GOVERNMENT OF INDIA FINANCE AND COMPANY AFFAIRS LOK SABHA

UNSTARRED QUESTION NO:2489 ANSWERED ON:07.03.2003 ASSISTANCE TO SSI UNITs KANTI SINGH

Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

- (a) whether banks are extending financial assistance to sick Small Scale Industrial Units of Bihar for their revival; and
- (b) if so, the details of assistance provided by banks to these industrial units during the last three years?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL):

- (a) Yes, Sir. Reserve Bank of India has issued detailed revised guidelines to Banks in January, 2002 for detection of sickness at an early stage and taking remedial measures for rehabilitation of sick SSI Units identified as potentially viable. The criteria for considering a SSI Unit as sick has been revised to enable banks to detect sickness atan early stage and facilitate corrective action for revival of the Units. As per the revised guidelines, the rehabilitation package should be fully implemented within six months from the date of declaration of unit as potentially viable. RBI has also laiddown broad parameters for grant of relief/concessions for revival of potentially viable sick SSI Units depending upon the merits of the case.
- (b) The details of assistance provided by scheduled commercial banks to sick industrial units in the State of Bihar during the last three years are as under:

Year Total sick Units Potentially Of viable uni-ended Viable Units those put under March nursing programme Of viable units,

No.of Amount No.of Amount No.of Amount Unite outstanding Units outstanding Units outstanding

2000 26906 167.44 185 11.53 40 6.74 19 3.32 2001 16423 125.98 120 12.47 2002 15181 100.48 29 4.29 7 0.91

Inclusive of data relating to Jharkhand State.