

**GOVERNMENT OF INDIA  
TOURISM  
LOK SABHA**

UNSTARRED QUESTION NO:2872  
ANSWERED ON:24.07.2009  
LOSS MAKING GOVERNMENT HOTELS  
Verma Smt. Usha

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

- (a) whether the hotels run by the Government are running in losses in various states including Uttar Pradesh;
- (b) if so, the details thereof and the reasons therefor, Hotel-wise and State-wise;
- (c) whether the Government proposes to take steps to turn around those loss making hotels;
- (d) if so, the details thereof;
- (e) whether there is any proposal to disinvest those loss making hotels; and
- (f) if so, the details thereof, Hotel-wise and State-wise?

**Answer**

MINISTER OF THE STATE IN THE MINISTRY OF TOURISM (KUMARI SELJA)

(a) and (b): Out of the eight hotels owned by India Tourism Development Corporation (ITDC) a Central Public Sector Enterprise under the Ministry of Tourism the following are running in losses as per provisional financial results for the year 2008-09:-

S.No. Name of Hotels Name of State/Union Territory

1. Janpath Hotel New Delhi
2. Hotel Jaipur Ashok, Jaipur Rajasthan
3. Hotel Jammu Ashok, Jammu Jammu & Kashmir
4. Hotel Kalinga Ashok, Bhubaneshwar Orissa
5. Hotel Patliputra Ashok, Patna Bihar
6. Lalitha Mahal Palace Hotel, Mysore Karnataka

In addition, ITDC also manages Hotel Bharatpur Ashok in Rajasthan which is owned by Ministry of Tourism. This hotel is also running in losses.

Global slowdown, general recession in the hotel industry and reduction in tourist traffic are the major reasons for the losses.

(c) to (f): Pursuant to the decision taken by the Government to retain the ownership of ITDC hotels, earlier earmarked for disinvestment, essential renovation/refurbishment in ITDC hotels has been undertaken.