

**GOVERNMENT OF INDIA  
TEXTILES  
LOK SABHA**

UNSTARRED QUESTION NO:181  
ANSWERED ON:01.08.2011  
NATIONAL JUTE MANUFACTURING CORPORATION  
Chavan Shri Harischandra Deoram

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

- (a) the details of the financial condition of the National Jute Manufacturing Corporation (NJMC);
- (b) whether the workers/staff of NJMC are not being paid their salaries/wages since long;
- (c) if so, the reasons therefor;
- (d) whether the Government has chalked out any plan for revival of NJMC; and
- (e) if so, the details thereof?

**Answer**

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

(a): In view of continuous cash loss and complete erosion of net worth, the National Jute Manufactures Corporation Ltd. (NJMC) was referred to the Board for Industrial and Financial Reconstruction (BIFR) on 11th August, 1992, and thereafter, the BIFR declared the NJMC Ltd. as sick Company under the provisions of Sick Industrial Companies (Special Provision) Act, 1985 (SICA). The main details of the financial condition of NJMC Ltd. as on 31.3.2011 are as follows:-

Paid Up Capital - 55.80 crore

Accumulated Loss - 254.23 crore (provisional)

Net Worth - (-)198.43 crore (provisional)

Net Loss (2010-11) - 112.00 crore (provisional)

(b): No, Madam.

(c): Question does not arise, in view of reply to (b) above.

(d): Yes, Madam.

(e): The Government of India in November,2010 approved the revival scheme for NJMC at a cost of 1562.98 crore and the BIFR has also approved the same on 31st March, 2011.The scheme is to be implemented in the next two years w.e.f. 1.4.2011. As per the revival scheme, three out of six mills, namely, Khardah & Kinnison in West Bengal and Rai Bahadur Hurdut Roy Motilall (RBHM) Mill at Katihar in Bihar are to be revived and the other three mills namely, National, Union and Alexandra are to be disposed of and the proceeds from their sale are to be utilized for the revival.