

**GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA**

UNSTARRED QUESTION NO:2540
ANSWERED ON:25.11.2010
FINANCIAL SUPPORT AND ASSISTANCE TO FACT
Rajesh Shri M. B.;Shanavas Shri M. I.

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

- (a) whether the Fertilizers and Chemicals Travancore Ltd. is facing severe financial crunch;
- (b) if so, whether the Union Government has received any proposal from the State Government of Kerala to provide the financial support and assistance to the said company;
- (c) if so, the action taken thereon and the financial assistance provided by the Union Government to FACT;
- (d) whether the Union Government has released the subsidy under various heads to FACT;
- (e) if so, the details is thereof; and
- (f) if not, the reasons therefor ?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI SRIKANT KUMAR JENA)

(a) FACT had undergone severe financial crunch in the past. Recognizing which, the Government in the year 2007-08 gave a financial grant of Rs. 200 Crores to the company. In addition to this, plan fund loan of Rs. 13.00 Cr., Rs. 34.00 Cr and Rs. 89.99 Cr have been provided to FACT in the year 2008-09, 2009-10 and 2010-11 respectively.

Also the problem of subsidized fertilizers regarding the additional compensation due to Naptha feedstock has been addressed in the Nutrient Based Subsidy Scheme.

(b) No such specific proposal has been received from the Govt. of Kerala.

(c) In view of (b) the question does not arise.

(d) Yes, Madam.

(e) The details of subsidy released to FACT in the year 2010-11 is as follows:

(Rs. in Crores)	
Indegenous P & K Fertilizers	578.53
Imported P & K Fertilizers	65.15
TOTAL	643.68

(f) In view of (d) the question does not arise.