

**GOVERNMENT OF INDIA
TEXTILES
LOK SABHA**

UNSTARRED QUESTION NO:2499
ANSWERED ON:09.12.2005
SCHEME FOR COTTON TEXTILE
Joshi Shri Pralhad Venkatesh

Will the Minister of TEXTILES be pleased to state:

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- (a) whether cotton textile industry has collapsed due to the onslaught of Foreign Multinationals Synthetic and fibre-based textile units;
- (b) if so, the details of cotton textile-based industries closed or running under loss during the last three years, State-wise;
- (c) the steps taken by the Government to revitalize these sick industries; and
- (d) if not, the reasons therefor?

Answer

MINISTER OF TEXTILES (SHRI SHANKERSINH VAGHELA)

(a) The data relating to production of cotton textile items for last three years at Annexure-I shows an increasing trend. This indicates no collapse of cotton textile industry.

(b) The state wise number of cotton/ man-made fiber textile mills (Non SSI) closed during the last three years and as on 31/10/2005 along with reasons for closure is furnished below:-

Sr.No	State	No. of Mills	Reason for Closure	Total			
			Strike/ Labour Problem	Lockout/ ncial Problem	Final Reason	Other	Total

1	Andhra Pradesh	6	0	0	6	0	6
2	Assam	1	0	0	1	0	1
3	Gujarat	5	0	0	4	1	5
4	Haryana	1	0	0	1	0	1
5	Karnataka	1	0	0	0	1	1
6	Kerla	5	4	0	1	0	5
7	Madhya Pradesh	2	0	0	2	0	2
8	Maharashtra	13	0	0	7	6	13
7	Orissa	3	1	0	0	2	3
8	Amritsar	1	0	0	1	0	1
9	Rajasthan	2	0	0	0	2	2
10	Tamilnadu	33	3	0	17	13	33
11	West Bengal	5	0	2	3	0	5
12	Pondicherry	1	1	0	0	0	1

TOTAL 79 9 2 43 25 79

Government does not maintain data of the mills running under loss.

(c) For the sick mills the Government has set up Board for Industrial & Financial Reconstruction (BIFR) under Sick Industrial Companies (Special Provisions) Act with a view to arranging the timely detection of sick and potentially sick companies and for the speedy determination of preventive, ameliorative and remedial and other measures which need to be taken in respect of such companies. BIFR appoints operating agencies for preparation of rehabilitation proposals in respect of potentially viable units. The decision on rehabilitation is taken by BIFR based on its findings.

(d) Does not arise.

Annexure-I

Textile production

Item Unit 2002-03 2003-04 2004-05

Raw cotton #	Mn. kg.	2312	3043	4131
Cotton yarn	-do-	2177	2121	2272
Cotton fabrics	Mn. Sq. Mtr.	19300	18040	20632
Man made fabrics	-do-	16135	17613	17998

= Cotton year October - September