

**GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA**

UNSTARRED QUESTION NO:3828
ANSWERED ON:30.07.2009
EQUITY AND SOFT LOANS FOR AVIATION INDUSTRY
Majhi Shri Pradeep Kumar

Will the Minister of CIVIL AVIATION be pleased to state:

- (a) whether the National Aviation Company of India Limited (NACIL) has submitted any proposal for equity and soft loan for aviation industry in the country;
- (b) if so, the details thereof; and
- (c) the action taken by the Government thereon?

Answer

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

(a), (b) and (c): National Aviation Company of India Limited (NACIL) had submitted a proposal for infusion of equity of Rs. 1231 crores and provision of soft loan of Rs. 2750 crores in 2008-09. However, NACIL has now been advised to formulate a concrete proposal for induction of equity and provision of loans. A Committee of Secretaries chaired by the Cabinet Secretary, which includes the Finance Secretary Finance and Secretary, Civil Aviation will closely monitor the turnaround plan of NACIL.