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# G.S BY DR NAQUI MOHAMMAD

## B.COM PART - III rd.

* Small Scale Industries :-

→ Small scale and cottage industries have an important role to play in a labour surplus developing economy like India.

# Importance of Small Scale Industries :-

1. Employment Generation :-

(a) Large scale industries are generally capital intensive.

(b) Small scale industries on the other hand are generally labour intensive.

(c) Small scale industries have a substantially higher employment potential.

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2. Equitable Distribution :-

(a) The ownership of SSIs is more wide spread inter of both individuals as well as areas.

3. Mobilisation of Small Savings :-

(a) S.S.Is can be run with the help of small capital. Thus, they faciliate the mobilisation of small savings.

4. Contribution in GVA :-

(a) The share of MSME (Micro Small and Medium Enterprises) sector in the country's Gross Value Added (GVA) is approx. 32%.

5. Environment friendly :-

(a) As these are dispersed far away from urban centres they do not pollute.

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