

**GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA**

UNSTARRED QUESTION NO:3328
ANSWERED ON:15.04.2010
COST CUTTING TARGET OF NACIL
Kumar Shri P.

Will the Minister of CIVIL AVIATION be pleased to state:

- (a) whether National Aviation Company of India Limited has failed to achieve the cost cutting target of Rs.2000 crores within the financial year and has managed only Rs.700 crores;
- (b) if so, the details thereof; and
- (c) the steps taken by the Government in this regard?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) OF THE MINISTRY OF CIVIL AVIATION(SHRI PRAFUL PATEL)

(a), (b) and (c): The turnaround plan of NACIL has projected benefits of Rs.1,911 crores during FY 2010. However, NACIL has achieved savings of Rs.753 crores in the FY 2010. The turnaround/financial restructuring plan of NACIL is being continuously monitored by Government and further financial assistance has been linked with achievement of specified targets.