

**GOVERNMENT OF INDIA
TEXTILES
LOK SABHA**

UNSTARRED QUESTION NO:1381
ANSWERED ON:08.03.2002
TECHNOLOGY UPGRADATION FUND
A. VENKATESH NAIK;RAMSHETH THAKUR

Will the Minister of TEXTILES be pleased to state:

- (a) whether the groups constituted by the Technical Advisory-cum-Monitoring Committee under the Technology Upgradation Fund Scheme has submitted its report to the Government.
- (b) if so, the recommendations made by the said group; and
- (c) the action taken by the Government on the basis of the said recommendations?

Answer

MINISTER OF STATE FOR TEXTILES (SHRI V. DHANANJAYA KUMAR)

(a) & (b) : The Technical Advisory-cum-Monitoring Committee (TAMC) under Technology Upgradation Fund Scheme (TUFS) had constituted a Group to examine the coverage of weak but potentially viable textile units under the scheme. The Group has recommended to the TAMC as follows :

- i) A separate special dispensation for weak/sick modern processing units under TUFS, and;
- ii) Relaxation of financial norms for weak units of all the segments of the textile industry for coverage under TUFS.

(c) : The recommendation of TAMC were examined by the Inter-Ministerial Steering Committee (IMSC) which observed that relaxation in norms for cash profit, promoters` margin, debt equity ratio and revaluation of assets could be considered by Financial Institutions and banks while preparing restructuring proposals for the industry.