

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

UNSTARRED QUESTION NO:1596
ANSWERED ON:22.03.2012
FINANCIAL ASSISTANCE TO FACT
Dhanaplan Shri K. P.

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

- (a) whether the Government has any plan to provide financial assistance/package to Fertilizers and Chemicals Travancore Ltd. (FACT) in Kerala;
- (b) if so, the details thereof alongwith its status as on date; and
- (c) the funds allocated and released for this purpose?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF STATISTICS AND PROGRAMME IMPLEMENTATION AND MINISTER OF STATE IN THE MINISTRY OF CHEMICALS & FERTILIZERS (SHRI SRIKANT KUMAR JENA)

(a)to(c): Government of India had released Rs. 200 crore grant-in-aid to FACT in March, 2008 to sustain the operations of the company. The Government is also providing Plan fund loans for renewal and replacement of some of equipments of the plants. The details of Plan fund loans provided to FACT in the last five years is as under;

(Amount in Crore)

Year Plan Loan allocated to FACT

2007-08 15.00

2008-09 13.00

2009-10 34.00

2010-11 89.99

2011-12 (RE) 60.74

Company has again submitted a proposal for financial restructuring and also a cash grant for working capital requirement. Company has been suggested to get a detailed financial restructuring proposal made by a consultant for submission to Board for

Reconstruction of Public Sector Enterprises (BRPSE).