

**GOVERNMENT OF INDIA  
TEXTILES  
LOK SABHA**

UNSTARRED QUESTION NO:5224  
ANSWERED ON:25.04.2003  
LOSSES OF JCI ON MSP OPERATIONS  
LAKSHMAN CHANDRA SETH

**Will the Minister of TEXTILES be pleased to state:**

(a) the Budget estimate and Revised estimate for re-imbursement of losses of the Jute Corporation of India for Minimum Support Price operations in jute during 1996-97 to 2002-03, year-wise

(b) the year-wise losses incurred by JCI in Minimum Support Price operations and reimbursed by the Government during the above period, year-wise;

(c) whether the JCI could not undertake MSP operations for a considerable time during 2002-03, due to lack of funds particularly on account of non-reimbursement of losses by the Government in time;

(d) if so, the steps taken/being taken by the Government for timely reimbursement of losses of the JCI for effective MSP operations in future;

(e) whether the Government would consider to create a revolving fund for timely reimbursement of losses incurred on MSP operations by the JCI; and

(f) if so, the details thereof?

**Answer**

THE MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SHRI BASANAGOUDA R. PATIL (YATNAL))

(a): The Budget estimates and the Revised estimates in respect of the Jute Corporation of India Ltd. for Minimum Support Price operation in jute during 1996-97 to 2002-03 is given below:- (Rs. in Crore)

Budget Estimate Revised Estimate

Year Loan Subsidy Loan Subsidy

1996-97	6.00	-	15.75	-
1997-98	6.00	-	26.00	-
1998-99	16.00	-	20.00	-
1999-00	16.00	-	16.00	-
2000-01	53.80	-	35.00	-
2001-02	35.00	-	35.00	-
2002-03	-	35.00	-	30.00

(b): The year-wise losses incurred by JCI in Minimum Support Price operation and reimbursement by the Government during the above period is given below:-

(Rs. in Crore)

Year	Loss on MSP operation Through loan	Reimbursement by the Government. Through subsidy
1996-97	32.76	15.75 -
1997-98	-	26.00 -
1998-99	35.07	14.66 -
1999-00	26.59	21.34 -
2000-01	17.01	35.00 -
2001-02	24.43	35.00 -
2002-03 (Estimated)	23.00	- 30.00
Total:	158.86	147.75 30.00

During 1996-97 the loss in MSP operation has been shown nil since there was no MSP operation on that year.

(c) & (d): No sir, apart from Rupees 30.00 Crore provided as subsidy, Government provided guarantee of Rs. 33.00 Crores towards margin money for availing cash credit facility to the extent of Rs.99.00 crores for both price support and commercial operation by JCI.

(e) & (f): No such proposal is under consideration.