

**GOVERNMENT OF INDIA  
TEXTILES  
LOK SABHA**

UNSTARRED QUESTION NO:2568

ANSWERED ON:18.03.2005

COTTON MILLS

Adhalrao Patil Shri Shivaji

**Will the Minister of TEXTILES be pleased to state:**

- (a) the number of cotton mills closed, liquidated and auctioned, state-wise;
- (b) the loan amount and rate of interest in the form of equity given by NCDC/NABARD to the cotton mills through State Government or directly, State-wise;
- (c) the amount returned by cotton mills;
- (d) the steps taken to recover the remaining loan amount;
- (e) whether the Government is working for revival package scheme for sick cotton mills; and
- (f) if so, the details thereof?

**Answer**

MINISTER OF TEXTILES ( SHRI SHANKERSINH VAGHELA )

(a) The state wise number of cotton/man-made fibre textile mills (non-SSI) closed, under liquidation, closed for other reasons and total closed mills as on 31.12.2004 is furnished in Annexure-I.

(b), (c) & (d) As on 31.03.04, NCDC had provided a loan assistance of Rs. 308.31 crore to the State Governments for participating in the equity of cooperative spinning projects. The State wise position is furnished in Annexure-II. The share capital is redeemed by the mills only to the State Governments. There is no default from the State Governments to the NCDC. The States are regularly repaying as and when their repayment falls due.

The present rate of interest charged by the NCDC is 8.5% on loans through the State Governments. NABARD does not provide loan or equity directly or through the State Governments to Cotton Mills.

(e) & (f) NCDC has a Scheme for rehabilitation of sick Cotton Growers Cooperative Spinning Mills in the form of package to provide loan assistance to the State Governments for participating in the equity as well as providing term loan for the rehabilitation of the sick Cotton Growers Cooperative Spinning Mills.

Annexure-I

State wise number of Cotton/Man-made fiber textile mills(non-SSI)closed as on 31.12.04

States Under Liquidation Closed for other reasons Total

Andhra Pradesh	2	39	41
Assam	0	7	7
Bihar	0	5	5
Chhattisgarh	0	1	1
Delhi	0	1	1
Gujarat	23	37	60
Haryana	1	24	25
Jammu & Kashmir	0	1	1
Karnataka	2	17	19
Kerala	0	9	9
Madhya Pradesh	2	10	12
Maharashtra	9	51	60
Orissa	0	11	11
Punjab	2	13	15
Rajasthan	1	18	19
Tamil Nadu	5	116	121
Uttaranchal	0	4	4
Uttar Pradesh	2	45	47
West Bengal	1	17	18

Pondicherry	0	1	1
Manipur	0	1	1
TOTAL	50	428	478

Annexure-II

Financial assistance sanctioned/released to cooperative Spinning Mills by the NCDC through the State Governments as on 31.3.2004

States	Assistance sanctioned	Assistance released
--------	-----------------------	---------------------

Andhra Pradesh	2840.74	2840.74
Assam	1204.88	1204.88
Bihar	896.81	896.81
Gujarat	0.00	0.00
Haryana	71.00	71.00
Karnataka	3614.12	3534.67
Kerala	891.53	891.93
Madhya Pradesh	452.25	452.25
Maharashtra	18486.43	11710.25
Orissa	1577.72	1498.20
Punjab	2002.18	2002.18
Rajasthan	1460.42	1460.42
Tamil Nadu	822.05	822.05
Uttar Pradesh	2161.31	2161.31
West Bengal	1284.16	1284.16
TOTAL	37765.60	30830.85