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PROGRESS HARMONY DEVELOPMENT

Estd. - 1905

# State Development Monitor

A monthly newsletter of Northern & Central States of India



- Bihar
- Chandigarh
- Chattisgarh
- Delhi
- Haryana
- Himachal Pradesh
- Jammu & Kashmir

- Jharkhand
- Madhya Pradesh
- Punjab
- Rajasthan
- Uttar Pradesh
- Uttarakhand

July 2015

PHD Research Bureau  
PHD Chamber of Commerce and Industry

## SDM Newsletter

States have marked significant developments in all the spheres. To address the growing problems of pollution, congestion and shortage of housing stock for the poor and middle class in Delhi, the Ministry of Urban Development has approved the Transit Oriented Development Policy (TOD) for Delhi.

Hon'ble Chief Minister of Chhattisgarh, Shri Raman Singh recently launched the website that would help the investors for easy business in the state. Hon'ble Chief Minister of Haryana, Shri Manohar Lal Khattar has reported that the state government would soon unveil a new Information Technology policy to make the state an attractive IT destination.

On agricultural front, wheat procurement by government agencies during current Rabi marketing season has been reported to cross the last year mark. Hon'ble Union Minister Smt Harsimrat Kaur Badal has invited industries to invest in farming and suggested that 'corporate farming' can be adopted with farmers continuing to hold ownership and cultivation rights of land.

On infrastructural front, The Cabinet Committee on Economic Affairs (CCEA), chaired by the Prime Minister Shri Narendra Modi, has approved the creation of an intra state transmission system in the States of Andhra Pradesh, Gujarat, Himachal Pradesh, Karnataka, Madhya Pradesh, Maharashtra and Rajasthan at an estimated cost of Rs 8548.68 crore.

Going ahead, the Cabinet Committee on Economic Affairs, chaired by the Prime Minister Shri Narendra Modi, has given its approval for development of the six laning of Eastern peripheral expressway (National Highway No. NE-II) in Haryana and Uttar Pradesh.

Further, the Indian Railway Catering and Tourism Corporation Ltd (IRCTC) have signed a Memorandum of Understanding (MoU) with Uttarakhand Tourism Development Board (UTDB) for promotion of tourism in the hilly state.



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State Development Monitor captures the developments on various fronts such as economic, health, infrastructure, rural economy and tourism in central and northern states of India.

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Warm regards

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## 1. Economic developments

### 1.1 Delhi

**Urban Development Ministry approves Transit Oriented Development Policy for Delhi-** To address the growing problems of pollution, congestion and shortage of housing stock for the poor and middle class in Delhi, the Ministry of Urban Development has approved the Transit Oriented Development Policy (TOD) for Delhi. The Policy which is expected to recast Delhi's landscape as part of review of Master Plan for Delhi – 2021. TOD is a key policy initiative for low-carbon, high-density, compact, mixed land use and sustainable development by minimizing travel time for citizens, promoting use of public transport, reducing pollution and congestion, creating more homogeneous neighborhoods, having work places near residences, creating public amenities within walking distances and providing safe environment through redevelopment along MRTS (Mass Rapid Transport System) corridors in the national capital.

### 1.2 Chhattisgarh

**Ease of Doing Business at click of mouse in Chhattisgarh-** Chhattisgarh Hon'ble Chief Minister Shri Raman Singh recently launched the website that would help the investors for easy business in the state. The website would be under the control of State Investment Promotion Board (SIPB). The investors would now apply for land and other clearances on line; could access its status and get the order from the authorities concern online. The land allotment process for the industries would be online and the allotment letter would also be posted through digital system.

**Chhattisgarh to focus on job-oriented sectors-** Chhattisgarh aims to focus on promoting the industries that would generate maximum jobs for the local youths. The proposal and the strategy were discussed in length at the state-level review meeting of the Chhattisgarh's commerce and industry department.

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**Refined iodized salt in Chhattisgarh freebie scheme-** According to the decision taken by Chhattisgarh government, refined iodized salt would be distributed free of cost to the ration card holders in the state under its food security act. The department concerned had been directed to take necessary steps for inviting tender for the supply of iodized salt so that the scheme could be launched from October 1, 2015. The firms across the country would participate in the process for supplying refined iodized salt in Chhattisgarh. The state requires about 144000 metric tonnes of refined iodized salt for the scheme that would be implemented through the public distribution system.

### 1.3 Uttar Pradesh

**Uttar Pradesh to have vehicle tracking system-** Uttar Pradesh State Road Transport Corporation (UPSRTC) has become the first State transport corporation to have a vehicle tracking system for inter-city buses leading to a reduction in accidents and deaths as drivers are wary of crossing the speed limits.

### 1.4 Jharkhand

**Over 1,000-km of state highway to be converted to national highway-** Over 1,000-km of state highway in Jharkhand is set to be converted into national highway with an aim to boost industries, mining and tourism. It is decided at a meeting between state Hon'ble Chief Minister Shri Raghubir Das and Hon'ble Union Transport Minister Shri Nitin Gadkari that the National Highways Authority of India will undertake work on National Highway 23 Ranchi-Gumla (208-km), Ranchi-Garhwa (260-km), Deogarh-Chopa-Hansdiha-Pirpainti (122-km), NH-80 Mirajchowki- Rajmahal-Farakka (93-km), NH-114A Dumri-Giridh- Sarath-Dumka- Bengal Border (275-km).

### 1.5 Madhya Pradesh

**Madhya Pradesh backs FDI in B2C e-commerce-** A host of states including Madhya Pradesh, Karnataka, Goa, Jammu and Kashmir, Haryana and Andhra Pradesh in a meeting have recently supported the idea of opening business-to-consumer ecommerce to foreign direct investment. The Madhya Pradesh government has supported the idea of introducing FDI in B2C ecommerce, but added that it must be brought under the Consumer Protection Act. Jammu and Kashmir argued strongly in favour of FDI in ecommerce sector and wants small traders to be protected. The Chhattisgarh government wants mobile-commerce to be included in the definition of ecommerce. It suggested that the receipt generated include the seller's name and that the consumer's privacy be protected. Punjab wanted single set of rules for both physical retailers and ecommerce players.

### 1.6 Bihar

**PM launched new power scheme in Patna-** Hon'ble Prime Minister Shri Narendra Modi has launched a new scheme, Deen Dayal Upadhyaya Gram Jyoti Yojana, for power sector reforms in rural areas with a view to ensuring round the clock electricity supply to farmers and rural

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households. The scheme has an outlay of Rs 6,000 crore for implementation of the projects under which the Centre shall provide grant of Rs 63,000 crore.

### 1.7 Haryana

**Haryana to unveil new IT policy-** The state government would soon unveil a new Information Technology policy to make the state an attractive IT destination.

## 2. Rural economy: Agriculture & agri business developments

**2.1 Wheat Procurement surpasses last year's mark** -Wheat procurement by government agencies during current Rabi marketing season has been reported to cross the last year mark. A total of 280.87 lakh MT wheat has been procured till date in various wheat growing states, while during last season it was 271.66 lakh MT. Further, the procurement so far has crossed the total procurement of last Rabi season which stood at 280.23 lakh MT. Punjab, Madhya Pradesh and Haryana have contributed maximum to the government's central pool. The procurement has picked up pace after the government relaxed quality norms for purchase of the grain. More than 80% of wheat has been procured based on relaxed norms.

**State wise procurement as on July 14, 2015 is as follows:**  
(in MT)

State/ UT	Procurement
Punjab	103,43,731
M.P	73,09,167
Haryana	67,77,859
U.P	22,67,111
Rajasthan	13,00,017
Gujarat	73,135
Chandigarh	10,864
Uttarakhand	4,085
Delhi	1,787
<b>All India total</b>	<b>280,87,756</b>

Source: PHD Research Bureau, compiled from Ministry of Consumer Affairs, Food & Public Distribution

### 2.2 Rajasthan

**Rajasthan relaxes pulses' stock limit-** The government of Rajasthan has extended pulses' stock limit and the timeline for stockists to adhere to the new norms. The deadline has been extended

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by a week to July 15, the stock limit has been revised upwards to 400 tonnes against the earlier 250 tonnes.

**Rajasthan exempts WDRA warehouses from stock limit on pulses-** The Rajasthan government has decided to exempt all the warehouses registered with Warehouse Development and Regulatory Authority from the stock limit recently imposed on pulses. All the cases pending against the regulated warehouses meeting the criteria would be closed and those already decided should not be re-opened.

### 2.3 Punjab

**Hon'ble Union minister Smt Harsimrat Kaur Badal exhorts industry to adopt corporate farming-** Hon'ble Union Minister Smt Harsimrat Kaur Badal has invited industries to invest in farming and suggested that 'corporate farming' can be adopted with farmers continuing to hold ownership and cultivation rights of land. The minister informed that Punjab government is ready to implement corporate farming on a trial basis and if the corporate farming model works out in Punjab, where industry acts as a partner, it can be tried in other states also. Under corporate farming, ownership of land will remain with the farmer and he can also cultivate it. At the same time, the industry can help farmers with the latest technology and techniques and as a result, they will get produce as per their requirements.

### 2.4 Chhattisgarh

**Chhattisgarh disburses Rs 1356 cr farm loan-** Farm loan around Rs 1356.61 crore has been disbursed during the kharif season 2015 in Chhattisgarh and 1333 Chhattisgarh Primary Agriculture Co-Operative Samities have been set across the state for the disbursement of farm loan. Rs 1356.61 crore has also been disbursed to 451000 farmers across the state. Chhattisgarh has set a target to produce 7.65 million tonne (MT) of paddy during the kharif 2015

**About 37% of kharif sowing completed in parts of Chhattisgarh-** Nearly 37% sowing of various kharif crops, including oilseeds and pulses, has been completed in Chhattisgarh in the ongoing crop season. The Bilaspur division tops the chart with 37% of the average sowing completed in its five districts, followed by Raipur division (35%), Bastar (20%) and Surguja division (12%). The Chhattisgarh Agriculture Department has set the target of cultivating cereals, pulses, oilseeds and other crops on an area of 48.20 lakh hectares in the current kharif season.

## 3. Infrastructure developments

**3.1 Creation of intra state transmission system in the States of Himachal Pradesh, Madhya Pradesh and Rajasthan-** The Cabinet Committee on Economic Affairs (CCEA), chaired by the Prime Minister Shri Narendra Modi, has approved the creation of an intra state transmission system in the States of Andhra Pradesh, Gujarat, Himachal Pradesh, Karnataka, Madhya Pradesh, Maharashtra and Rajasthan at an estimated cost of Rs 8548.68 crore with Government of India contribution from National Clean Energy Fund (NCEF) of Rs 3419.47 crore.

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### 3.2 Jammu and Kashmir

**Government announces highway projects worth Rs 25,000 crore for Jammu & Kashmir-** Highway projects worth Rs 25,000 crore will be undertaken in Jammu & Kashmir. Hon'ble Prime Minister Shri Narendra Modi would inaugurate the tunnel, which is part of Rs 12,000 crore Jammu to Srinagar project. On completion of the entire project, the distance between Jammu and Kashmir regions will be reduced by 91 km and the project will lead to saving of fuel worth Rs 27 lakh per day. Work on the 14 km-long Zozilla tunnel is also scheduled to start in the coming times. Tunnel, connecting Chenani with Nashri in Ramban area, will cut the distance between Jammu and Kashmir by about 31-km and reduce travel time by about two hours.

### 3.3 Punjab

**Three Projects worth Rs. 1174.94 Crore Launched Including National Heritage City Development and Augmentation Yojana (HRIDAY) at Amritsar** – Central government has sanctioned Rs. 69.31 crore as 100% grant for Amritsar city. Union Minister of Finance Shri Arun Jaitley launched this Yojana at Amritsar. Also, a Rehabilitation Centre, Amritsar - a project worth Rs.5.66 crore, was also inaugurated.

### 3.4 Haryana

**Six laning of Eastern peripheral expressway (National Highway No. NE-II) in Haryana and Uttar Pradesh** - The Cabinet Committee on Economic Affairs, chaired by the Prime Minister Shri Narendra Modi, has given its approval for development of the six laning of Eastern peripheral expressway (National Highway No. NE-II) in Haryana and Uttar Pradesh. The cost is estimated to be Rs.7558 crore including Rs.1795.20 crore for land acquisition, resettlement and rehabilitation and other pre-construction activities. The total length of the road will be approximately 135 kms.

## 4. Tourism developments

### 4.1 Uttarakhand

**IRCTC signs MoU with Uttarakhand to promote tourism-** The Indian Railway Catering and Tourism Corporation Ltd (IRCTC) has signed a Memorandum of Understanding (MoU) with Uttarakhand Tourism Development Board (UTDB) for promotion of tourism in the state and projecting Uttarakhand as a Yoga destination. The MoU would facilitate launch of a string of initiatives to jointly promote tourism in Uttarakhand.

### 4.2 Bihar

**Present Bihar as 'brand' to attract tourists: CM-** With an aim to boost tourism in the state, Hon'ble Chief Minister of Bihar, Shri Nitish Kumar pitched for presenting the entire Bihar as a "brand" and reported that rebate would be given for bank loans to those investing in the tourism sector. The Chief Minister said investors in tourism sector would be provided all facilities extended under industrial promotion policy in the state.



## 5. Health developments

### 5.1 Bihar

**No-tobacco zone at tourist places in Bihar-** Bihar tourism department as well as Bihar State Tourism Development Corporation (BSTDC) have declared all their premises, including hotels, restaurants, buses, tourist sites and luxury cars, as 'no-tobacco zone'. This has been done to generate awareness about anti-tobacco campaign at all the tourist places. Those breaching the norms would be heavily penalized.



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## Summary of economic indicators of Northern &amp; Central states of India

Macro-Economic components	Bihar**	Chattisgarh**	Delhi**	Haryana*	HP*	J&K*
Real GSDP (Rs. bn) <sup>1</sup>	1897.89	1008.42	1327.2	1996.56	472.54	454
Geographical Area (Sq Km)	94163	136034	1483	44212	55673	222236
Population Size (mn) <sup>2</sup>	101	26.5	17.6	26.5	70.4	12.1
Economic Growth <sup>1</sup>	9.5	5.9	8.2	6.9	6.2	5.2
State GSDP as % of India's real GSDP <sup>3</sup>	3.5	1.9	4.2	3.9	0.8	0.9
Per-capita Income (Rs) <sup>1</sup>	16801	29047	125809	67260	54494	31054
Growth of Agriculture Sector <sup>1</sup>	4.4	2.7	2.8	3	13.4	4.9
Growth of Industry Sector <sup>1</sup>	9.1	4.7	5.3	4.4	2.4	1.2
Growth of Services Sector <sup>1</sup>	11.2	8.6	8.5	9.4	6.8	7
Value Added by Agriculture Sector <sup>1</sup>	19.7	19.2	0.6	15.1	18.6	20.0
Value Added by Industry Sector <sup>1</sup>	22.9	39.1	9.2	27.0	38.0	23.5
Value Added by Services Sector <sup>1</sup>	57.4	41.8	90.2	58.0	43.3	56.5
Literacy Rates (%) <sup>2</sup>	63.8	71	86.3	76.6	83.7	68.7
RD/ GSDP <sup>4</sup>	-2.5	-1.2	-1.9	1.1	3.5	-6.8
GFD/ GSDP <sup>4</sup>	2.8	2.7	-0.4	2.5	5.7	2.3
Debt/ GSDP <sup>3</sup>	23.3	14.6	6.5	18.4	38.8	53.8

Macro-Economic components	Jharkhand*	MP**	Punjab*	Rajasthan*	UP**	Uttarakhand**
Real GSDP (Rs. bn) <sup>1</sup>	1094.08	2535.3	1732.21	2474.3	4923.83	775.52
Geographical Area (Sq Km)	79714	308000	50362	342239	240928	53484
Population Size (mn) <sup>2</sup>	32.6	75.15	30.3	70.5	209.8	10.3
Economic Growth <sup>1</sup>	8.9	10.2	5.2	4.8	6	9.3
State GSDP as % of India's real GSDP <sup>3</sup>	1.8	4.7	3.2	5.3	9.1	1.3
Per-capita Income (Rs) <sup>1</sup>	28882	29218	49411	31836	20057	63820
Growth of Agriculture Sector <sup>1</sup>	8.3	18.8	0.44	5.2	4.2	5.12
Growth of Industry Sector <sup>1</sup>	6.0	4.5	2.5	1.1	1.9	12.3
Growth of Services Sector <sup>1</sup>	11.6	8.1	8.9	7.2	8.3	7.8
Value Added by Agriculture Sector <sup>1</sup>	15.6	29.0	20.8	20.3	22.0	9.6
Value Added by Industry Sector <sup>1</sup>	39.7	25.6	28.7	28.5	21.5	38.5
Value Added by Services Sector <sup>1</sup>	44.7	45.4	50.5	51.2	56.5	51.9
Literacy Rates (%) <sup>2</sup>	67.6	70.6	76.7	67.1	69.7	79.6
RD/ GSDP <sup>4</sup>	-1.9	-0.9	0.1	-0.1	-3	-0.5
GFD/ GSDP <sup>4</sup>	2.3	2.6	2.8	3.5	2.9	2.9
Debt/ GSDP <sup>3</sup>	20.7	23.9	33.5	24.5	33.2	25.6

Source: PHD Research Bureau, compiled from various sources

RR: Revenue Receipts, GFD: Gross Fiscal Deficit

Note: 1: Data Pertains to FY15

2: Data Pertains to Census 2011

3: Data Pertains to FY14 (BE)

4: Data Pertains to FY15 (BE), Negative (-) sign indicates surplus

5: \* implies Data pertains to FY14, \*\* implies Data pertains to FY15

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