

**GOVERNMENT OF INDIA
MINISTRY OF COOPERATION**

**LOK SABHA
UNSTARRED QUESTION NO. 3692
TO BE ANSWERED ON 12th AUGUST, 2025**

COOPERATIVE SUGAR MILLS IN TAMIL NADU

3692. SHRI K E PRAKASH:

Will the Minister of **COOPERATION (सहकारिता मंत्री)** be pleased to state:

- (a) the number of cooperative sugar mills (CSMs) in Tamil Nadu that have applied for assistance under the Central Sector Scheme “Grant-in-aid to NCDC for strengthening of Cooperative Sugar Mills”;
- (b) whether any cooperative sugar mills in Erode, Tiruppur, or Namakkal districts have received loans or in-principle approval under the scheme; and
- (c) if so, the details thereof along with the current status of applications received?

ANSWER

**THE MINISTER OF COOPERATION
सहकारिता मंत्री (SHRI AMIT SHAH)**

(a): Ministry of Cooperation, Government of India has formulated a scheme namely “Grant-in-aid to National Cooperative Development Corporation (NCDC) for strengthening of Cooperative Sugar Mills (CSMs)”. Under this scheme one time grant of Rs.1000.00 crore provided to NCDC in two installment of ₹ 500.00 crore each in FY 2022-23 & FY 2024-25 for the purpose of borrowing additional fund from the market for providing loans to the tune of ₹ 10,000 crore to CSMs for setting up of Ethanol plant / Cogeneration plant and for meeting their working capital requirement or all three. Under the scheme, NCDC has released 109 loans of ₹ 10,005 crore to 56 CSMs.

As per information provided by NCDC, two Cooperative Sugar Mills from Tamil Nadu—M.R. Krishnamurthy Cooperative Sugar Mills Ltd., Cuddalore District and The Kallakuruchi Cooperative Sugar Mills Ltd., Kallakuruchi District— applied for assistance under the Central Sector Scheme “Grant-in-Aid to NCDC for Strengthening of Cooperative Sugar Mills.” As both societies did not meet the direct funding eligibility norms of NCDC, they were advised to route their proposals through the State Government of Tamil Nadu. However, no proposal has been received by NCDC from the State Government of Tamil Nadu.

(b) to (c): No proposals have been received by NCDC for financial assistance under the Central Sector Scheme “Grant -in- Aid to NCDC for strengthening of Cooperative Sugar Mills” from the Cooperative Sugar Mills in Erode, Tiruppur or Namakkal districts of Tamil Nadu.
