

No.B.11013/4/2021-DTE/IND (PLG)
GOVERNMENT OF MIZORAM
DIRECTORATE OF COMMERCE & INDUSTRIES
AIZAWL :: MIZORAM

Khatla, Aizawl - 796001
Date: November 14, 2022

To,

The Principal Adviser – Cum – Additional Secretary,
Planning & Programme Implementation Department.
Government of Mizoram.

Subject: Economic Survey Report 2022-23 regarding.

Ref. : Letter No. G.28014/60/2022-PLG (RDB), Dt.23.10.2022.

Sir,

With reference to your letter no. cited above, I have the honour to submit herewith Economic Survey Report 2022-23 in respect of Commerce & Industries Department for your kind information and further necessary action.

Enclo: As above.
(Soft & Hard copy)

Yours faithfully,

(FLORENCE ZOLTUANGPUII)

Director,
Commerce & Industries Department

Memo No.B.11013/4/2021-DTE/IND (PLG) : Dated Aizawl the 14th November, 2022.
Copy to:-

Under Secretary, Commerce & Industries Department for information.

Director,
Commerce & Industries Department

ECONOMIC SURVEY REPORT 2022-23 ON COMMERCE & INDUSTRIES
DEPARTMENT (INDUSTRIAL DEVELOPMENT WING)

The amalgamated Commerce & Industries Department is now functioning smoothly with oneness and unity amongst its employees. The Department takes up so many schemes like Skill Development, Infrastructure Development and Handloom supported to Entrepreneurs and Traders.

I. Sectoral Overview (Industrial Sector):

Industrialization in Mizoram is rather slow owing to absence of many prerequisite factors for industrial development. Even though the geographical location and topography of the state is not congenial for industrial development, the sector has slowly made a significant contribution in the GSDP.

Among the Industry Sector Construction Sector is the main contributor. The contribution of the manufacturing sector is still very low. The service sector industries are the main contributors to GSDP.

II. Industrial Registration:

Summarized of Udyam Registration Unit by NIC Code with No. Employees (2021-2022)				
District Wise				
Sl. No.	Name of District	No. of Registered Unit during the year MSME	Investment MSME (during the year) (Rs. In Crore)	Persons employed
1	Aizawl	2035	491.51	13694
2	Lunglei	427	29.66	1753
3	Siaha	80	13.74	442
4	Lawngtlai	129	5.75	727
5	Serchhip	280	15.87	1266
6	Champhai	350	41.16	1999
7	Mamit	120	7.77	883
8	Kolasib	469	22.33	1998
	Total	3890	627.79	22762

III. Prime Minister Formalization Of Micro Food Processing Enterprise (PMFME) Scheme:

Ministry of Food Processing Industries (MoFPI), in partnership with the State/ UT government, has launched an all India “Centrally Sponsored PM Formalization of Micro Food Processing Enterprise (PM FME Scheme)” for providing financial, technical and business support for upgradation of existing micro food processing enterprise. The objective of the scheme are:-

- (i) Support for capital investment for upgradation and formalization with registration for GST, FSSAI hygiene standards and Udyog Aadhar.

- (ii) Capacity building through skill training, imparting technical knowledge on food safety, standard & hygiene and quality improvement.
- (iii) Hand holding support for preparation of DRP availing bank loan and upgradation.
- (iv) Support to Farmer Production Organization (FPO's), Shelf Help Group (SHG's), Producers Cooperatives & Cooperative Societies for capital investment, common infrastructure and support branding and marketing.

ODOP: The Scheme adopts One District One Product (ODOP) approach to reap benefit of scale in term of procurement of inputs, availing common service and marketing of product. However, existing units producing other product are also supported.

The crop selected for ODOP in district wise is shown bellow:-

ODOP CROP SELECTED		
Sl. No.	Name of District	Crop Selected
1.	Aizawl	Mizo Chili
2.	Lunglei	Turmeric
3.	Saiha	Turmeric
4.	Champhai	Passion Fruit
5.	Kolasib	Turmeric
6.	Serchhip	Pineapple
7.	Mamit	Turmeric
8.	Lawngtlai	Mango
9.	Hnahthial	Turmeric
10.	Khawzawl	Pineapple
11.	Saitual	Ginger

Status Of Grant Released By SNA Under PMFME Scheme			
Sl. No.	Particulars	No. of Application	Total Amount Released
1.	Support to Individual Micro Enterprise	62	Nil.
2.	Support to SHG's under MzSRLM	1038	Rs. 3,78,99,996
3.	Support to SHG's under NULM	54	Rs. 27,02,600
4.	Support to SLTI/ MFPRTC	1	Rs. 2,35,00,000

IV. Prime Minister's Employment Generation Programme (PMEGP):

PMEGP is the KVIC programme implemented by both DIC and MKVIC.

The achievement of PMEGP under Commerce & Industries for the financial year 2021-22 is furnished herewith as tabulated below. During this period as many as 444 persons were assisted providing Rs. 1806.64 lakhs being Margin Money. As many as 5472 employment were generated from the projects implemented under the scheme in 2021-22 out of the total project 709 sanctioned.

ACHIEVEMENT REPORT ON PMEGP DURING CURRENT YEAR 2021-22

Sl. No.	Name of DIC	No. of Project Sanction	Project Cost (Rs. In lak)	Sanction Amount in M.M (Rs. In lak)	Employment Generated
1	DIC, Aizawl	211	2341.92	585.48	1688
2	DIC, Lunglei	93	631.71	221.1	744
3	DIC, Saiha	20	133.97	46.89	160
4	DIC, Lawngtlai	67	256.46	89.76	336
5	DIC, Serchhip	87	561.63	196.57	696
6	DIC, Champhai	46	273.34	95.67	368
7	DIC, Mamit	57	348.49	121.97	456
8	DIC, Kolasib	100	1096.31	383.71	800
9	DIC, Khawzawl	6	33.51	11.73	48
10	DIC, Hnahthial	8	49.00	17.15	64
11	DIC, Saitual	14	98.98	34.61	112
	Total	709	5825.23	1806.64	5672

V. Industrial Infrastructure:

Scheme : Promotion of MSME in NE Region & Sikkim

Name of Project : Development of Industrial Estate at Industrial Growth Centre, Luangmual and Export Promotion Industrial Park, Lengte.

1. Brief write up of the Project:

Under the scheme of Promotion of MSME in NE Region & Sikkim, Infrastructure Development of Industrial Growth Centre (IGC), Luangmual and Export Promotion Industrial, Lengte are mainly regarding construction of rain water harvesting system that will provide raw water to all the stakeholders/ industries located within the Centre/Park. The Project was approved by the 8th Project Approval and Monitoring committee (PAMC). The implementing agency (IA) for the projects is the Department of Commerce & Industries, Govt. of Mizoram. The Project is expected to be completed within 2022-23.

The project consists of 7 main components of works as listed below;

- Construction of water intake Channel
- Water distribution network and feeder line
- Construction of RCC road 3m width .
- Construction of water reservoir (30 lakhs capacity)
- Construction of zonal reservoir (2 nos.) 5 lakhs capacity .
- Setting up water pump 45KW
- Setting up of solar system 50KW

VI. Textiles, Handlooms & Handicrafts:

Sectoral statistics/Brief write-up :

Handloom (activities – Number of families, Area, Production, Target, Achievements)

Handloom plays an important role in developing the state's women and youth in producing 'Puan' of different varieties; from Dress materials to other uses, like, Baby carry Puan – Puak-puan to furnishing, wall hangings, Hand bags, Pillow case, Cushion cases, etc.

The development of Handloom weaving depends mainly on locally available raw-materials like Acrylic, Cotton and Silk Yarns for Production of Handloom fabrics like traditional Puan with various designs, motifs and made up items. Under the Central Schemes, NHDC Ltd. Is operating Ware-house in Aizawl to provide Yarns at subsidized rates to the Weavers and also operated the following Yarn depots :

- i) Ramhlun South
- ii) Zuangtui - 2 depots.
- iii) Thenzawl - 2 depots. and
- iv) Mualthuam North.

The Department is implementing various Central Schemes for the development of this sector. The following Centrally Sponsored Schemes (CSS) are being implemented, viz:

- i) Cluster Development Programme under NHDP
- ii) Market Promotion Scheme under NHDP
- iii) SAMARTH
- iv) Two projects funded by NEC: namely
 - a) Handloom Production –cum-Training Centre, Phuaibuang
 - b) Handloom Production & Training Centre, Siaha.

Beside the above, the Department provides Skill-Upgradation Training to local youth through the following training centres;

- i) Weaving Training Centre, Aizawl,
- ii) Weaving Training Centre, Lunglei and
- iii) Weaving Training Centre, Siaha.

In order to challenge all level of Markets, the Handloom Export & Facilitation Hub, Handloom Complex, Thenzawl is constructed with a total project cost of Rs 8.731 Crores to manufacture export oriented fabrics.

Areas identified (as per District-wise) are as follows :

- 1. Aizawl District - Aizawl city areas
- 2. Kolasib District - Kolasib town areas, Kawnpui, Hortoki, Thingdawl.
- 3. Mamit District - Mamit town areas, Reiek, Rawpuichhip, Rengdil, Rulpuihlum.
- 4. Khawzawl District - Khawzawl town areas, Kawlkulh, Puilo, Dulte, Ngopa, Khawhai, Chawngtlai.

5. Serchhip District - Thenzawl, Buangpui, Zote, Sailam, Sialsuk, Keitum, S.Vanlaiphai, E.Lungdar, Chhiahtlang, Bungtlang, Mualcheng, Sailulak, Biate, Leng.
6. Champhai District - Champhai town areas, Khawbung, Dungtlang, Hnahlan.
7. Lunglei District - Lunglei town areas, Kanghmun 'S', Ramlaitui, Mualthuam 'N', Haulawng, Buarpui, Serte, Sertlangpui, Lungdai, Hauruang, Zotui, Ralvawng.
8. Lawngtlai District - Lawngtlai town areas, Tawipui 'S', Bualpui 'NG', Vawmbuk, Sangau, Cheural.
9. Siaha District - Siaha town areas, Niawhtlang, Tuipang, Chakhang.

Specific data /table :

No. of Weavers and its allied Workers :

As per Nationwide 3rd Handloom Census, = 39498 numbers.

As per Nationwide 4rd Handloom Census, = 28539 numbers.

Production :

Name of item	Annual Production Quantity (only indicative)	Value in Rs.
Puan Plain	245300 pcs	3567.96 Cr.
Extra weft designs	605000 pcs	8781.80 Cr.
Kawrchei	43000 pcs	3.65 Cr.
Thangchhuah Puan	55000 pcs	1.37 Cr.
Puandum	72000 pcs	2.52 Cr.
Handloom (Waist-coat)	13500 pcs	3.37 Cr.
Stole	73000 pcs	4.02 Cr.
Shawl	84000 pcs	7.14 Cr.
Made-up Items	n.s	10.00 Cr.

Activities	Target	Achievements
No. of persons (skill imparts) 2020-2021	820	820
No. of persons (skill imparts) 2021-2022	1100	1100

VII. Ease of Doing Business (EoDB) in Mizoram:

The Government of Mizoram with an intention to promote entrepreneurship, create a climate for enterprise and industry development, to encourage and attract investors, has been working towards achieving the reforms under the Ease of Doing Business (EoDB) project.

The State took the initiative to implement and submit EoDB reform compliance evidence to DPIIT with BRAP 2017-18. Mizoram submitted 44 reform evidence out of 372 for BRAP 2017-18, 96 compliance evidence out of 187 for BRAP 2019 and 57 reform evidence out of 301 for BRAP 2020.

EoDB Mizoram assessment and ranking:

Assessment Year	Mizoram		Mizoram's rank among North-Eastern State	
	Rank	Score (%)	Rank	Score (%)
BRAP 2017-18	30	3.66	4	84.75
BRAP 2019	25	Not assigned	2	Not assigned
BRAP 2020	Mizoram features as ASPIRER . (Note: Assessment changed by DPIIT to qualitative method.)			

In June 2022, the BRAP 2022 Reforms was rolled out for implementation by the States/UTs. The Business Reform Action Plan (BRAP) 2022 has 352 reform action points, which are grouped into Business-Centric Reforms and Citizen-Centric Reforms with 261 and 91 reform points respectively. Currently, discussion is on with the stakeholder departments to assess the implementation of the reform and collection on reform compliance evidence. In the meantime, compliance evidence and user data for the stakeholder departments is being prepared for submission to Department for Promotion of Industry and Internal Trade (DPIIT) on or before 30th November 2022.

COMMERCE WING

I. Departmental Performance during 2022 – 2023

1. Sectoral Overview – Trade & Commerce Department was created in the year 1987 with a view to improve the economic condition of the state through promotion of trade and commercial activities and now amalgamated with Directorate of Industries known as Commerce & Industries, Commerce Wing vide Government Order No. A. 46013/9/2016-GAD dt. 27.06.2016. Realising the agricultural sectors form the economic backbone of the state, provisions on agricultural Marketing through regulation of agricultural Markets were made in order to safeguard the interest of marginal farmers. Besides, as envisaged in the Mizoram Accord of 1986, Border Trade with the friendly neighbouring countries was allocated to Commerce Wing under Commerce & Industries Department

Under the Govt. of Mizoram Allocation of Business Rules, 2019, the following functions/ business are allocated to Commerce Wing under Commerce & Industries Department –

- 1) Promotion and Regulation of Trade & Commerce subject to provision of entry 33 of list in the 7th Schedule of the Constitution.
- 2) Trading by Non-Tribal (Regulation) Act, 1974 and Rules there under.
- 3) Border Trades.
- 4) Regulated Markets and Market Yards.
- 5) Village Market.

- 6) Inter-State-Trade.
- 7) Collection of toll taxes on roads/bridges connecting India and foreign countries.
- 8) The Competition Act, 2002.
- 9) Export strategy of the State.
- 10) Price regulation of meat, vegetables, cereals.

In order to have efficient and effective administration and management of Markets in Mizoram, the Mizoram Market (Regulation & Facilitation) Act, 2022 was passed in the Mizoram Legislative Assembly and Notified in the official Gazette on 31.03.2022.

2. Achievement made in the Sector –

- 1) **Agricultural Marketing:** Other than promotion of Agri-marketing in established markets, the Department has contributed in disposal of excess products such as Cabbage, Tomato, etc., during lean season with a fair price.
- 2) **Inter-state Trade:** Permits for movement of Agricultural produces beyond and into the state of Mizoram have been issued by Commerce & Industries Department (Commerce Wing) as per provision of The Mizoram Agriculture Products (Prohibition of Movement) (Amendment) Order, 1999, and Checkgates were opened at - (1) Vairengte (2) Kanmun and (3) Bairabi. The Department collected revenue from these Checkgates in terms of permit fee and Checkgate pass.

During 2021-2022, the Department collected Revenue **Rs. 1,35,81,030.00** from the target of **Rs. 150.00 lakh**. Implementation of Mizoram Market (Regulation & Facilitation) Act, 2022 is also expected to earn more revenue for the State in future.

3. Brief write-up of Implementation of Schemes/ Projects –

- a) **Special Assistance to states under Capital Expenditure during 2020-2021:** A fund amounting to Rs. 15.00 crore has been received from Special Assistance to states under Capital Expenditure (SASCE) for Infrastructure Development for Border Trade Facilitation at Zokhawthar during 2020-2021. Works has been going on vigorously for implementation of the project.
- b) **NEC:** For construction of Lunglei Market and Trade Centre, NEC has approved Rs. 14.03 crore and implementation of the project is taken up by Mizoram PWD.
- c) **Aizawl City Centre:** This project is under Smart City Project with an estimated amount of Rs. 42.83 crore and the project will be started during November, 2022.
- d) **Aizawl City Centre Annexe:** This is a part of State Schemes Projects with an estimated amount of Rs. 36.41 crore and 40% of the Project is completed.
- e) **State Schemes Project:** There are also numerous ongoing market infrastructure projects at Aizawl, Lunglei, Thenzawl, etc.

4. Problems and Opportunities and future Prospects:

The agricultural practices in Mizoram have been steady transforming from that of subsistence farming to commercial cultivation. The present market area is very congested and there is limited space for extension to tune with the changing situation. Besides, more man power is needed to stringent rules and regulations to control prices, management of markets and collection of more revenue. Being located in a remote area and lack of export infrastructure, the people of Mizoram have little knowledge in the process of export and import activities. Speedy development of border trade infrastructure is needed to keep pace with neighbouring States.

Presently, Commerce Wing looks after and managed 161 markets directly or indirectly and three Checkgates for agriculture produces within Mizoram, construction of Market Infrastructures at various center point of city, towns, villages and roadsides are of great significance for farmers, traders and consumers as they provide livelihood and employment to thousands of families and revenue from these markets further contributes in the State Economy.

Providing Trade facilities and conducting Export awareness programme and Development of Border Trade infrastructure such as LCS, ICP and Border Haat is expected to increase export and commercial activities with foreign Countries and the State of Mizoram can also act as a trade route for neighbouring states and countries which will have a great impact on economy of the State.

II. Sectoral Statistics/ Brief Write-up:

1. Trade Policies and trade facilitation:

The Department use to conduct export orientation program such as buyer seller meet and export awareness program which is a very effective program for exporters and entrepreneurs. For export facilitation the Department constructed Trade Facilitation Centre at Tlabung and Lawngtlai and for skill development the department also constructed and established Mizoram Food Processing, Research and Training Centre (MFPRTC) at Seling.

2. Border Trade with Myanmar and Bangladesh:

Development of Border Trade Infrastructure is one of the main activities of the Department. The Department has been actively facilitating construction of infrastructures for the development of Border Trade along boundaries with neighbouring countries of Myanmar and Bangladesh.

(a) Border Trade with Myanmar :

For the improvement of trade and development of closer ties/bonds with Myanmar relating to Border Trade, Land Customs Station (LCS) at Zokhawthar has been inaugurated on 25th March, 2015 and operated as Border Trade Point between India and Myanmar along Mizoram Border. Apart from this LCS, there is also a

proposal for development of Integrated Check Post (ICP) at Zorinpui (India Myanmar border) at a strategic point of Kaladan Multi-Modal Transit Transport Project. This ICP is expected to be an important export point from Mizoram. Land has already been provided for this Project. With the effort of this Department, There is already approval for development Border Haat between and Government of India and Government of Myanmar at Hnahlan, Zote, Vaphai and Pangkhua, Mode of Operation (MoO) is still under process.

(b) Border Trade with Bangladesh :

For development of Integrated Check Post (Border Trade Point between India and Bangladesh along Mizoram Border) at Kawrpuichhuah near Tlabung, the Department is effectively taking necessary steps and with immense effort in line with Land Port Authority of India (LPAI). There is also proposal for setting up of Border Haat at Silsuri, Marpara, Tuipuibari ang Nunsuri.

3. Act East Policy:

As far as Act East Policy is concerned, Government of Mizoram had keen interest in opening up of Gateway to South-East Asian countries through Indo- Myanmar. The objective of Act East Policy (AEP) is to promote economic cooperation, cultural ties and develop strategic relationship with countries in the Asia-Pacific region through continuous engagement at bilateral, regional and multilateral levels thereby providing enhanced connectivity to the States of North Eastern Region with other countries in our neighbourhood. The North East of India has been a priority in AEP. Various plans have been framed at bilateral and regional levels to develop and strengthen connectivity of Northeast with ASEAN region through trade, culture, people-to-people contacts and physical infrastructure (road, airport, telecommunication, power, etc.)

The Kaladan Multi Modal Transit Transport Project (KMMTTP) for linking to Zorinpui LCS which is the main channel for connecting Sittwe port inside Myanmar has been taken up by Mizoram PWD and it is expected to complete during the next financial year. Access to South East Asian countries will be provided by KMMTTP road on both surface transport and waterways through Aizawl to Sittwe Port via Lawngtlai, Zorinpui, Kaletwa and Paletwa. A suitable plot of land had been acquired with an area of 67.32 Bigha for the construction of LCS at Zorinpui which will be the main trading point in Indian side. Southern Mizoram will be enlightened through this Act East Policy. Besides, Trade Facilitation Centre at Lawngtlai and Border Haats will be an important infrastructure on the way of materialising this Act East Policy.