



# Energy Efficiency Programme for Small and Medium Enterprises (SMEs)

#### Milind Deore, Energy Economist, BEE









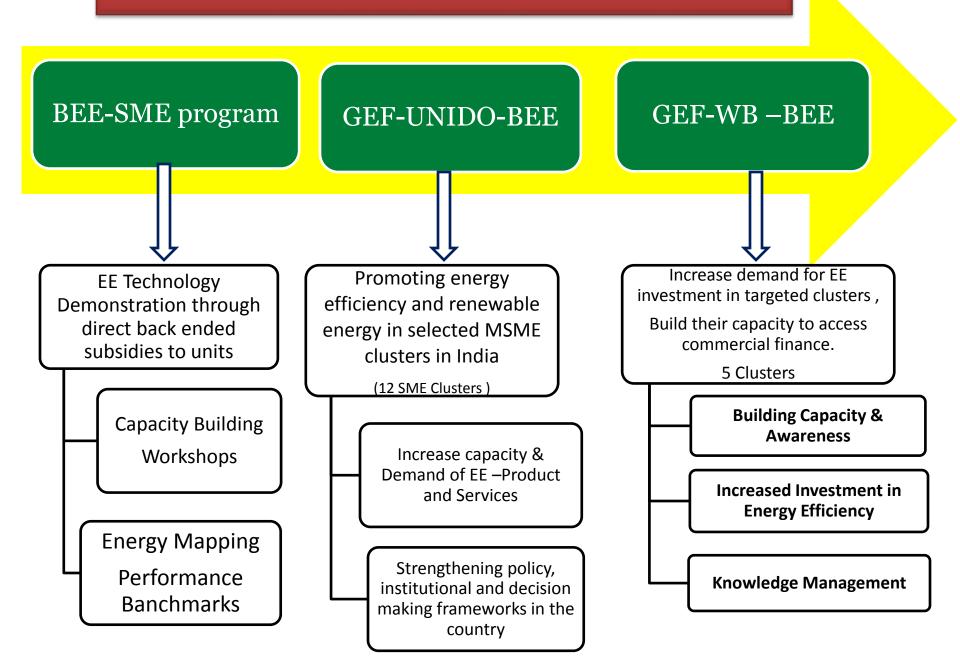






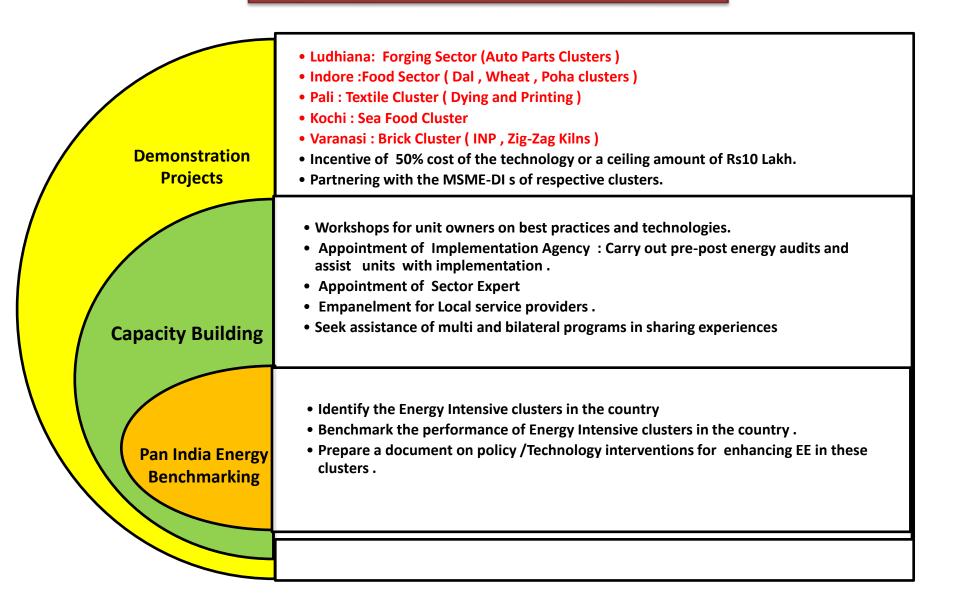


#### BEE's initiatives in SME sector



### BEE - SME Program

#### **Program Activities**



#### Project Deliverables

#### 1. <u>Implementation of Technology demonstration projects</u>

- Demonstration of 10 best identified technologies of selected 5 energy intensive sectors
- 100 technology demonstration projects to be implemented in 5 sectors.

#### 2. Technical Assistance and Capacity Building

- Sharing of the BoP and BAT
- Development of case studies, print materials and audio visual of BATs& BOPs
- Capacity building in clusters through SDAs, National level workshops for stakeholders.

#### 3. Mapping of the SMEs on pan India basis.

- Development of Pan India level Sector specific reports and policy plans.
- Launch of National Policy Document on Energy Efficiency in SMEs.

#### Synergies of BEE-SME Program MoMSME schemes

- There is a two member committee Chaired by AS and DC, MoMSME to explore ways of aligning the activities of BEE with those of MoMSME in the XII plan under its SME scheme.
- 2. AS &DC suggested BEE to target following clusters:
  - a. Food (Indore, M.P.)
  - b. Sea food (kochi, Kerala)
  - c. Forging (Ludhiana, Punjab)
  - d. Brick (Varanasi, UP)
  - e. Textile (Pali, Rajasthan)
- 3. MSME-DI to support BEE in its SME initiatives and BEE to promote the TEQUP scheme in its workshops

#### **Implementation Framework**

#### Step.1

Constitution of cluster level steering committee

- a) Director, MSME-DI of the cluster,
- b) BEE is (convener)
- c) President, cluster Association

Shortlisting of units and oversee implementation of EE Demos

#### Step. 5

Base line audits in the selected 20 units of the cluster by BEE- IA

#### Step.6

- 1. Implement Demos in the 20 units.
- Preparation of DPRs and audio visual recordings, Case

#### Step.4

Signing of MoU with each of the twenty units of the cluster.

#### Step.7

Post Audits steering committee approves release of subsidy to units upon satisfaction of completion

#### Step.2

Open invite for participation to SME units for the implementation of Demonstration projects

Invitation for empanelment of LSP and Technology Providers

#### Step.3

Physical verification of units by BEE agency to select 20 units on the recommendation of committee

#### Step. 8

Direct release of subsidy through
e-transfer in the account of unit owner
on the receipt of original bills from the
units and proformas indicating
completion of demos from IA.

#### **Varanasi** – Brick Cluster



- About 300 brick manufacturing units in the cluster
- Zig-zag technology is one of the technology options identified to enhance energy efficiency of brick making units in the cluster
- Local industry association (Int Nirmata Parishad) and individual brick kiln entrepreneurs
- TERI, New Delhi is engaged to carry out various planned activities in the cluster
- Baseline audits were completed in all the brick kiln units
- Two of the units have already converted their existing kilns into zig-zag design

#### **Ludhiana - Forging Cluster**

- More than 1500 Small and Medium Enterprise (SME) forging units operating in the various industrial pockets in and around Ludhiana, manufacturing products suitable for automotive, industrial and agricultural sector.
- Two technologies identified to enhance energy efficiency of forging units in the cluster – Induction Heating Furnace & Special Purpose Machines
- Baseline audits were completed in all the 20 forging units
- Eight units have already implemented the suggested technologies – realized energy savings 20 to 40%
- Post implementation audit is completed





#### Glimpses of technologies Implemented



Induction heater installed at C-Forge (India)



Induction heater installed at Global exports



SPM – turning installed at NN Products



Induction heater installed at Soga toka Industries



SPM – turning installed at Bharat International



SPM – turning installed at Khalon International



SPM – turning installed at Mehram Industries



SPM – drilling installed at Bharat International



#### Pali – Textile Cluster



- More than 350 Textile Dyeing and Finishing units with production capacity of 5.5 million meter per day
- Local industrial bodies
  - District Industrial Center, Pali
  - Rajasthan Textile and Hand Processors Association (RTHPA), Pali
- Baseline audits were completed in 11 textile units
- Identified Technologies
  - Economizer in Thermic fluid exit,
  - Air-preheater (APH) in steam boiler,
  - Waste heat recovery (WHR) with kier boiling unit,
  - Temperature Monitoring & Control in Jigger Machines Advanced Float Trap systems
  - Condensate Recovery System (CRS) in Jet Dyeing Machine,
  - Oxygen based automation and control system in boiler,
  - Installation of VFD for blowers of thermopac & boiler
  - New energy efficient boiler

#### Indore – Food Cluster





- More than 200 (Dal + Poha) processing units in Indore and Ujjain industrial area
- Baseline audits were completed in 14 units and implementation is in progress
- Identified Technologies (average energy saving potential is 25 to 30%)
  - Replacing old and inefficient motors with EE motors
  - Installing Oxygen Sensor, fuel control and damper control
  - Installation of VFDs
  - Replacement of existing compressor with energy efficient compressor system
  - Substitution of fuel saw dust based to gas based burner

#### Kochi – Sea Food Cluster





- More than 65 units in Kochi sea food cluster
- Baseline audits were completed in 8 units
- Identified Technologies (average energy saving potential is 15 to 20%)
  - Replacement of reciprocating compressor with Screw compressor with VFD
  - Replacement of water cooled condenser with Evaporative condenser
  - Installation of variable frequency drive for condenser water pumps
  - Installation of THERMOSHIPON SYSTEM (GAS COOLING) for Compressor.
  - Automation of refrigeration plant by using PLC controller

### GEF-BEE-UNIDO Program

## Promoting Energy Efficiency and Renewable energy in selected MSME clusters

#### **Objective**

The aim is to develop and promote an environment for introducing energy efficiencies and enhance use of renewable energy technologies in 12 selected MSME clusters in 5 sectors.

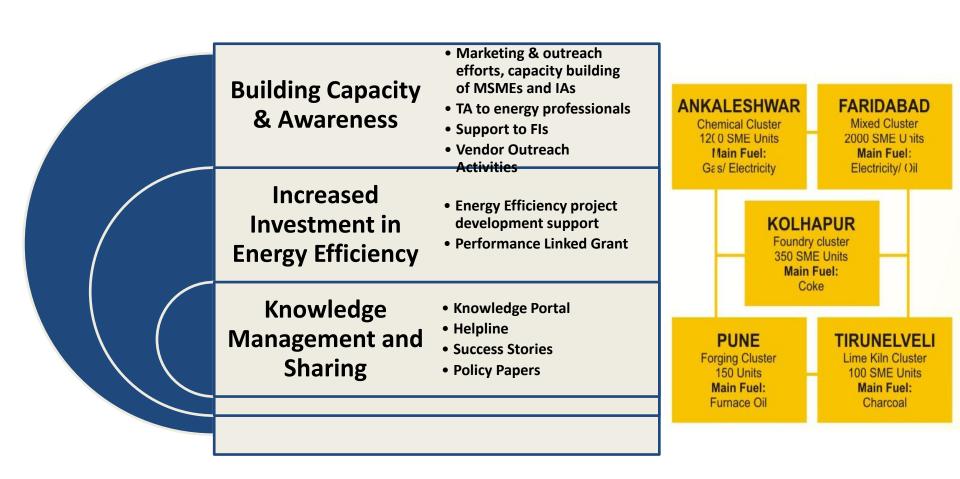
#### **Progress Till date**

- Appointment of cluster leaders is done
- 54 Detailed energy audits were completed in nine clusters
- Development of cluster specific Best Operating Practices (BOPs)
- 30 Awareness workshops were completed and trained more than 500 representatives from various industries
- Common Monitorable Parameters (CMPs) prepared and disseminated
- Drawn up the list of energy audit instruments
- Two demonstrations projects successfully completed in Belgaum and Coimbatore Foundry Cluster on Energy Performance Data Collection and Analysis
- One demonstration project has completed successful at Gujarat Dairy cluster, on parabolic trough for steam generation
- 80 Case studies prepared, being published in the form of pamphlets
- Implemented more than 80 EE projects at cluster level
- Development of local service providers list
- Background work being completed for setting up of Energy Management Centers in 9 clusters
- Organized 1 study tour to Japan and 2 study tours to China
- Organized two inter cluster visits

## GEF-BEE-WB Program

#### **Financing Energy Efficiency at MSME**

The objective is to increase demand for energy efficiency investment in targeted MSME clusters and to build their capacity to access commercial finance.



#### **Major Updates**

- Launch of Knowledge Management Portal www.indiasavesenergy.in
- Toll free helpline 1800 2009 250
- Establishment of KM centre for Motors Efficiency at Faridabad
- Cross cluster KM activities
  - Awareness and Capacity building of Brick manufacturers on Zig-Zag technology and other best practices
  - Foundry clusters across India
- Awareness creation on Energy Management System among MSMEs

## Thank You