GOVERNMENT OF INDIA TEXTILES LOK SABHA

UNSTARRED QUESTION NO:2813
ANSWERED ON:23.07.2009
REVIVAL OF SICK TEXTILES MILLS
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Will the Minister of TEXTILES be pleased to state:

- (a) the number of sick/loss making textiles mills in the country including Surat in Gujarat as on date, State-wise;
- (b) the steps taken by the Government to revive and make these mills economically viable; and
- (c) the provision of funds made for the purpose during the current financial year?

Answer

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

(a) to (c): The Government does not maintain data relating to textile industries earning profit, incurring loss and becoming sick. A list of Government and private sick mills State-wise is at Annexure-I. Government seeks to foster a policy regime, which facilitates growth and development of Indian industry. It has taken a number of steps to revive sick industrial units which, inter-alia, include, guidelines of the Reserve Bank of India (RBI) to banks, amalgamation of sick units with healthy units, setting up of Board for Industrial and Financial Reconstruction (BIFR) under the Sick Industrial Companies (Social Provisions) Act, etc. For restructuring of high cost debts of textiles units, in the organized sector, Ministry of Finance, Banking Division, in September 2003 introduced a Debt Restructuring Package to help textiles units overcome their unsustainable debt burden.

Annexure-I

List of Government and private sick mills (State-wise)

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S.No. State Private mills NTC mills

1 Andhra Pradesh 53 6

2 Assam 5 1

3 Bihar 2 2

4 Chandigarh 1 -

5 Dadra Nagar Haveli 5 -

6 Daman & Diu 1 -

7 Delhi 46 -

8 Goa 1 -

9 Gujarat 122 11

10 Haryana 26 -

11 Himachal Pradesh 1 -
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12 Jharkhand 1 -

13 Karnataka 43 4

14 Kerala 14 5

15 Madhya Pradesh 31 6

16 Maharashtra 167 35

17 Orissa 6 1

18 Pondicherry 1 1

19 Punjab 38 4

20 Rajasthan 45 4

21 Tamil Nadu 176 13

22 Uttar Pradesh 40 11

23 Uttaranchal 5 -

24 West Bengal 38 12

25 Chhattisgarh - 1

Total 868 117
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Out of 868 textile cases, 62 textile cases have been declared no longer sick by BIFR and 21 textile cases have been dropped as networth become positive. In respect of 64 textile cases, schemes / draft scheme have been prepared/sanctioned.