- (c) The Government of Jammu and Kashmir has approached the Government of India with the proposal to bifurcate the special grant recommended by the Finance Commission for Leh district into two equal parts to be utilised for creation of infrastructural facilities in Leh and Kargil districts. This proposal is under consideration of the Inter-Ministerial Empowered Committee constituted at the Centre in pursuance of the recommendations of the Finance Commission to monitor the utilisation of the grants-in-aid recommended by the Eighth Finance Commission.
  - (d) and (e). Does not arise.

## Income-Tax on Grant-in-aid given to Regional Film Producers

907. PROF. MADHU DANDAVATE: Will the Minister of FINANCE be pleased to state:

- (a) whether the grant-in-aid is given to regional film producers by various State Governments;
- (b) if so, whether the producers are required to pay income-tax on the amount received by them as grant-in-aid;
- (c) whether this income-tax on grantin-aid was exempted in 1969 but reimposed in 1976:
- (d) if so, the reasons for reimposing; and
- (e) whether in response, particularly to regional film producers. Government propose to discontinue the scheme of income-tax on grant-in-aid given to the producers?

THE MINISTRY OF STATE IN THE MINISTRY OF FINANCE (SHRI JANARDHANA POOJARY): (a) Yes, Sir.

- (b) Yes, Sir.
- (c) and (d). The information is being collected and will be laid on the Table of the House after the same is received.

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(e) Question does not arise.

Financial Assistance to Gujarat for Taking
Over Closed Textile Mills

908. SHRIMATI PATEL RAMABEN RAMJIBHAI MAVANI:

PROF. NIRMALA KUMARI SHAKTAWAT:

Will the Minister of TEXTILES be pleased to state:

- (a) whether his attention has been drawn to the news item published in the 'Economic Times' of 28th October, 1985 stating that the Minister of Finance has announced that Union Government would given financial assistance to the Gujarat Government for taking over closed textile mills;
- (b) if so, the details thereof indicating the names and numbers of such mills; and
- (c) the facilities proposed to be given for running the said mills smoothly?

THE MINISTER OF STATE OF THE MINISTRY OF TEXTILES (SHRI KHURSHID ALAM KHAN): (a) and (b). The names of 12 textiles mills nationalised by the Government of Gujarat are given in the statement given below.

(c) The Statement Government will be given advance releases of plan assistance of Rs. 65 crores to be adjusted within the Seventh Plan period, for implementing the scheme of nationalisation, which involves rationalisation of restructuring of these mills to form viable units. Financial institutions and Banks will also extend necessary assistance for modernisation and smooth working of the mills.

## Statement

- S. Name of the undertaking No.
- 1 to the distribution of
- 1. The Marsden Spinning and Manufacturing Co. Ltd., Ahmedabad.
- 2. The Monogram Mills Co Limited, Ahmedabad.