

**GOVERNMENT OF INDIA
TEXTILES
LOK SABHA**

UNSTARRED QUESTION NO:4584

ANSWERED ON:06.08.2009

TECHNOLOGY UPGRADATION FUND SCHEME

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Will the Minister of TEXTILES be pleased to state:

- (a) the procedure laid down for release of funds to States/Nodal agencies under Technology Upgradation Fund Scheme (TUFS);
- (b) whether there was delay in disbursement of funds under TUFS in the recent times which hampered technology upgradation of proposed textile mills in different sectors; and
- (c) if so, the details thereof indicating the section which suffered due to lack of funds, State-wise?

Answer

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

(a): The nodal banks determine the eligibility for their own cases as well as case of their co-opted PLIs. The data is forwarded online to Office of the Textile Commissioner in the prescribed format. Textile Commissioner compiles and recommends the release of funds to the concerned agencies/nodal banks. Ministry of Textiles releases the funds to the nodal agencies/nodal banks directly subject to the availability of funds.

(b) & (c) : No, Madam. As on 31.3.2009, 24572 units with a loan amount of Rs.60,955 crores have been disbursed an amount of Rs.6089.43 crore as interest and capital subsidy. Due to overwhelming response of the scheme, there is a gap between subsidy requirement and budget outlay. Yearwise Progress of TUFS as on 31.3.2009 is at Annexure-I.