GOVERNMENT OF INDIA AGRICULTURE LOK SABHA

UNSTARRED QUESTION NO:6041 ANSWERED ON:26.04.2001 IMBALANCE IN COOP. CREDIT STRUCTURE SULTAN SALAHUDDIN OWAISI

Will the Minister of AGRICULTURE be pleased to state:

- (a) whether it is a fact that there is an imbalance of Rs.311 crores and accumulated loss of about Rs.850 crores in the integrated cooperative credit structure of Andhra Pradesh;
- (b) if so, the facts thereof;
- (c) whether Union Government propose to set up a Cooperative RehabilitationDevelopment Fund to assist banks on the cooperative sector at the various levels;
- (d) if so, whether Andhra Pradesh has requested to provide fund out of the Rehabilitation Fund to extinguish the entire accumulated loss and imbalance amounting to Rs.1161 crores; and
- (e) if so, the steps being taken by Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE (SHRI SHRIPAD Y. NAIK)

- (a): Yes, Sir.
- (b): As per information received from Government of Andhra Pradesh, there is an imbalance of about Rs.311 crores and accumulated loss of about Rs.850 crores in the integrated cooperative credit structure of Andhra Pradesh.
- (c): The Task Force constituted by the Government of India to study the functioning of the Cooperative Credit System and suggest measures for its strengthening has recommended for establishment of a Cooperative Rehabilitation and Development Fundin NABARD.
- (d): Yes, Sir,
- (e): The Government of India is examining the recommendations of the Task Force. In order to facilitate consensus, a meeting of the State cooperation Ministers, Cooperation Secretaries etc. has since been convened by the Ministry of Finance. The State Government has also been apprised of the position in this regard.