GOVERNMENT OF INDIA TEXTILES LOK SABHA

UNSTARRED QUESTION NO:2920 ANSWERED ON:17.12.2004 CLOSURE OF NTC MILLS Das Gupta Shri Gurudas;Rawat Shri Kamla Prasad;Shiwankar Shri Maha Deo Rao

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government is considering to close down textile mills of NTC and jute-mills in the country;

(b) the number of textile and jute mills closed and declared as sick during last one year;

(c) whether the Government propose to transfer these mills to joint venture or private sector;

(d) the total turnover of these mills during the last three years; year-wise;

(e) the profit/loss of these mills during each of the past three years;

(f) the bottle necks faced by the Government to run these mills, and

(g) the remedial measures taken by the Government in this regard?

Answer

MINISTER OF TEXTILES (SHRI SHANKERSINH VAGHELA)

(a) & (b) NTC is implementing the Rehabilitation Schemes for its 9 sick subsidiaries as approved by BIFR/Govt. In order to rehabilitate these companies, BIFR ordered closure of chronically sick/unviable mills after giving VRS to affected employees. Accordingly so far 65 unviable mills have been closed.

Out of 78 jute mills in the country, only 6 are Central Govt. Undertakings and all of them are functioning. Out of the 78, 37 mills are sick and 14 mills are lying closed over periods varying from two months to two years.

(c) Currently, there is no such decision.

(d) All the above closed mills were not having any production for the last several years.

(e) The loss incurred during the last three years in respect of 65 closed mills of NTC is given at Annexure-I.

(f) The mills suffered from deficiencies like old and obsolete machinery, out dated technology, excess labour force and lack of working capital for modernization.

(g) The Government, in consultation with BIFR, has prepared Rehabilitation Schemes for the 9 subsidiaries of NTC to revive 53 viable mills and close 66 unviable ones at a total cost of 3918.84 crores largely financed through sale of surplus assets.

NATIONAL TEXTILE CORPORATION LIMITED

ANNEXURE

LIST OF 65 CLOSED MILLS SHOWING NET PROFIT(+) /LOSS(-)

FOR THE PERIOD FROM 2000-01 TO 2002-03 (RS. CRS.)

S.NO. NAME OF THE MILLS/SUBSIDIARY 2000-2001 2001-2002 2002-2003 NTC (DFR) LTD.

PUNJAB.

2 PANIPAT WOOLLEN MILLS -8.83 -10.08 -10.75

RAJASTHAN

3 EDWARD MILLS -5.43 -7.48 -6.89 NTC (MADHYA PRADESH) LTD

CHATTISGARH

4 BENGAL NAGPUR COTTON MILLS -17.95 -8.89 -35.30

MADHYA PRADESH

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5 HIRA MILLS -11.35 -0.69 -24.84
6 INDORE MALWA UNITED MILLS -18.16 -14.31 -41.29
7 KALYANMAL MILLS -16.69 -10.81 -40.66
8 SWADESHI TEXTILE MILLS -10.46 -2.81 -18.87
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UTTAR PRADESH

NTC (UTTAR PRADESH) LTD.

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9 ATHERTON MILLS -11.58 -12.67 -39.02
10 BIJLI COTTON MILLS -2.54 -1.99 -4.81
11 LAXMIRATTAN COTTON MILLS -14.71 -16.54 -52.26
12 LORD KRISHNA TEXTILE MILLS -7.65 -1.40 -17.64
13 MUIR MILLS -19.29 -9.17 -54.69
14 NEW VICTORIA MILLS -20.67 -7.11 -54.77
15 RAEBARELI TEXTILE MILLS -2.44 -4.23 -6.55
16 SHRI VIKRAM COTTON MILLS -4.61 -4.94 -16.33
17 SWADESHI COTTON MILLS, KANPUR -20.81 -18.58 -16.79
NTC (SOUTH MAHARASHTRA) LTD
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MAHARASHTRA

```
18 BHARAT TEXTILE MILLS -13.26 -4.97 -11.83
19 DIGVIJAY TEXTILE MILLS -17.70 -5.17 -15.94
20 ELPHINSTONE SPG.& WVG.MILLS -12.22 -13.56 -13.76
21 JUPITER TEXTILE MILLS -17.36 12.06 -3.78
22 MUMBAI TEXTILE MILLS -15.85 -5.89 -8.09
23 NEW HIND TEXTILE MILLS -17.14 3.00 -9.70
24 PODAR PROCESSORS -7.78 -8.39 -9.06
25 SHREE MADHUSUDAN MILLS -8.41 -9.83 -7.94
NTC (MAHARASHTRA NORTH)LTD
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MAHARASHTRA

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26 INDIA UNITED MILLS NO.2 -15.69 -11.12 -15.82
27&28 INDIA UNITED MILLS NO.3 & 4 -23.34 -19.51 -19.70
29 JAM MFG. MILLS -9.39 -11.97 -10.97
30&31 KOHINOOR MILLS NO. 2 & 3 -17.71 -19.58 -19.18
32 MODEL MILLS -21.20 -9.74 -20.32
33 R.S.R.G. MILLS -6.99 -6.20 -9.86
34 SHRI SITARAM MILLS -8.60 -10.18 -8.81
35 VIDHARBHA MILLS -6.76 -6.15 -7.46
N.T.C. (GUJARAT) LTD
```

GUJARAT

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38 JEHANGIR TEXTILE MILLS -21.07 -7.45 -21.34
39 MAHALAXMI TEXTILE MILLS -13.20 -1.93 -13.98
40 NEW MANEKCHOWK TEXTILE MILLS -14.89 -8.59 -12.94
41 PETLAD TEXTILE MILLS -6.94 0.04 -5.88
42 RAJKOT TEXTILE MILLS -6.06 -3.30 -4.97
43 RAJNAGAR TEXTILE MILLS 2 -19.59 -8.56 -20.51
44 VIRAMGAM TEXTILE MILLS -12.30 -8.65 -10.60
N.T.C. (APKK&M) LTD
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ANDHDRA PRADESH

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45 ADONI COTTON MILLS -1.91 -1.04 -3.31
46 AZAM JAHI MILLS -8.71 3.59 -17.36
47 NATRAJ SPINNING MILLS -4.53 8.02 -3.65
48 NETHA SPINNING & WEAVING MILLS -2.15 -1.45 -3.57
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KARNATAKA

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49 M.S.K. MILLS -10.72 -2.47 -28.34
50 MYSORE SPG. & MFG.MILLS -8.59 0.53 -8.83
N.T.C. (TN & P)LTD
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TAMIL NADU

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51 BALARAMAVARMA TEXTILE MILLS -1.37 -2.41 -1.36
52 KISHNAVENI TEXTILE MILLS 2.08 -1.56 7.57
53 OM PARASAKTHI MILLS -1.06 -2.56 0.01
54 SOMASUNDARAM MILLS -2.33 -4.22 -0.75
55 KALEESWARAR MILLS `A` UNIT -10.78 -15.75 -10.28
N.T.C. (WBAB&O) LTD
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BIHAR

56 GAYA COTTON & JUTE MILLS -7.15 -7.23 Closed

WEST BENGAL

57 BANGASRI COTTON MILLS -3.94 -3.75 Closed
58 BENGAL FINE S.& W.MILLS NO.I -9.01 -8.41 -3.17
59 BENGAL FINE S.& W.MILLS NO.II -2.77 -2.69 Closed
60 BENGAL LUXMI COTTON MILLS -10.59 -9.89 -3.75
61 MANINDRA B.T.MILLS -7.51 -6.50 Closed
62 JYOTI WVG. FACTORY -4.04 -4.81 Closed
63 RAMPOORIA COTTON MILLS -10.14 -9.77 -3.49
64 CENTRAL COTTON MILLS -12.39 -13.40 Closed
65 SHREE MAHALAXMI COTTON MILLS -10.22 -11.55 Closed