(a) Category 'A'

Industries are those which have substantial value-added, or are in a position to step up the exports on an immediate basis/short-term basis. Many of the industries are such that their technology levels are not very high.

(b) Category 'B'

Industries are those where the value added has a substantial multiplier effect in the domestic economy; there is also substantial long-term export potential and the products are sophisticated and have a greater technological content. Many of these industries have to be nurtured in terms of technology and product design.

The Committee recommends that thrust industries be nurtured in groups and accordingly category 'A' and 'B' industries have been delineated into three groups with Group I being given maximum priority. The groupwise breakup follows:

CATEGORY 'A'

GROUP I: Commercial vehicles; machine tools, scooters (2/3 wheelers) auto spares and ancillaries, chemical and process plants electric motors and staters, castings and forgings, transmission line towers, bicycles and parts.
GROUP II  Textile machinery, cranes, power equipment, power distribution, transformers, cables and conductors, power cables, PVC cables, agriculture tractors, pipes and tubes, electric fans, electric fan parts, water supply and irrigation pumps.

GROUP III  Sugar machinery, mining machinery, switch gear and control gear including gen, control panel, railway wagons, wagon components.

CATEGORY 'B'

GROUP I  Industries valves, diesel engines, DG sets, process pumps tools room products, refrigeration equipment, air compressors.

GROUP II  Coaches, cables and conductors, AAC/ACSR, Dry core co-axial, seamless pipes diesel locomotives, solar/renewable energy equipment, earth moving equipment.

GROUP III  Watches, clock time pieces.

Some items of electronic products could also be added to this list while processing this report.