GOVERNMENT OF INDIA SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR LOK SABHA

UNSTARRED QUESTION NO:6775 ANSWERED ON:10.05.2000 SICK SSI UNITS ANANTA NAYAK;BHAWANA GAWALI (PATIL);DILIP KUMAR MANSUKHLAL GANDHI;RAGHUVIR SINGH KAUSHAL;RAM TAHAL CHOUDHARY

Will the Minister of SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR be pleased to state:

(a) whether a large number of Small Scale Industries are falling sick;

(b) if so, the number of such industries state-wise and particularly in Maharashtra, Orissa and Rajasthan;

(c) whether the Government have assessed the causes of such sickness;

(d) if so, the details thereof; and

(e) the steps taken to survive these Industries?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF SMALL SCALE INDUSTRIES AND AGF RURAL INDUSTRIES (SMT. VASUNDHARA RAJE)

(a) & (b): As per the latest data compiled by the Reserve Bank of India, the number of sick small scale industries as at the end of March, 1999 was 3,06,221. The number of sick units as a percentage of total SSI units is less than 10%. The State-wise data including those for Maharashtra, Orissa and Rajasthan States on sick small scale industries as at the end of March, 1999 are given in the Annexure.

(c) & (d): The incidence of sickness in the SSI sector is due to various factors such as inadequacy of credit, marketing problems, managerial inadequacies, infrastructural problems, technological problems etc.

(e): The Government is fully seized of the problem of industrial sickness amongst the SSI units and has taken various measures to facilitate timely identification and rehabilitation of potentially viable sick industries, which inter-alia, includes institutional mechanism in the form of State Level Inter Institutional Committees, special rehabilitation cells in banks and State financial institutions and elaborate guidelines issued by the Reserve Bank of India for extending rehabilitation assistance to eligible units.

ANNEXURE REFFERED TO IN REPLY TO LOK SABHA UNSTARRED QUESTION NO.6775 FOR ANSWER ON 10-5-2000

STATE-WISE DATA ON SICK SMALL SCALE INDUSTRIES

State/Union Territory At the end of March 1999

10586 Assam Meghalaya 447 Mizoram 40 26293 Bihar Arunachal Pradesh 116 West Bengal 146182 Nagaland 166 Manipur 5237 10134 Orissa 28 Sikkim 6914 Tripura Andaman & Nicobar Islands 25 Uttar Pradesh 17320 3789 Delhi Punjab 3551 3180 Haryana Chandigarh 187 630 Jammu & Kashmir Himachal Pradesh 1103 Rajasthan 12835 Gujarat 4170

Maharashtra 13373 Daman & Diu 13 Goa 216 Dadra & Nagar Haveli 24 Madhya Pradesh 6808 Andhra Pradesh 6260 Karnataka 4342 Lakshadweep 0 Tamil Nadu 11408 Kerala 10074 Pondicherry 770

Total 306221