

**GOVERNMENT OF INDIA  
URBAN DEVELOPMENT  
LOK SABHA**

UNSTARRED QUESTION NO:2591  
ANSWERED ON:28.08.2012  
LOANS UNDER IDSMT  
Sainuji Shri Kowase Marotrao

**Will the Minister of URBAN DEVELOPMENT be pleased to state:**

- (a) whether the Union Government has received requests from various State Governments seeking cent per cent conversion of the loan component into grants under the Integrated Development of Small and Medium Town (IDSMT) Scheme;
- (b) if so, the details thereof; and
- (c) the reaction of the Government in this regard?

**Answer**

THE MINISTER OF STATE IN THE MINISTRY OF URBAN DEVELOPMENT (SHRI SAUGATA ROY)

- (a) & (b) : Yes, Madam. State Governments of Tamil Nadu, Karnataka, West Bengal and Madhya Pradesh had requested for converting the loan released under Integrated Development of Small and Medium Town (IDSMT) Scheme into grants.
- (c) : These requests could not be considered as there is no provision in the guidelines of IDSMT to convert the loan component into grant.