

**GOVERNMENT OF INDIA  
TEXTILES  
LOK SABHA**

UNSTARRED QUESTION NO:6718

ANSWERED ON:06.05.2010

MODERNIZATION OF NTC MILLS

Chowdhury Shri Adhir Ranjan;Harnsrajbhai Shri Radadiya Vitthalbhai ;Vasava Shri Mansukhbhai D.

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

- (a) whether the scheme of revival of the National Textile Corporation (NTC) envisages modernization as one of the component;
- (b) if so, the number of mills proposed to be modernized and the present status of modernization of textiles mills;
- (c) the cost likely to be incurred and actual cost incurred so far under the scheme;
- (d) whether the Government is satisfied with the pace of modernization of NTC mills;
- (e) if so, the details thereof; and
- (f) if not, the corrective steps taken in this regard?

**Answer**

MINISTER OF THE STATE IN THE MINISTRY OF TEXTILES (SMT. PANABAACA LAKSHMI)

(a): Yes, Madam.

(b): 24 mills are being revived by NTC itself, out of which, 18 mills have already been modernized.

(c): As per the BIFR approved scheme, an amount of Rs.1155.96 crores is earmarked for modernization, of which an amount of Rs.850.86 crores has been spent on modernization.

(d) to (f): The scheme is self-financing and the funds are to be generated through sale of surplus land and assets. There were some initial delays owing to delay in permission from the State Governments, pending litigations before various Courts, recession in the real estate market etc. Most of such problems have since been sorted out. To overcome the temporary resource problem, the company has decided to borrow funds from banks.