# GOVERNMENT OF INDIA COMMERCE AND INDUSTRY LOK SABHA

UNSTARRED QUESTION NO:590 ANSWERED ON:23.11.2009 SICK INDUSTRIES

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#### Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

- (a) the number of big/small/medium industries in the country fell sick due to recent economic slowdown world-wide; and
- (b) if so, the details thereof, State-wise alongwith the reasons for these industries becoming sick and measures taken by the Government to bailout these industries?

## **Answer**

### THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY ( SHRI JYOTIRADITYA M. SCINDIA )

(a) & (b): According to information provided by Office of the Development Commissioner, Small Scale Industries, 1,02,951 units were declared sick as on 31.3.2009. According to BIFR, since 1-1-2006, 93 medium and large units were declared sick. State wise list of Small Scale units that were declared sick is at Annexure-I and the state wise details of the medium & large units that were declared sick are at Annexure-II.

The main reasons for sickness in these industrial units were inter alia, managerial problems, inadequate infrastructure, obsolete technology, delayed credit, and marketing problems.

The Government has taken a number of initiatives to stimulate growth and revival of the industrial sector. The measures include inter alia, initiative in the housing sector, such as construction of one million houses to boost affordable housing and also demand for industrial products such as cement, reduction in ad valorem CENVAT duty, provision of exclusive refinance facility, extension of Credit Guarantee Scheme limits, interest subvention of 2% for pre and post shipment export credit for labour intensive industries such as textiles, handlooms, handicrafts, leather, gems and jewellery.

### Annexure-I

ANNEXURE REFERRED TO IN REPLY TO PARTS (a) & (b) OF LOK SABHA UNSTARRED QUESTION NO. 590 FOR ANSWERE ON 23-11-2009.

State-wise Sick Micro and Small Enterprises as at the end of March, 2009.

States / Union Territories Total Sick Units

Eastern Region

A.N. Islands Arunachal Pradesh 1 1260 Assam 4778 Bihar Jharkhand 2115 312 Manipur Meghalaya 42 0 Mizoram Nagaland 105 5035 Orissa Sikkim 13 Tripura 1972 West Bengal 21416 Sub Total 37049

Chandigarh 116
Delhi 903
Haryana 894
Himachal Pradesh 234
J & K 564
Punjab 1788
Rajasthan 2712
Uttar Pradesh 18126
Uttaranchal 517
Sub Total 25854

Western Region

Chattisgarh 1410
D & N Haveli 562
Daman & Diu 28
Goa 117
Gujarat 3603
Madhya Pradesh 5647
Maharashtra 11696
Sub Total 23063

Southern Region

Andhra Pradesh 5201
Karnataka 3114
Kerala 3676
Pondicherry 22
Tamil Nadu 4972
Sub Total 16985
Grand Total 102951

ANNEXURE-II

ANNEXURE REFERRED TO IN REPLY TO PARTS (A) & (B) OF THE LOK SABHA UNSTARRED QUESTION NO. 590 FOR ANSWERE ON 23-11-2009.

State wise list of medium and large scale industrial units declared sick since 1-1-2006

State / Union Territories No. of sick units

Andhra Pradesh 10
Bihar 1
Dadra & Nagar Haveli 1
Gujarat 13
Haryana 2
Jharkhand 1
Karnataka 5
Kerala 4
Madhya Pradesh 4
Maharashtra 20
NCT Delhi 8
Orissa 1
Punjab 8
Rajasthan 4
Tamil Nadu 5
Uttar Pradesh 4
West Bengal 2
Total 93