

**GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA**

UNSTARRED QUESTION NO:143

ANSWERED ON:22.11.2012

RESTRUCTURING OF HMT

Dhruvanarayana Shri R. ;Ponnam Shri Prabhakar;Shetkar Shri Suresh Kumar;Siricilla Shri Rajaiah

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether the Government has approved the restructuring of Hindustan Machine Tools (HMT) by giving financial assistance and the merger with Bharat Heavy Electricals Limited (BHEL) or any other PSUs to protect the interests of the employees particularly in Andhra Pradesh;

(b) if so, the details thereof; and

(c) if not, the time by which such a proposal will be implemented?

Answer

MINISTER OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI PRAFUL PATEL)

(a) & (b): A revival package of Rs. 880.80 crore was sanctioned to HMT Machine Tools Ltd. in February, 2007. However, there was no proposal for merger of HMT Machine Tools Ltd. with BHEL or any other PSU. Details of financial assistance provided are as follows;

i) Cash Assistance Rs. 723.00 crore

ii) Non-cash Assistance Rs. 157.80 crore

(c): The question does not arise.