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## Industry policy, 1956

A comprehensive industry policy was formulated in 1956. It has following objectives -

- (i) Development of machine-building industries.
- (ii) Increase in rate of industrial development.
- (iii) Reduction of income and wealth inequalities.

⇒ The main feature of 1956 policy is -  
The following are the features of policy: -

- (1) Categories of industries :-  
Large scale industries have

been divided into three categories -

(a) public sector :-

Under schedule A, 17 industries were included. These industries were arms and ammunition, atomic energy, iron and steel, heavy machinery, mineral oil, coal etc.

(b) public-cum private sector :-

Under schedule B, 12 industries were included. Industries will be state owned but private sector can also establish industry. Industry like Aluminium, machine tools, drug, chemicals, fertilizer, road and sea transport, mines and minerals were included.

(c) private sector :-  
under schedule C, All remaining industries, not covered in A and B schedule were included. These industries will be established by private sector.

(ii) Cottage and small industries :-  
Govt. will make effort to promote cottage and small scale industries, these industries will make use of local resources and will generate employment.

(iii) Concession to public sector :-  
Govt. will provide facility of power, transport and finance to public sector units.

(iv) Balanced regional development :-

~~Industrial~~ industrially backward regions will be given priority in establishing industries. More incentives will be given to industry which will be established in these regions.

(v) Better facilities for labour :-

Under this policy, better facilities for labour will be provided. Workers will be given fair remuneration, better working conditions and opportunities to participate in management.

(vi) Training to managers :-

private and public

Sector managers will be given technical and managerial training so so that they can be perform well.

Management courses will be started in ~~industries~~ universities for these persons.

(vii)

Management in public units  $\Rightarrow$

policy laid emphasis on the proper management of public units. public units can be good sources of revenue if efficiently managed.

(viii)

foreign capital  $\Rightarrow$

policy laid that foreign

Capital can play important role in industrial development. Many concessions were offered to make use of foreign capital

The end