GOVERNMENT OF INDIA LABOUR AND EMPLOYMENT LOK SABHA

UNSTARRED QUESTION NO:6349 ANSWERED ON:06.05.2013 NON PAYMENT OF DUES BY LIQUIDATED COMPANIES Krishnaswamy Shri M.

Will the Minister of LABOUR AND EMPLOYMENT be pleased to state:

- (a) whether the provident fund dues of employees of closed/liquidated textile mills are pending against the said mills in the country;
- (b) if so, the details thereof and the reasons therefor; and
- (c) the steps being taken by the Government to ensure the payment of the said dues at the earliest?

Answer

MINISTER OF STATE FOR LABOUR AND EMPLOYMENT (SHRI KODIKUNNIL SURESH)

- (a) Yes, Madam.
- (b) Details of such dues are annexed. Recovery of dues in case of establishments gone into liquidation is pending due to non-completion of the process of liquidation by the official liquidator. In case of closed establishments, the recovery is delayed due to legal disputes.
- (c) Steps taken by Employees' Provident Fund Organisation for recovery of dues against the closed establishments are as under:
- 1. Initiation of inquiry under Section 7A of the Employees' Provident Funds & Miscellaneous Provisions Act, 1952 for assessment of dues.
- 2. Recovery measures under Section 8 of the Act/Provisions of the Second and Third Schedules to Income Tax Act, 1961 which includes:
- (i) Attachment of movable & immovable property.
- (ii) Appointment of receiver.
- (iii) Arrest of defaulters.
- 3. Levy of Damages under Section 14B of the Act for belated remittances.
- 4. Filing of Prosecution cases under Section 14 of the Act.

In respect of establishments under liquidation, claims have been filed with Official Liquidator for release of PF dues.