

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1443
ANSWERED ON:03.03.2006
REVIVAL OF COOPERATIVE INSTITUTIONS IN MADHYA PRADESH
Moghe Shri Krishna Murari

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government of Madhya Pradesh has sent a proposal requiring a sum of two thousand and five hundred crores for revival of loss making cooperative institutions;
- (b) if so, the time by which the same is likely to be sanctioned and the time by which first instalment is likely to be revised; and
- (c) if not, the further requirement, if any, to be fulfilled by the State Government to get the proposal cleared?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) to (c) : No such specific proposal has been received,. However, a revival package has; been approved for revitalisation of Short Term Cooperative Credit Structure in different parts of the country¹ including Madhya Pradesh. The revival package includes financial restructuring estimated at Rs. 1,35,96 crore and envisages several legal and institutional reforms. State Governments desiring to implement the revival package for Short Term Credit Cooperatives need to agree, through a Memorandum of Understanding or Exchange of Letters with Government of India, to implement the recommended legal and institutional reforms and share the financial package.