



INTERNATIONAL JOURNAL OF CREATIVE RESEARCH THOUGHTS (IJCRT)

An International Open Access, Peer-reviewed, Refereed Journal

Industry and Infrastructural Development- Study on North-eastern States of India

¹Anubha Mittal, ²Dr. Manisha Raj

¹Student, ²Professor

¹Amity School of Economics,

¹Amity University, Noida, India

Abstract: When we talk about Industrial and infrastructural development it not only helps in economic growth but also brings urbanization and better standard of living. As industrial development brings many things with it like employment. This paper deeply studies the industrial development in north eastern states of India. Chapter I describe the overall contribution of industry sector to our economy and tell us that what is the percentage growth or decline in industries in last five years. This chapter will basically will give us idea about the industrial development in India. Followed by the simultaneous chapters which deeply study the growth in north eastern states in terms of industries. Also at the end of this paper we will be able to tell which state is having the highest industry growth and the lowest industry growth out of these 7 sisters of India or we can say north eastern states. . It will study the states and compare the state with highest industrial development with the state having lowest industrial development. The purpose of taking north eastern states is that they almost have same demographic conditions, climate and also same area. These states are having different conditions as compared to others states of India like low literacy rate, less skilled work force, less efficient educational institutes and low standard of living. But government of India through different schemes like MSME and MGNREGA has started setting up ventures. The fundamental ventures are for food processing and packaging. This has led to increase in employment and increase in infrastructural development.

Keywords: Industrial development, Infrastructural development, North-eastern states of India, industry growth

Index Terms - Component, formatting, style, styling, insert.

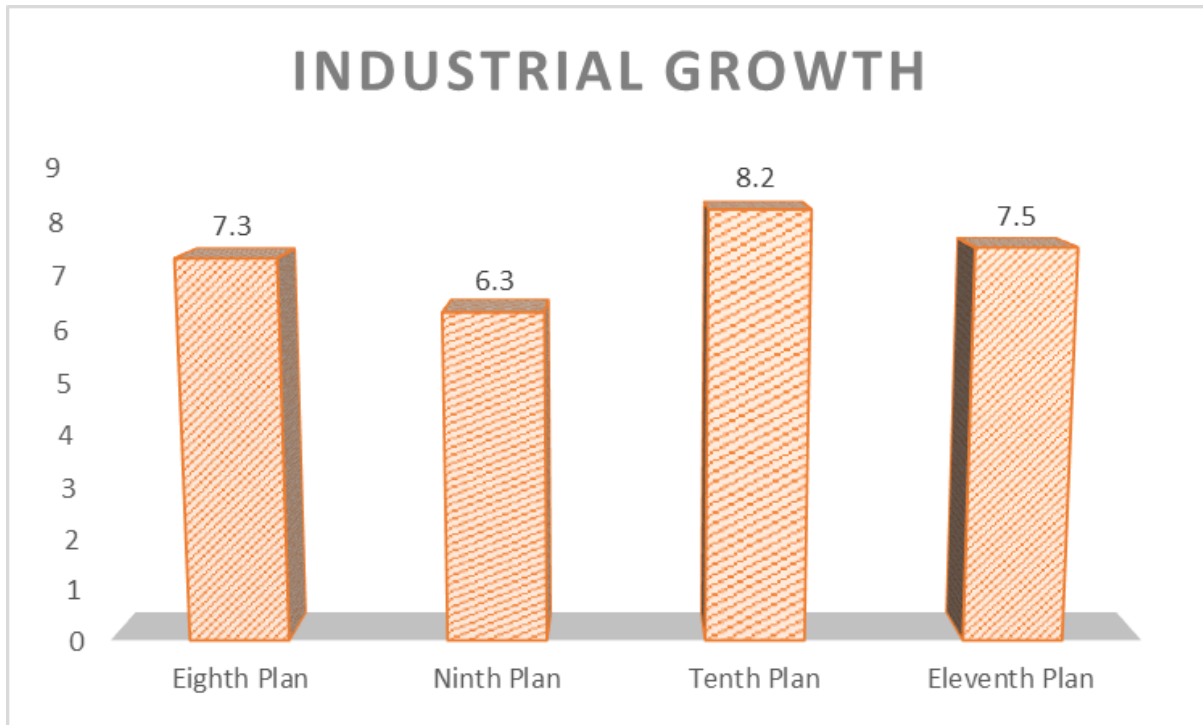
I. INTRODUCTION

A large number of ventures have been set up in the post-freedom India in private, public and joint sectors. There are a ton of industrial assets and raw materials accessible in India. Bhilai, Bokaro, Rourkela, Ranchi, Jamshedpur, Renukoot, and so forth, arisen as significant focuses during the first and a half many years of freedom. However, later on, industrialization at medium and small scale was taken up in all the states. The principle areas of industrialization today are gadgets, transport and media transmission. Contrasted with cutting edge nations, there is next to no industrialization in India. Around 10% of the all-out labourers are utilized in the coordinated industrial sector. Both private and public areas have developed next to each other since autonomy.

Large-scale enterprises began in the first fifteen years of planning in India. Pace of industrial development was fluctuating between 2 to 12 per cent. Nonetheless, we have noticed a consistent modern advancement after 1967. The enduring components which have added to the development are huge natural resources, economic surplus, enormous workforce, high metropolitan concentration, concentration of surplus within a small social group, accessibility of trained staff, a stable political construction, incredible methods for state monetary control, and so on Right now, the growth rate is around 8 per cent. Today, India is one of the top developing countries contrasted with the nations of Africa and South America. Notwithstanding, production of luxury goods, control of monopolies, sluggish pace of agricultural events, and so on, have come as obstacles in industrial development. Regardless of these

components, interests in private sector have been expanding. When we talk about Industrial development, infrastructural development comes with it.

When we talk about industrial development, the most industrially developed state in India is Tamil Nadu. In Tamil Nadu, the industry has grown with the rate of more than 2.5 times over a period of 25 years. Tamil Nadu has the differentiated assembling area and highlights among the pioneers in a few enterprises like automobiles and auto components, engineering, pharmaceutical, garments, textiles product, leather products, chemicals, plastics etc.



SOURCE: MINISTRY OF COMMERCE, GOI.

This graph depicts the ups and downs in the industrial development during eighth, ninth, tenth and eleventh five year plans. The growth in the Tenth plan was mainly because of the manufacturing sector. The significant increase in the capital good sector was the main contributor to the economic growth in total.

During the Eleventh Plan, the industrial growth saw many ups and downs and fluctuations. After increasing at more than 8 per cent, the growth of industrial development collapsed to 2.8 per cent in the year 2008-09. The main reason for the shrinking was the Global Financial crisis that hit the World in the year 2008.

The industrial growth started to come on path again in the year 2009-10 and touched a high of 10 per cent. The industrial growth after some fluctuations again recovered in the year 2010-11 and finally reached 8.2 per cent.

Chapter 2

Industrial development in North-eastern States of India

The North-East locale can possibly create not similarly as a self-supporting financial unit of India yet in addition add to the example of overcoming adversity of the country, which is reflected by the Prime Minister's attention on this district.

The stretch flaunts fruitful land and water assets, an ideal territory for agriculture, and a rich social and normal legacy that could be investigated further for improvement.

The accentuation on the near benefits which lie in cultivation, handlooms, and painstaking work, provincial enterprises ought not divert one from the need to help fabricating and make metropolitan positions. Additionally 'Make in the North-East' – The North-East's exchange with South-East Asia needs further turn of events. Crude materials structure a significant piece of its exchange with Myanmar and Bangladesh. Meghalaya, for instance, sends out stone rocks, limestone, and agriculture items to Bangladesh. These are handled and re-imported to India as stone chips and concrete. There still exists scope for esteem expansion and cross-line cooperation. There is potential for cultivation to advance as the area produces quality turmeric and ginger, fascinating natural products like kiwi, and energy natural product that develop without any problem. However, this section is moping in light of the fact that promoting courses of action are lacking. The shortfall of effective cold stockpiling anchors opens cultivators to advertise variances. The travel industry, as well, has not gained a lot of ground because of helpless framework advancement. There are clumsy and divided endeavours by singular states. The long the travel industry excursion can begin with straightforward, possible advances, for example, making a North-East stage for composed activity, creating objections, making the travel industry zones, including nearby individuals and the private area.

Every service of the Union Government is needed to spend at any rate 10% of its financial plan in the Northeast. Whatever store that has been given to these states, up until now, the pool of unspent assets have been amassing basically in view of the absence of ability to plan fundable proposition.

Consequently any advancement methodology for the North-East should begin with a sharp investigation into why the district couldn't go through the reserved cash and use ability from different establishments to set up a variety of feasible undertakings.

To outfit the maximum capacity of these areas, huge speculations will be needed in redesigning the locale's foundation, schooling, and expertise advancement. This must be done, remembering the requirement for saving the rich biodiversity of the area. Eventually, advancement comes down to execution. The recently presented activities of the service for the improvement of the north-eastern area could invigorate the interaction. Much depends, on the proactive part of the states.

2.1 Smart City Mission (North-East)

The government's Act East strategy was thought of while declaring the rundown of 100 urban areas and towns from the nation over for the brilliant city activity in India.

Eight urban communities from the North-East were chosen for the super task specifically Pasighat (Arunachal Pradesh), Guwahati (Assam), Imphal (Manipur), Shillong (Meghalaya), Kohima (Nagaland), Namchi (Sikkim), Agartala (Tripura), and Aizawl (Mizoram).

The idea of a 'Smart City' is pointed toward upgrading the personal satisfaction by assisting with improving the accessibility of centre framework required for nice living in metropolitan zones.

Z

State	Estimated number of enterprises (Number in Lakh)			
	Micro	Small	Medium	MSME
Arunachal Pradesh	0.22	0.00	0.00	0.23
Assam	12.10	0.04	0.00	12.14
Manipur	1.80	0.00	0.00	1.80
Meghalaya	1.12	0.00	0.00	1.12
Mizoram	0.35	0.00	0.00	0.35
Nagaland	0.91	0.00	0.00	0.91
Sikkim	0.26	0.00	0.00	0.26
Tripura	2.10	0.01	0.00	2.11
NER	18.86	0.05	0.00	18.92
All India	630.52	3.31	0.05	633.88

Source: Annual Report 2019-20 (Ministry of Micro, Small and Medium Enterprises, Govt. of India)

This table depicts the total number of MSME in different states of north eastern region. As we go through it we conclude that Assam has highest no. of MSME i.e. 12.14 and Arunachal Pradesh has lowest i.e. 0.23. Also surprisingly there are no small and medium enterprises in north eastern India. This is possible because of demographic conditions and backwardness of the regions as compared to rest of the country. The government has now taken into consideration to increase industrialization in North-Eastern states by running several programs like – Skill India, Make in India etc and making the regulations investment friendly. Special economic zones are made for the industrialists and subsidies are given by government to attract investment in those regions. Establishment of Gas and Oil industry dedicated to north eastern region and several small hydro projects has started. Also tourism industry in north eastern states is very strong therefore leading hotel chains are invited to setup 2-5 star hotels in the region.

Chapter 3

Industrial Development in Assam

The state Government additionally proposes to execute the plan Incorporated Foundation Improvement (IID) focuses which is at contrast phases of clearance from the specialists. The State Government will proceed with its approach of development of Industrial Estate and making accessible Commercial sheds, and subsidized rents to small and tiny industries. The current Industrial Estates will be restored and Industrial sheds and so on which are being involved by businesses previously shut down will be got emptied and allocated to new business entrepreneurs. The Government will also make a study on the working of the existing /proposed Industrial Estates/Industrial Areas/Commercial Estates/Growth Centers of the State. A common rules and procedures will be

adopted for allotment of land/sheds/fixation of rent/recovery of outstanding dues/vacation of defaulting industries to ensure proper functioning.

The state imparts worldwide boundaries to Bangladesh, Myanmar, and the Realm of Bhutan. Assam is India's door to upper east and goes about as an essential connection for exchange with Southeast Asian nations. The state is known for its tea, oil assets, muga silk and biodiversity. It is additionally turning into an inexorably well-known objective for natural life the travel industry.

The state is wealthy in water assets and has huge lots of rich land. Assam is additionally the third-biggest maker of oil and petroleum gas in the country and has plentiful stores of limestone. With its five public parks and 18 natural life safe-havens, the state is a biodiversity area of interest. Other likely zones of venture incorporate force and energy, mineral-based enterprises, the travel industry, and unrefined petroleum refining.

Micro enterprises can play a significant job. They are regularly sole ownership, however with the admittance to preparing, backing and financing people have had the option to dispatch and become their own microenterprises into tasks that expansion not simply their family's pay yet in addition make new openings in the networks. As the business develops, experts progressively centre on the conditions that cultivate and the assets needed for miniature undertakings to give high quality positions. The Indian economy flourishes through the interaction of formation of endeavors. The MSMEs have been adding to development of pioneering society through business advancements. The MSMEs are generally scattered across areas of the economy, delivering different scope of items and administrations to satisfy needs of neighborhood just as worldwide business sectors. The commitment of MSMEs in Gross domestic product is 6%,33% in assembling area and 45% in exports.it shows the significant commitment that the MSME area is making in the economy ,both in terms of assembling and administrations.

Chapter 4

Industrial development in Arunachal Pradesh

The land is for the most part sloping with the Himalayan ranges. The state is partitioned into five stream valleys - the Kameng, the Subansiri, the Siang, the Lohit, and the Tirap. These stream valleys have gigantic hydropower potential, at present assessed at 50,328 megawatt (MW), or around 22% of India's present force creating limit. As of October 2020, the introduced hydropower limit remained at 330.55 MW in the state.

The state's economy is generally agrarian, in light of the terraced cultivating of rice and the development of harvests like maize, millet, wheat, beats, sugarcane, ginger, oilseeds, cereals, potato, and pineapple. In 2018-19* absolute cultivation creation arrived at 190.70 thousand metric tons (MT).

A portion of the other key ventures of the state incorporate workmanship and specialties, weaving, stick and bamboo, cultivation, force, and mineral based industry. Because of its geology, the state has changed agro-climatic conditions reasonable for agriculture of blossoms, fragrant and restorative plants. Arunachal Pradesh is home to 601 types of orchids, or 52% of the types of orchids known in India, showing an enormous potential for drawing in vacationers, particularly unfamiliar ones.

Power: Arunachal Pradesh had a complete introduced power-age limit of 551.14 MW, out of which 330.55 MW comes from hydro, 136.72 MW comes from sustainable power sources (RES) and rest 83.87 MW comes from warm. The state has drastically expanded up its ability by exploiting its hydropower plant.

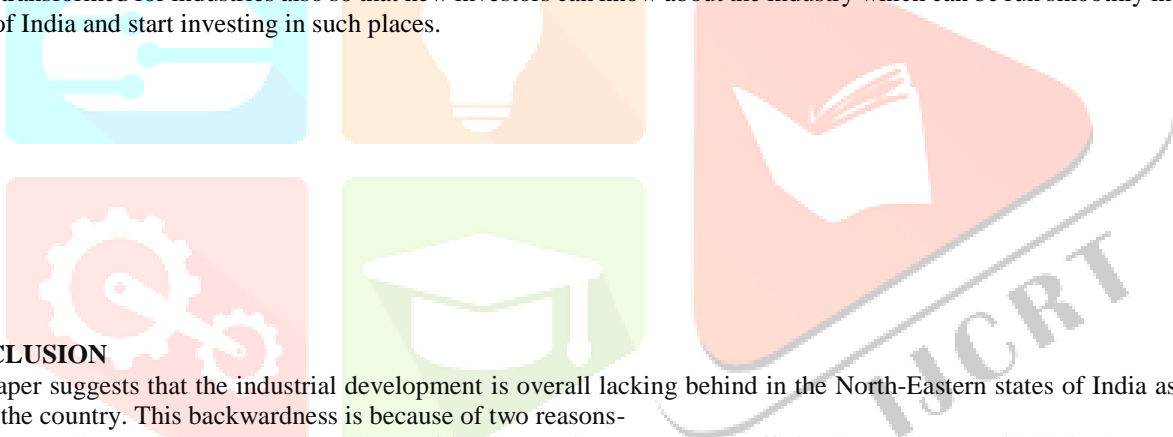
Agriculture and Forest-Based Industries: Arunachal Pradesh is largest producer of kiwis in India and also the second largest producer of large cardamom of premium quality. The state also has various inland fisheries resources.

Tourism: Tourism Industry is very strong livelihood in the state, foreign tourist arrivals in the state reached around 7,653 while domestic tourist visits reached at 512,436. The state won the Best Emerging Tourist Destination in India award for 2019 and also it became the Best Emerging Green Destination of 2019.

Textiles: Under the latest North East Region Textile Promotion Scheme', 24 sericulture projects are being implemented and executed in for overall development of sericulture in the state. The projects have been approved by the government for implementation from FY15-19 with a total cost of Rs. 920.78 crore (US\$ 127.4 million). Raw silk production in the state reached at 59 MT in FY19 and 55 MT in FY20 (till January 2020). Government introduced a Gap-filling scheme in the backward Eri and Muga cultures worth Rs. 5 crore (US\$ 676,568.00) under the state budget 2020-21 to tap potential and increase quality of silk production in the state.

Chapter 5 What more can be done?

Every one of these states need more consideration and need more activities and all the more new approaches. I'll clarify this with the case of Norway. Norway has accomplished a significant number of the objectives under Goal 9. Their foundation is all around created which is urgent for a well-working society and cutthroat modern area. The Government of Norway built up Norway's vehicle and 9contributes to making Norway a low-outflow society. They are advancing comprehensive and practical industrialization. Innovation and information will assume a vital part in working with the change to low-outflow society. The public authority likewise joins significance to guaranteeing that the public area makes a commitment by utilizing and advancing new naturally stable and environment agreeable arrangements. The public authority keeps on offering need to research and instruction and work with advancement including collaboration between Norwegian colleges and colleges in agricultural nations. This participation incorporates preparing of scholarly staff, building up Master's and PHD programs, overhauling logical and research framework and examination collaboration. For updating foundation and retrofit enterprises to make them maintainable, with expanded asset use effectiveness and more prominent selection of clean and earth sound advancements and mechanical cycles, with all nations making a move as per their particular abilities. There should be sustainable ways to manufacture and build something useful in the most sustainable manner. For explaining this I would like to give an example of a Startup which is 'ChopValue'. What they do is they collect used chopsticks from restaurants and turns them into beautiful home wares. Till now they have converted 32 million chopsticks into home wares. Also going green can give many job opportunities. The renewable job market grew almost 5% in 2019 alone. In the EU, a green recovery plan could save 2 million jobs while reducing CO2 emissions by up to 15% and transitioning to a nature-positive economy could generate 395 million jobs globally by 2030. Green jobs and ecopreneurship are key to overcoming our shared economic, social and environmental challenges. Also when we talk about industries and infrastructural development the main concern which comes in mind is environment damage. As we all know that the waste from the industries goes in the river or lakes. It has been found that 8 million tons of plastic enter the ocean each year. By 2050, there could be more plastic in the sea than fish. So there are many ways we can control such instances like In Sydney Harbour, people clean up trash while kayak, Tourist head out with a paddle, a sieve and a picker stick while seeing the sights. Sydney by kayak began the tours several years ago. After noticing the amount of waste in the Harbour. It started with the odd clean-up paddle. And now offers several clean-up kayak tours a week collecting 200kg of trash a month. Some paddlers are first timers others have been back more than 10 times. The tours have netted books, bottles and even a golfing trophy. So this something needs to be take care of. Also there was a sub program under MGNREGA, BOTTOM 20, in this bottom 20 were identified from villages and they used to promote their individual assets. This can be transformed for industries also so that new investors can know about the industry which can be run smoothly in north-eastern states of India and start investing in such places.



CONCLUSION

This paper suggests that the industrial development is overall lacking behind in the North-Eastern states of India as compared to rest of the country. This backwardness is because of two reasons-

Firstly the earlier government was not able to utilize the maximum resources efficiently that were available in these states. Also the policies which were implemented in these states were not executed effectively because of poor administration by the officials appointed by the government. Best quality silk comes from North-Eastern India but still development of proper silk plant is not up to the mark.

Secondly the climatic and demographic conditions are little challenging in these states which attract less investors. Poor transportation and scattered connectivity makes it difficult for the investors to run their business smoothly. To overcome this government is making special economic zones in North-Eastern India and subsidies are given to those who invest there.

According to this paper out of seven sisters Assam has highest industrial development and Arunachal Pradesh has lowest among all. This is because there is proper connectivity of Assam with other states via train or air. Also because programs like Skill India and Make in India are more effective in Assam as compared to Arunachal Pradesh because of strong administration. The strong administration and official setup of Assam has attracted many MSMEs in the states.

REFERENCES

- [1] Gupta, Akhil. Red Tape: Bureaucracy, Structural Violence, and Poverty in India. New Delhi: *Orient Blackswan*, 2012.
- Balakrishnan, P. and Parameswaran, M. (2007). Understanding Economic Growth in India: A Pre requisite. *Economic and Political Weekly*, 42(27/28), 2915-2922.
- [2] Banga, R. (2005). Critical Issues in India's Service-Led Growth. ICRIER Working Paper, No. 171, *Indian Council for Research on International Economic Relations, New Delhi, India*.
- [3] Bhattacharya, B. B. and Mitra, A. (1990). Excess Growth of Tertiary Sector in Indian Economy: *Issues and Implications*. *Economic and Political Weekly*, 25, 2445- 50.
- [4] Clark, C. (1940). The Conditions of Economic Progress. London: *Macmillan*.
- [5] Fisher, A. G. B. (1935). The Clash of Progress and Society. New York: *Augustus M. Kelly*.
- [6] Garg, I. and Walia, S. (2013). An Analysis of Services Sector in Indian Economy, *International Journal of Research in Economics and Social Sciences*, 3(3), 8-19.
- [7] Hansda, S. (2001). Sustainability of Services- Led Growth: An Input-Output Analysis of the Indian Economy. Reserve Bank of India Occasional Paper, 22(1,2&3), 73-118.
- [8] Kuznets, S. (1966). Modern Economic Growth. New Haven: *Yale University Press*.
- Kuznets, S. (1973). Modern Economic Growth: Findings and Reflections. *American Economic Review*, 63(3), 247- 258.

