.
4. MS.Dhan Maya Rai. LDC.
5. Mr.Udai Narayan Sharma, LDC.
6. MS.Thunka Bhutia, AD.

6. “Information Desk”

- :1.Ms.Chopel Ethenpa, Inspector.
2. Ms.Tshering Ongmu, Dyeing Instt.
3. MS.Prativa Tamang, B.I, Rinchenpong.
4. Ms Aruna Rai, B.I.Chakung.

5. MS.Kumari Chettri, B.I.Rhenock.
6. MS.Nirmala Chettri, B.I.Soreng.
7. MS.Tseten Yanki, B.I.Chungthang
7. "I.D.Cards
1.Mr C.T.Lepcha, A.D. East.
2. Mrs Lakpa Doma, AMO.
3. Mr Durga Khati, OS.
8. Reception committee :
welcome the Chief
Instead of trainees the following staff will
Guest and dignitaries in traditional attire
-Mrs Choden Gensapa, Inspector,
-Mrs Leena Lepcha, UDC,
-Ms.Poonam Khatiwara, B.I.
9. Cleanliness Committee
1.Mr Norden Lepcha, A.D (P)
2. Mr D.K.Rai, Asst Designer.
3. Mr Chewang Rabden, LDC.
4. Mr. Phurba Sherpa, Instructor.
10. Refreshment Committee
following members-
: This committee is reconstituted with the
1. Mrs Lakpa Doma, AMO.
2. Mrs Choden Bhutia, Instt, Carpet.
3. Mrs Possong Lhamu, Instt, Carpet.
4. Mrs Chechi Lachungpa, Instt, Carpet.
5. Mr Passang Lepcha, Tech, HMPU.
6. Ms Dorjee Ongmu Lepcha, Insft, South.
7. Ms.Gyamchung Lepcha, Instt, South.
11. Garland and Khadas
1.A.D.East.
2. B.I.Central Pendam, Ms.Poonam Khatiwara.
12. Traffic, Water, Electricity
1.A.D.North.
2. A.D.East.
3. Inspector, Training
13. Liaison (L.O) and Reserve duty
1. A..D.South
2. A.D.West.
14. Lunch coupons
: 1. DGM, SHHDC
2. Sr. Acct. Mr. D. R. Pradhan



Phone No: 23126
22926

GOVERNMENT OF SIKKIM DIRECTORATE OF HANDICRAFT AND HANDLOOMS

No3047/DHH.

Dated Gangtok, the 14/2/07

Minutes of the Monthly Co-ordination Meeting held on 22nd Jan' 07 in the Chamber of the Director, Directorate of Handicrafts and Handloom.

Present:-

1. Ms.Namrata Thapa, Director, DHH.
- 2: Assistant Director, Research & Design.
3. under Secretary.
4. Accounts Officer.
5. Assistant Director, Training.
6. Assistant Director, Production.
7. Assistant Director, Marketing & Sales.
8. Assistant Director, H.M.P.U.
9. AD, East.
10. AD, North.
11. D.G.M, S.H.H.D.C.
12. Sr.Accountant.
- 13.A.M.O.
14. Inspector-Training, East, Sales. Central Store.
15. Branch Incharge : Chakung, Rinchenpong, Rhenock, Soreng, Melli.
Rongli, Kewzing, Temi Tarku, Lachen, Chungthang.

Director DHH chaired the meeting and the following were decided upon:

1. Some changes were proposed and decided for the committees for the Golden Jubilee Celebrations.
2. Buildings and Housing Dept. is to be requested for Chairs and Sofas for the golden jubilee function.
3. All Assistant Directors (Districts) are to submit finished goods to H.Q by 5th March, 2007.
4. B.I Rongli, Kewzing, Melli, Temi Tarku, Central Pendam are to be deputed to HQ for the golden jubilee preparations.
5. The best branch centre from those functioning for more than 5 years is to be awarded. Nominations for the best trainee are to reach A.D. East & West and Inspector, East at the earliest.

Under Secretary
DHH

Minutes of the Monthly coordination meeting held on 9th November 2006 in the Chamber of the Director, Directorate of Handicrafts and Handlooms:

Present:

1. Mrs. Prava Rai, Director, DIIL
2. Ms Nita Nirash, Joint Director.
3. Mrs. Dicky Yangzum, Under Secretary.
4. Mrs. Tshering Norden, Assistant Director, Research & Design.
5. Mr N. Lepcha, Assistant Director, Production.
6. Mr. Chosang Lepcha, Assistant Director, East.
7. Mr. P.RGhinuneray, Assistant Director, Training.
8. Mr. K.S.Bhutia, Assistant Director, Marketing.
9. Mr. M.R. Rai Accounts Officer.
10. Mr. Khitook Bhutia, Assistant Director, HMPU.

ADMINISTRATIVE.

1. Letter to be sent to Forest Deptt. for landscaping and beautification of the compound.
2. Letter to be sent to Power Deptt. for streets light in the compound of DHH.
3. Committees are to be formed for the Golden Jubilee Celebrations in March' 2007.

TRAINING

4. Suggestions to be requested required from A.D.'s North, South and West regarding Golden Jubilee Celebration.
5. Pit to be dig for disposal of garbage.
6. Retired Instructors, Officers of DHH are to be felicitated during the Golden Jubilee Celebrations.

Under Secretary
DHH

**ANNUAL REPORT
2006-07**

Sikkim Time Corporation

**DEPARTMENT OF
COMMERCE & INDUSTRIES**

CONTENTS:-

- 1) Forwarding Letter
Annual Report 2006-07 write-up.
- 2) Minutes of the Board Meeting of SITCO held on 21.11.2006.
- 3) Reasons for the shortcomings & suggestion for turn-around strategy;
- 4) Details of the Board of Directors
- 5) Administrative set up with chart.

* Market sluggish due to cheaper China product available in the market.

7) Details of the Board Members alongwith the Notification :

Annexure-IV

8) Photographs if any

The copy of Provisional Balancesheet for the year 2006-07 is enclosed herewith.

Kindly acknowledge the receipt.

I

Thanking you,

Yours faithfully,

For SIKKIM TIME CORPORATION LTD.

(SAMSUL HAQUE)

Dy. General Manager

Encl: As above.

MINUTES OF THE MEETING

A meeting was held in the chamber of the Managing Director, SITCO, on 25.11.2006 at 3.30 p.m in which the following officials were present.

SITCO

Mr. U.K. Pradhan, MD
 Mir. P.K. Awasthy, GM-I
 Mr. Gyurmie Yousal, GM-II
 Mr. Samsul Haque, DGM(A)

Central Bank of India (CBI), Gangtok

Mr. S. Tahin, Asst. General Manager

During the 51st Board Meeting held on 09th Nov, 2006, the Board of Directors of SITCO had directed that SITCO hold a meeting with CBI to discuss about repayment of the outstanding amount of Rs.7.02 crores on account of loan fahlity availed by SITCO.

1) SITCO put forward the proposal to the CBI for one time settlement of the loan amount and requested for waiving off the interest component. SITCO also requested for a payment period of 2 years. i.e the repayments to be made in instalments over a period of two financial years.

2) Asst. General Manager, CBI, informed that the account has already been declared as NPA in March 2006 and the interest accrued on the principal amount of Rs.5.00 crores till then has already been booked under profit and the CBI has paid the income tax against the same. Hence, negotiation if possible, can be considered on the interest accrued after March 2006.

3) Regarding the payment period of two years, AGM, CBI, informed that the same may not be acceptable to their Head Office and even if it is accepted, an interest @ 11.50% BPLR will be charged on the balance amount.

4) SITCO highlighted instances where loans were availed by other PSUs from banks under Govt. Guarantees and where banks have settled for large waivers during settlements. SITCO's loan amount being relatively small and also quite new, it was impressed upon AGM, CBI that immediate settlement of the same will be in the interest of both CBI and SITCO. **Further, it was also pointed out that CBI has already earned around Rs.5.12 crores as interest/rom SITCO against the loan.**

5) SITCO also informed the CBI that Govt. of Sikkim do not have sufficient fund to repay the full amount at a time and reiterated the request for waiving off of the total interest component and payment over two years.

6) After lengthy discussion, CBI suggested SITCO to put forward a reasonable proposal to them which will be forwarded to their H.O with a recommendation by the AGM, CBI.

The meeting concluded at 5.00 pm.

REASONS FOR THE SHORTCOMINGS:

Sikkim Time Corporation (SITCO) is a Govt. of Sikkim PSU under the administrative control off the Commerce & Industries Department. SITCO was established in the year 1976 through the vision of the first Govern of Sikkim. The Company is primarily engaged in the field of manufacture and marketing of watches, electronic and mechanical products.

The reasons for the ailments of SITCO and why it has reached the present state of affairs are as follows:-

- The two units of Semi-conductor and Mechanical Watches had to be closed down in 12004 due to insufficient loading by the collaborators BEL and HMT respectively. This drastically reduced the income of SITCO. 114 employees were given VRS..
- Due to high market competition from the organized sector and cheap Chinese watches available in the grey market on one hand and lack of advertising & promotional activities on the other, SITCO has found it increasingly difficult to sell its watches.
- The non-loading of the Speaker Unit by BPL has resulted in this unit operating at a very low level. Although SITCO was able to tap other buyers like Philips, Onida, LG and Videocon, non-availability of working capital has resulted in SITCO being unable to even fulfill trial orders.

SUGGESTION FOR TURN-AROUND STRATEGY;

The present position of SITCO calls for immediate action on the part of the Govt. to arrest the situation from cascading any further. The options available are: -

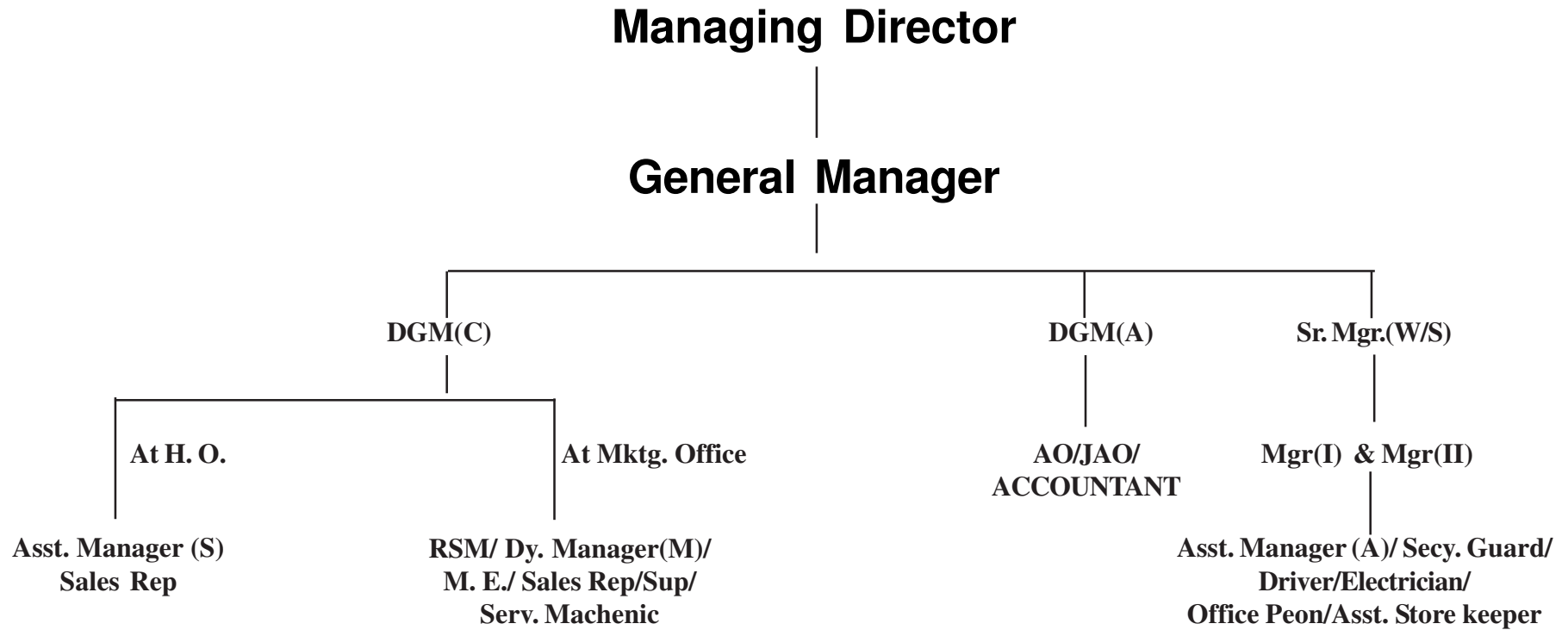
- Rebuild the Company on its available strengths & assets.
- Look for a Joint Venture partner.
- Disinvestment
- Closure of the Company

BOARD OF DIRECTORS OF SITCO.

1.	Shri Deepak Kr. Gurung, MLA,	.....	Chairman
2.	Shri T.T. Dorjee, IAS, Addl. Chief Secretary, Finance, Revenue & Expdt. Deptt,	.....	Director
3.	Shri Alok Rawat, IAS, Principal Secretary, P &D Deptt.	.....	Director
4.	Shri M.G. Kiran, IAS, Secretary, Commerce & Industries Deptt.,.	.....	Director
5.	Shri Topzor Dorjee , IAS Commissioner cum Secretary, UD&HD Deptt.,	.....	Director
6.	Shri Gyurmie Yousal, Managing Director, SITCO	.....	Director

Sikkim Time Corporation Limited

Organizational Structure of SITCO



**ANNUAL REPORT
2006-07**

**SIKKIM INDUSTRIAL
DEVELOPMENT AND INVESTMENT
CORPORATION LTD.**

**DEPARTMENT OF
COMMERCE & INDUSTRIES**

CONTENTS:-

- 1) Forwarding Letter
- 2) **Detailed Report on SIDICO**
Authorised and paid up Capital
Borrowing;
Recovery:
Interest Rate Structure
- 3) Details of the Board of Directors



SIKKIM INDUSTRIAL DEVELOPMENT & INVESTMENT CORPORATION LTD.

(A Government of Sikkim Undertaking)
Bhanu Path, Gangtok : Sikkim : 737 103

Ref. No. SIDICO/07-08/176

Dated 04.06.07

To

The Director,
Department of Commerce & Industries,
Govt. of Sikkim,
Gangtok

Sub:- **Physical and Financial Achievement Status Report for the year 2006-07**

Sir,

Please refer to your letter No: 147/DI/07 dated 24.5.07 on the subject cited above.

A brief note on our achievement for the year 2006-07 is enclosed alongwith a copy of our Annual Report for the year 2005-06 for your reference.

Thanking you,

Yours faithfully,

Managing Director

SIDICO

1. SIDICO was established in March, 1977 with main objective to Provide long term loans for setting up tiny, small and medium scale industries and for expansion, diversification and modernization. Participation in share capital for joint sector projects.
Setting up and development of industrial estates and achieving rapid industrial and economic developments of the State.

2. **Authorised and paid up Capital**

The Authorised share capital of the Corporation is Rs. 20 crores. The subscribed and paid up capital as on 31.3 .2007 was Rs. 17.14 crores. The pattern of share holding of the Corporation is given below: -

Pattern of share holding	Amount	%
Govt. of Sikkim	10.17	63
IDBI	<u>6.37</u>	<u>37</u>
	<u>17.14</u>	<u>100</u>

During the year, the Corporation did not receive equity participation from State Govt. & IDBI. The Corporation requires more support from State Govt. by way of equity participation to improve the liquidity position of the Corporation as 44% major old loans are classified as loss assets.

3. **Borrowing:-** During the year 2006-07, the Corporation drew Rs. 25 lakhs as refinance from SIDBI. The Corporation has repaid an aggregate amount of Rs. 12.99 lakhs to SIDBI. The outstanding balance of refinance availed from SIDIBI as on 31.3.2007 stood at Rs. 28.74 lakhs.

4. During the year 2006-07, the Corporation sanctioned Rs. 575.46 lakhs to 499 beneficiaries. The broad scheme wise classification of financial assistance sanctioned during the year is given below:-

	<u>No</u>	<u>Amount</u> (Rs. in Lakhs)
Small Scale & Tiny	06	15.74
Hotels	38	55.00
Personal Computer	90	39.80
Multipurpose loan	<u>365</u>	<u>464.92</u>
	<u>499</u>	<u>575.46</u>

The cumulative sanction since inception come to Rs. 65.51 crores to 6542 beneficiaries.

5. **Recovery:-** The Corporation explores smooth settlement of recovery measures through the process of one Time Settlement to the borrowers which involves sacrifice of some unrealized interest in order to encourage better recycling of funds. Units which had substantial defaults in payment to the Corporation are chased closely, including visits to their sites for study of their function, measures have been suggested to facilitate them to payoff the accumulated dues and wherever felt necessary, restructuring of the dues has been modified for the convenience adherence to the borrowers.

During the year 2006-07, the Corporation recovered Rs. 488.34 lakhs.

6. **Interest Rate Structure**

The Interest rate structure as on 31.3.2007 is given below: -

- | | | |
|------|--------------------------------------|---------|
| (i) | Upto and inclusive of Rs. 2,00,000/- | 11% p.a |
| (ii) | Over Rs. 2,00,000/- | 12% p.a |

The profitability can be sustained by the increase in the volume of business and also by recovery of outstanding overdue. SIDICO need to be provided with adequate resources by way of equity support by Govt. The borrowing from SIDBI on refinance loan is 9% p.a. It is becoming difficult to offer competitive rates of interest of other financial institutions like NEDFI, SABCCO etc.

Sikkim today is witnessing an industrial awakening. Large number of entrepreneurs is stepping forward with investment proposals in industrial sector. to meet the infrastructure requirement, developing growth centers through SIDICO may be considered.

SIKKIM INDUSTRIAL DEVELOPMENT & INVESTMENT CORPORATION LTD.

BOARD OF DIRECTORS AS ON 1.1.2007

CHAIRMAN

Shri Dawcho Lepcha Hon'ble M.L.A.

DIRECTORS

Smt. R. Ongmu, IAS
Principal Secretary to
Government of Sikkim,
Commerce & Industries Department.

Shri Bijoy Pradhan, IAS

Managing Director,
State Bank of Sikkim.

Shri Pintso Wangdi

Controller of Accounts,
Finance Department.

Smt. Ratna Barua

Dy. General Manager,
IDBI, Kolkata.

Shri K.T. Prasad Rao

Manager
SIDBI, Gangtok.

Shri C. Raju

Managing Director
SIDICO

BANKER
State Bank of Sikkim
Central Bank of India
State Bank of India

BRANCH OFFICE
Jorethang
S. Sikkim

AUDITORS
D.P.Sen & Co.
Chartered Accountants
Kolkata

REGD. OFFICE
Bhanu Path
Gangtok-737103
Sikkim

**ANNUAL REPORT
2006-07**

**SIKKIM JEWELS
LIMITED**

**DEPARTMENT OF
COMMERCE & INDUSTRIES**

CONTENTS:-

- 1) Forwarding Letter to Director, C& I.

- 2) **BACK GROUND OF SIKKIM JEWELS**
Export Entry & Achievement So Far:
Physical Target Achievement :
Turnover Of Last 3 Financial Years
Future Plan.

SIKKIM JEWELS LIMITED

(A Govt. of Sikkim Undertaking)

P.O. TADONG-737102, EAST SIKKIM, INDIA

Tel: 91-3592-231861, 270004 Fax: 232127

E-mail: slg..jewels@sancharnet.in

Ref: Y0708/Govt/C&I/099

Dated: May 25, 2007

To,

The Director
Dept.of Commerce & Industries
Govt. of Sikkim
Gangtok - 737 101
SIKKIM

**Sub: PHYSICAL AND FINANCIAL ACHIEVEMENT STATUS
REPORT FOR THE YEAR 2006 - 07**

Dear Sir,

This has reference to your letter no. 147/DI/07 dated 24/05/07 on the above subject.

As desired, please find enclosed herewith the hard and the soft copy of the Physical and Financial Achievement Status Report for the Year 2006 - 07 of Sikkim Jewels Ltd.

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,
For Sikkim Jewels Ltd.

(Pawah Awasthy)
Managing Director

SIKKIM JEWELS LIMITED

(A Govt. of Sikkim Undertaking)

P.O. TADONG-737102, EAST SIKKIM, INDIA

Tel: 91-3592-231861, 270004 Fax: 232127

E-mail: slg..jewels@sancharnet.in

BACK GROUND OF SIKKIM JEWELS :

Sikkim Jewels Limited was established in the year 1972 for manufacturing of Watch Jewels and Industrial Jewels. In the year 1987, it underwent a modernization to catch the increasing demand of watch jewels and industrial jewels in the market. The present manpower strength is as follows:

Male	——	64 persons	
Female	——	54 persons	
Total	——	118 persons	(94 skilled workers 24 support staff)

EXPORT ENTRY & ACHIEVEMENT SO FAR:

The Company was able to make a major breakthrough in the year 2000 when it went into Exports. During the last 7 years, the Company has been able to export **6.84 crores** pieces of Watch Jewels valued for **Rs.7.60 crores**.

PHYSICAL TARGET ACHIEVEMENT :

	QUANTITY (in lakhs)	VALUE (Rs.in lakhs)
WATCH JEWELS	180.02	224.97
INDUSTRIAL JEWELS	8.32	16.90

(QUANTITY & VALUE FOR 2006-07)

TURNOVER OF LAST 3 FINANCIAL YEARS :

PERIOD	AMOUNT (Rs. in lakhs)
2004 – 05	298.56
2005 – 06	247.82
2006 – 07	286.25*

* *Balance sheet under finalisation*

FUTURE PLAN :

Having entered into the Export business in the year 2000, SJL has been successfully executing export orders to Switzerland. SJL has been able to adopt stringent quality control measures and has been persistently trying to expand its market base. With Titan being a major buyer of jewels in the domestic market having over 50% share of Indian watch business, it has potential to increase its market share in years to come. Similarly in the industrial field, there exists a good market especially in the water & energy meter segments.

The market forecasting for the year 2007 – 08 is encouraging as enough orders are in the pipeline however, in order to be consistent in Quality requirement as per the international standards and to increase productivity level, the modernization and up-gradation has becomes a necessity (since the existing machines are over 20 years old).

With the signing of the Memorandum of Understanding (MOU) between the Govt. of Sikkim and Swiss Firm M/s. Amicot Trade & Consult at Bern on 16th March 2006, the proposal of modernization and up-gradation is under consideration of the Govt. and on its implementation, SJL will be able to capture a substantial share of the international market in addition to the domestic requirements.

(Pawah Awasthy)
Managing Director
Sikkim Jewels Ltd.