

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:6877
ANSWERED ON:07.05.2010
REVIVAL OF SICK INDUSTRIES
Chavan Shri Harischandra Deoram

Will the Minister of FINANCE be pleased to state:

- (a) the number of sick industries revived during the last two years, State-wise;
- (b) the number of sick industries likely to be revived during the current financial year, State-wise; and
- (c) the further steps taken by the Government in this direction?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a) & (b): As per information compiled by Reserve Bank of India (RBI), State-wise details of sick industries revived during the last two years viz. 2008 & 2009 are at Annex - I & II respectively. RBI has no information with regard to the number of sick industries likely to be revived during the current financial year.

(c): Reserve Bank of India had constituted a Working Group under the Chairmanship of Dr.K.C.Chakraborty, the then CMD of Punjab National Bank (presently Deputy Governor, RBI) in June 2007 to look into the problems faced by new as well as sick MSMEs, timely and adequate flow of funds to the sector, rehabilitation of sick MSMEs etc. The Working Group submitted its report in April, 2008 and, inter-alia, made a number of recommendations covering the gamut of issues and problems including sickness confronting the sector. All the Scheduled Commercial Banks have been advised on 4th May 2009 to implement these recommendations.

Besides all the State Governments and concerned Central Ministries have been requested to take suitable steps/action on the recommendations of the above Working Group.