

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
DEPARTMENT OF HEAVY INDUSTRY

LOK SABHA
UNSTARRED QUESTION NO.1640
TO BE ANSWERED ON 07.03.2013

Financial Assistance to HMT Units

1640. SHRI K.P. DHANAPALAN:

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

- (a) whether the Government has provided any financial assistance/package for HMT units in Kerala;
(b) if so, the details thereof along with its status present;
(c) whether the funds allocated for this purpose has been released; and
(d) if so, the details thereof?

ANSWER

MINISTER OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
(SHRI PRAFUL PATEL)

(a) & (b): A unit of HMT Machine Tools Ltd. is located at Kalamassery in Kerala. The Government of India had sanctioned a revival package of Rs. 880.80 crore in February, 2007 to the Company as a whole. The Company allocated funds to its Kalamassery unit, Kerala out of the revival package as follows:

Sl. No	Particulars	Amount in Rs. crore
1.	Repayment of old VRS loan	37.62
2.	Repayment of long term loans	1.40
3.	Discharge of other misc. liabilities	13.85
4.	Conversion of GOI loan into Equity	18.00
5.	Waiver of Interest on GOI loan	7.00
6.	Capital Expenditure for modernization of Plant	18.50
7.	Training center upgradation, training and re-training	1.00
8.	For separation of employees under VRS	3.85
TOTAL		101.22

(c) & (d): Yes, Madam. The details are as follows:

Sl. No.	Particulars	Year of release	Amount in Rs. crore
1.	Repayment of old VRS loan	2007-08	37.62
2.	Repayment of long term loans	2007-08	1.40
3.	Discharge of other misc. liabilities	2007-08	13.85
4.	Conversion of GOI loan into Equity	2007-08	18.00
5.	Waiver of Interest on GOI loan	2007-08	7.00
6.	Capital Expenditure for modernization of Plant	2007-08	5.55
		2008-09	7.40
		2009-10	4.63
		2010-11	0.92
		Sub Total	18.50
7.	Training center upgradation, training and re-training	2007-08	0.30
		2008-09	0.40
		2009-10	0.20
		2010-11	0.10
		Sub Total	1.00
8.	For separation of employees under VRS	2007-08	3.11
		2008-09	0.74
		Sub Total	3.85
GRAND TOTAL			101.22
