# GOVERNMENT OF INDIA MINISTRY OF CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION DEPARTMENT OF FOOD AND PUBLIC DISTRIBUTION

# LOK SABHA STARRED QUESTION NO.44 TO BE ANSWERED ON 6<sup>TH</sup> DECEMBER, 2023

#### FINANCIAL ASSISTANCE TO SUGAR MILLS

#### \*44. SHRI RAJESHBHAI CHUDASAMA:

Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION उपभोक्ता मामले, खाद्य और सार्वजनिक वितरण मंत्री be pleased to state:

- (a) whether there is a scheme to provide financial assistance and loans to sugar mills under Sugar Development Fund (SDF);
- (b) if so, the number of sugar mills given financial assistance along with the amount provided, mill-wise;
- (c) the present status of the SDF scheme;
- (d) the amount of cess collected from sugar mills along with the actual amount utilised and the amount left unused under SDF scheme; and
- (e) the fate of balance amount in SDF scheme?

# A N S W E R MINISTER OF COMMERCE & INDUSTRY, CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION AND TEXTILES (SHRI PIYUSH GOYAL)

(a) to (e): A statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF THE STARRED QUESTION NO. 44 DUE FOR ANSWER ON 06.12.2023 IN THE LOK SABHA.

(a),(b)&(c): Under Sugar Development Fund Act, 1982, loans were given to sugar mills, inter-alia, for Modernisation Cum Expansion of sugar mill, Cane Development, Bagasse-Based Cogeneration power projects, production of Anhydrous Alcohol or Ethanol/Zero Liquid Discharge (ZLD) plant.

Under the Scheme, an amount of ₹ 9,005 crores was disbursed to the sugar mills as SDF Loans as per details given below :

S.No.	Type of SDF Loan	Amount Disbursed	
		(in crores)	
1.	Modernization	₹ 3,375	
2.	Cane Development	₹ 1,074	
3.	Co-generation	₹ 3,369	
4.	Ethanol/ZLD	₹ 1,187	

Sugar Mill wise data of disbursement during the last five years is annexed.

The scheme for providing financial assistance to the sugar mills has been closed. However, the SDF loan cases where Administrative Approval had already been issued before closure were considered in the Department. At present, no Administrative Approval is pending for loan disbursement.

Despite the Scheme getting closed, Government has taken multiple effective measures in the form of policy intervention from time to time to help and assist sugar industry and cane farmers:

- i. Central Government fixes Fair and Remunerative Price (FRP) of sugarcane having regard to the factors mentioned in Clause 3(1) of the Sugarcane (Control) Order, 1966.
- ii. Minimum Selling Price of sugar was fixed to control falling exmill prices of sugar due to surplus production & accumulation of cane arrears (initially at ₹ 29/ kg w.e.f 07-06-2018; revised to ₹ 31/kg w.e.f. 14-02-2019).
- iii. Financial assistance of more than ₹ 18,000 crore extended to mills resulting in clearance of farmers' dues during 7 years i.e. sugar season 2014-15 to 2020-21.

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- iv. Diversion of surplus sugar to production of ethanol led to improved financial conditions of sugar mills. As a result, they are able to clear cane dues early.
- v. Under ethanol interest subvention scheme, Government bears interest subvention for five years including one year moratorium against the loan availed by project proponents from banks/financial institutions @ 6% per annum or 50% of the rate of interest charged by banks/financial institutions, whichever is lower.
- vi. Due to this Scheme, ethanol production capacity in the country has increased to 1380 crore litres which includes 875 crore litres from sugar based feedstocks and 505 crore litres from grain based feedstocks.
- vii. This has led to achievement of 12% blending of ethanol with petrol with production of more than 500 crore litres of ethanol which was just 38 crore litres in 2013-14.
- viii. Rural economy has improved due to this programme as investment of more than ₹ 30,000 crore has come which has also created thousands of employment opportunities in remote areas.
- ix. As a result of these measures, more than 99.9% of cane dues up to sugar seasons 2021-22 have been cleared. For the previous sugar season 2022-23, a payment to the tune of about Rs. 1.12 Lakh crores has been released to sugarcane farmers thereby clearing more than 98% cane dues of the farmers.
- x. In addition, Government of India has protected interest of domestic consumers by keeping the retail prices of sugar stable. India has among the cheapest sugar prices in the world.

Thus, Government of India has finely balanced the interests of farmers, consumers as well as sugar industry.

(d) & (e): A sugar cess amounting to ₹12,834 crore was collected upto 30.06.2017 (cess was abolished by Central Government on introduction of Central Goods and Services Act, 2017). Out of this, till 31.03.2018, an amount of ₹10,196 crore was transferred to the Sugar Development Fund and was utilised for implementation of various schemes under SDF Act, 1982 and SDF Rules, 1983. The balance in cess account was transferred to the Consolidated Fund of India. Since 2018-19, the expenditure under the Scheme was met through normal budgetary provision.

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ANNEXURE REFERRED TO IN REPLY TO PART (a),(b)&(c) OF THE STARRED QUESTION NO.44 FOR ANSWER ON 06.12.2023 IN THE LOK SABHA REGARDING FINANCIAL ASSISTANCE TO SUGAR MILLS

#### Detail of Sugar Mills that were given financial assistance during the year 2018-19

S.No.	Name of the Sugar Mill	Type of Loan	Amount Disbursed
1.	M/s Athani Sugars Limited, Vishnuanna Nagar, Navalihal 591234, Tq-Athani, Distt-Belgaum, Karnataka	Modernisation	₹ 3,60,53,894
2.	M/s Sadashivrao Mandklik Kagal Taluka SSK Ltd., Sadashivnagar, Hamidwada – Koulage, Distt Kolhapur, Maharashtra	Cane Development	₹ 1,95,66,000
3.	M/s DCM Shriram Ltd. DSCL Sugar- Ajbapur,Village-Ajbapur P.O- Mullapur, Lakhimpur Kheri 261505, Uttar Pradesh	Co-Generation	₹ 44,22,208
4.	M/s Gem Sugars Ltd. Kundaragi village, Biligi Taluk Bagalkot Distt. 587204	Ethanol/ZLD	₹ 2,08,83,500
5.	M/s BidarKissan Shakar Karkhana Ltd., villageMogdal NH No-9 taluka &Distt Bidar, Karnataka	Co-Generation	₹ 4,25,98,000
6.	M/s Coromandal Sugar Ltd., Survey No. 141, Makkavalli-571426, Distt Mandya, Karnataka	Co-Generation	₹ 16,14,21,000
7.	M/s Bilagi Sugar Mills Ltd., Badagandi village- Bilagi- Taluka, Bagalkot District, Karnataka	Modernisation	₹ 14,26,46,000
8.	M/s Siddhi Sugar and Allied Industries Ltd., Ujana, Tal. Ahmedpur, Dist. Latur, Maharashtra	Modernisation	₹ 7,73,54,000
9.	M/s Bilagi sugar mills Ltd., badagandi village- Bilagi-Taluka, Bagalkot dist. Karnataka	Co-Generation	₹ 27,41,56,792

S.No.	Name of the Sugar Mill	Type of Loan	Amount Disbursed
10.	M/s Bilagi Sugar Mills Ltd., Badagandi village- Bilagi- Taluka, Bagalkot District, Karnataka	Modernisation	₹ 8,42,39,000
11.	M/s Bilagi sugar mills Ltd., badagandi village- Bilagi-Taluka, Bagalkot dist. Karnataka	Co-Generation	₹ 1,35,54,208
12.	M/s Shri Ambalika Sugar Pvt. Ltd., Ambikanagar, A/P- Jagdamba factory, Dist Ahmednagar, Maharashtra	Ethanol/ZLD	₹ 12,74,15,000
13.	M/s Bannari Amman Sugars Ltd., Alathukombai Village, Sathyamangalam Taluk, Erode District, Tamil Nadu	Modernisation	₹ 11,39,62,000
14.	M/s DSM Sugar Rajpura, (D S M Ltd.,) Rajpura, Distt. Badaun – 202527, Uttar Pradesh	Modernisation	₹ 4,70,24,000
15.	M/s The Seksaria Biswan Sugar Factory Ltd., P.O. Biswan, Dist. Sitapur, Uttar Pradesh – 261201	Co-Generation	₹ 54,22,24,000
16.	M/s Kukadi SSK Ltd., Pimpalgaon Pisa, Tal- Shrigonda, Dist- Ahmednagar - 413703, Maharashtra	Co-Generation	₹ 19,91,41,000
17.	M/s Siddhi Sugar and Allied Industries Ltd., Maheshnagar, Ujana, Tq. Mhmedpur, Dist. Latur, Maharashtra	Ethanol/ZLD	₹ 5,17,80,000
18.	M/s Sahakar Maharshee Shivajirao Narayanrao Nagawade Sahakari Sakhar Karkhana Limited (Formerly known as The Shrigonda Sahakari Sakhar Karkhana Ltd.), At Shrigonda Factory, Post Shrigonda Sakhar Karkhana, Taluka	Co-Generation	₹ 11,83,62,000
	Shrigonda, District Ahmednagar, Maharashtra		1 2
19.	M/s DCM Shriram Ltd., DSCL Sugar – Hariawan, Vill Hariawan, Hardoi, Uttar Pradesh	Ethanol/ZLD	₹ 39,99,21,500
20.	M/s Prabhulingeshwar Sugars & Chemicals Ltd., Siddapur, Tq. Jamkhandi Dist: Bagalkot, Karnataka-587302	Cane Development	₹ 99,00,000

S.No.	Name of the Sugar Mill	Type of Loan	Amount Disbursed
21.	M/s Raosahebdada Pawar Ghodganga SSK Ltd., Raosahebnagar, Nhavare, Tal- Shirur, Dist. Pune, Maharashtra (Formerly known as M/s Ghodganga SSK Ltd., Raosahebnagar, Nhavare, Tal-Shirur, Dist. Pune, Maharashtra	Co-Generation	₹ 14,41,20,792
22.	M/s Dhampur Sugar Mills Limited, Unit- Asmoli, Post Asmoli, Dist. Sambhal, Uttar Pradesh	Ethanol/ZLD	₹ 4,86,42,500
23.	M/s DCM Shriram Ltd., DSCL Sugar – Hariawan, Vill Hariawan, Hardoi, Uttar Pradesh	Ethanol/ZLD	₹ 17,00,78,500
	Total		₹ 2,84,94,65,894

# Detail of Sugar Mills that were given financial assistance during the year 2019-20

S.No.	Name of the Sugar Mill	Type of Loan	Amount Disbursed
1.	M/s Raosaheb dada Pawar Ghodganga SSK Ltd., Raosahebnagar, Nhavare, Tal-Shirur, Dist. Pune, Maharashtra (Formerly known as M/s Ghodganga SSK Ltd., Raosahebnagar, Nhavare, Tal-Shirur, Dist. Pune, Maharashtra	Co- Generation	₹ 9,59,21,208
2.	M/s Sahakar Maharshee Shivajirao Narayanrao Nagawade Sahakari SakharKarkhana Limited (Formerly known as The Shrigonda Sahakari Sakhar Karkhana Ltd.), At Shrigonda Factory, Post Shrigonda Sakhar Karkhana, Taluka Shrigonda, District Ahmednagar, Maharashtra	Co- Generation	₹ 11,83,62,000
3.	M/s Shri Bhima Shankar Sahakari Sakkare Karkhane Niyamit, Marguar-589204, TQ-Indi, Distt-Vijaypur, Karnataka.	Co- Generation	₹ 8,93,51,000
4.	M/s The Bhogpur Co-op. Sugar Mills Ltd., Bhogpur-144201, Distt- Jalandhar, Punjab	Modernisation	₹ 5,05,50,000
5.	M/s The Bhogpur Co-op. Sugar Mills Ltd., Bhogpur-144201, Distt- Jalandhar, Punjab	Co- Generation	₹ 5,14,46,000
6.	M/s DCM Shriram Industries Ltd. (DCMSIL), Daurala, Meerut, Uttar Pradesh.	Modernisation	₹ 4,94,50,000
7.	M/s Shri Balaji Sugar & Chemicals Private Ltd., Village: Yeregal, Taluka - Muddebihal, Dist: Bijapur, Karnataka	Co- Generation	₹ 8,08,11,000
8.	M/s Dhampur Sugar Mills Limited, Unit-Asmoli, Post Asmoli, Dist. Sambhal, Uttar Pradesh	Ethanol/ZLD	₹ 4,71,44,500
9.	M/s L.H. Sugar Factories Ltd., Civil Lines, Pilibhit, Uttar Pradesh	Ethanol/ZLD	₹ 13,27,04,000
10.	M/s Athani Sugars Ltd., Shahuwadi Unit (lessee of Udaysingrao Gaikwad SSK Ltd.) Sonawade - Bambawade, Tal. Shahuwadi, Dist. Kolhapur, Maharashtra - 416213	Ethanol/ZLD	₹ 37,82,08,000
11.	M/s Siddhi Sugar and Allied Industries Ltd., Maheshnagar, Ujana, Tq. Mhmedpur, Dist. Latur, Maharashtra	Ethanol/ZLD	₹ 4,19,43,500
12.	M/s Bhalkeshwar Sugars Ltd., Bajolga, Tal-Bhalki, Dist Bidar, Karnataka	Ethanol/ZLD	₹ 34,12,98,000
13.	M/s Siddhi Sugar and Allied Industries Ltd. Maheshnagar, Ujana,TqAhmedpur,DistLatur, Maharashtra	Ethanol/ZLD	₹ 98,36,500
14.	M/s Dhampur Sugar Mills Limited, Unit-Dhampur, Moradabad Road, Distt. Bijnor, Uttar Pradesh-246761	Ethanol/ZLD	₹ 15,35,82,800
15.	M/s Shri Sai Priya Sugars Limited, Hippargi-Mygur, Vishal Nagar, Hipparagi-Alabal Road, Tq Jamkhandi, Dist. Bagalkot-587311, Karnataka	Ethanol/ZLD	₹ 24,52,82,700
	Total		₹ 1,88,58,91,208

## Detail of Sugar Mills that were given financial assistance during the year 2020-21

S.No.	Name of the Sugar Mill	Type of Loan	Amount Disbursed
1.	M/s The Bhogpur Co-op. Sugar Mills Ltd., Bhogpur-144201, Distt- Jalandhar, Punjab	Modernisation	₹ 3,75,72,000
2.	M/s Shri Sai Priya Sugars Limited, Hippargi- Mygur, Vishal Nagar, Hipparagi-Alabal Road, TqJamkhandi, Dist. Bagalkot-587311, Karnataka	Ethanol/ZLD	₹ 25,00,00,000
3.	M/S MRN Cane Power (India) Ltd., at Kallapur (SK) Khanpur -547155 Tq- Badami, Distt- BagalKot, Karnataka	Co-generation	₹ 21,49,08,000
4.	M/S Mylar Sugar Ltd.,(MSL) At Beerabbi Village, Hoovina Hadagali Taluka, Bellary Distt., Karnataka	Co-generation	₹ 7,11,17,000
5.	M/s Bhalkeshwar Sugars Ltd., Basaveshwar Chowk, near I.B. Bhalki-585328, Tq. Bhalki, Dist. Bidar, Karnataka	Modernisation	₹ 6,24,28,000
6.	M/s Shri Sai Priya Sugars Limited, Hippargi- Mygur, Vishal Nagar, Hipparagi-Alabal Road, TqJamkhandi, Dist. Bagalkot-587311, Karnataka	Ethanol/ZLD	₹ 4,06,08,300
7.	M/s Bhogpur Co-op Sugar Mills Ltd., Bhogpur, Jalandhar, Punjab	Co-generation	₹ 4,57,10,000
8.	M/s Bhogpur Co-op Sugar Mills Ltd., Bhogpur, Jalandhar, Punjab	Co-generation	₹ 57,36,000
9.	M/s Dwarkadhish Sakhar Karkhana Ltd., At Sheware, TalSatana, Dist Nashik, Maharashtra.	Ethanol/ZLD	₹ 9,00,00,000
10.	M/s Sadashivrao Mandlik Kagal Taluka SSK Ltd., Sadashivnagar, Hamidwada-Kaulage, TalKagal, DistKolhapur, Maharashtra	Ethanol/ZLD	₹ 9,00,30,000
11.	M/s The Bhogpur Co-op. Sugar Mills Ltd., Bhogpur-144201, Distt- Jalandhar, Punjab	Modernisation	₹ 8,81,21,000
12.	M/s Nandi Sahakari Sakkare Karkhana Niyamit, Krishnanagar, Post Hosur,,Teh. & Distt. Nijapur, Karnataka	Co-generation	₹ 18,26,13,000
13.	M/s Nandi Sahakari Sakkare Karkhana Niyamit, Krishnanagar, Post Hosur,,Teh. &Distt. Nijapur, Karnataka	Co-generation	₹ 9,58,19,500
14.	M/s Harsha Sugar Ltd. at Village-Savadatti, Taluk- Savadatti, Distt- Belgum, Karnataka	Co-generation	₹ 9,16,80,500

S.No.	Name of the Sugar Mill	Type of Loan	Amount Disbursed
15.	M/s Harsha Sugar Ltd. at Village-Savadatti, Taluk- Savadatti, Distt- Belgum, Karnataka	Co-generation	₹ 1,80,32,700
16.	M/s Dwarkadhish SakharKarkhana Ltd., At Sheware, TalSatana, Dist Nashik, Maharashtra.	Ethanol/ZLD	₹ 2,93,61,700
17.	M/s Bhalkeshwar Sugars Ltd., Basaveshwar Chowk, near I.B. Bhalki-585328, Tq. Bhalki, Dist. Bidar, Karnataka	Modernisation	₹ 1,18,79,000
18.	M/s Dwarkadhish Sakhar Karkhana Ltd., At Sheware, TalSatana, Dist Nashik, Maharashtra.	Ethanol/ZLD	₹ 1,96,84,300
·	Total		₹ 1,44,53,01,000

## Detail of Sugar Mills that were given financial assistance during the year 2021-22

S.No.	Name of the Sugar Mill	Type of Loan	<b>Amount Disbursed</b>
1.	M/s Sadashirao Mandlik Kagal Taluka SSK Ltd., Sadashivnagar, Hamidwada-Kaulage, TalKagal, DistKolhapur, Maharashtra - 416235	Ethanol/ ZLD	₹ 9,00,29,600
2.	M/s Bannari Amman Sugars Ltd, Alaganchi village, Nanjangud taluk, District Mysore, Karnataka	Ethanol/ ZLD	₹ 14,99,70,400
3.	M/s Bannari Amman Sugars Ltd, Alaganchi village, Nanjangud taluk, District Mysore, Karnataka	Ethanol/ ZLD	₹31,01,79,600
4.	M/s Nandi Sahakari Sakkare Karkhana Niyamit, Krishnanagar, Post Hosur, Teh. &Distt. Nijapur, Karnataka	Co-generation	* ₹ 13,98,20,400
5.	M/s Nandi Sahakari Sakkare Karkhana Niyamit, Krishnanagar, Post Hosur, Teh. & Distt. Nijapur, Karnataka	Co-generation	* ₹ 13,86,12,100
6.	M/s Shree Narmada Khand Udyog Sahakari Mandli ltd., Dharikheda, P.O. Timbi, Ta. Rajpipla (Nandod), Dist. – Narmada, Gujarat	Ethanol/ ZLD	* ₹ 15,90,08,000
7.	M/s Karmyogi Ankushrao Tope Samarth Sahakari Sakhar Karkhana Ltd. Post Ankushnagar, Taluka Ambad, District Jalna, Maharashtra	Ethanol/ ZLD	* ₹ 22,33,79,900
	Total		₹ 1,21,10,00,000

<sup>\*</sup> The Administrative Approval has been issued before 21.09.2021 i.e. before the closure of the SDF loan schemes.

### Detail of Sugar Mills that were given financial assistance during the year 2022-23

S.No.	Name of the Sugar Mill	Type of Loan	<b>Amount Disbursed</b>
1.	M/s. DCM Shriram Limited, Hariawan, Hardoi, U.P.	Co-generation	* ₹ 36,31,37,000
2.	M/s. Khatav Man Taluka Agro Processing Pvt. Ltd., Satara, Maharashtra	Co-generation	* ₹ 4,25,00,000
3.	M/s. Karmyogi Ankushrao Samarth SSK Ltd., Jalana, Maharashtra	Ethanol	* ₹ 45,96,100
II.	Total	₹ 41,02,33,100	

<sup>\*</sup> The Administrative Approval has been issued before 21.09.2021 i.e. before the closure of the SDF loan schemes.

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