

LOK SABHA  
UNSTARRED QUESTION NO. 4181  
TO BE ANSWERED ON 13.12.2019

NTC MILLS

4181. SHRI VINAYAK RAUT:  
DR. DNV SENTHILKUMAR S.:  
SHRI MOHANBHAI KALYANJI KUNDARIYA:

Will the Minister of TEXTILES वस्त्र मंत्री  
be pleased to state:

- (a) the total number of National Textile Corporation (NTC) Mills closed down in the country so far, State-wise;
- (b) whether the regular power cut and labour shortage are affecting the production and profit of mills run by National Textile Corporation (NTC), if so, the details thereof and the corrective steps taken in this regard;
- (c) whether the Government proposes to disinvest the NTC mills and if so, the details thereof and the reasons therefor;
- (d) whether the Government also proposes to use the land, buildings and machineries of the closed mills and if so, the details thereof;
- (e) whether the Government proposes to settle the dues of employees and workers in closed mills by giving benefits equivalent to the benefits available to employees and workers in functioning mills and if so, the details thereof; and
- (f) the other steps taken by the Government to modernize NTC mills through Joint Venture with private sector?

उत्तर

ANSWER

वस्त्र मंत्री (श्रीमती स्मृति ज़ूबिन इरानी)  
MINISTER OF TEXTILES  
(SMT. SMRITI ZUBIN IRANI)

**(a):** National Textile Corporation Ltd. (NTC) was established primarily to arrange the affairs of the sick textiles undertakings taken over by the Government of India in three Nationalization Act in the year 1974, 1986 and 1995. On the basis of techno-economic viability study, 78 unviable mills were closed under Industrial Dispute (ID) Act during 2002-2011 as per Board for Industrial and Financial Reconstruction (BIFR) approved Revival Schemes i.e. in 2002, 2006 and 2008 of National Textile Corporation (NTC). State-wise details are at **Annexure.**

**(b):** There is excess labour in NTC in comparison to the norms of actual production. NTC mills require an uninterrupted supply of power for ensuring quality and productivity. In order to ensure steady supply of power, NTC has taken steps for installation of roof top solar panel with capacity of 780 KWP in two of the NTC mills and implementation of work load settlement coupled with improvement in modernisation level, to reduce the man machine ratio.

**(c) & (d):** NTC has been reporting operating losses since its inception. NITI Aayog in its fifth tranche report stated that NTC is of no strategic importance and recommended that all the working mills should be 100 percent disinvested as separate units or in groups via a transparent two stage auction. In this regard, Core Group of Secretaries (CoS) on Disinvestment considered the above recommendations of NITI Aayog on 11.10.2018 and recommended that the Ministry of Textiles may prepare a blue print for bunching of the mills in two/three groups and demerge all lands to a Special Purpose Vehicle (SPV). Thereafter, a view on the strategic disinvestment of NTC may be taken. NTC is engaging an independent expert Govt. agency for verification of its moveable and immovable assets. After completion of this exercise, a final view on the issue of strategic disinvestment /disposal of assets of non-operating/closed mills will be taken with the approval of the competent authority.

**(e):** The employees and workers of closed mills were paid attractive compensation package under Modified Voluntary Retirement Scheme (MVRS) and an amount of Rs. 1,574.83 crore was incurred towards payment of MVRS and other benefits to 46,150 employees relieved during 2002-2011 in 78 closed mills. The MVRS benefits given to the workers in closed mills were same as were given to the surplus workers of functional mills.

**(f):** NTC revived 5 mills through joint venture route since November 2007. Memorandums of Understanding (MoUs) signed with Joint Venture partners in respect of 11 other mills in 2008 were terminated on 14<sup>th</sup> January, 2010 as the Joint Venture partners failed to enter into definitive agreements with NTC within the specified time.

## Annexure

STATE-WISE LIST OF 78 MILLS CLOSED UNDER INDUSTRIAL DISPUTE (I.D.) ACT				
		S. No.	NAME OF THE MILLS	LOCATION
	<b>Andhra Pradesh</b>			
		1	AZAM JAHU MILLS	Warangal
		2	NATRAJ SPINNING MILLS	Adilabad
		3	ADONI COTTON MILLS	Adoni
		4	NETHA SPINNING MILLS	Secunderabad
		5	ANANTHAPUR COTTON MILLS	
	<b>Assam</b>			
		6	ASSOCIATED INDUSTRIES	Chandrapur
	<b>Bihar</b>			
		7	GAYA COTTON & JUTE MILLS	Gaya
		8	BIHAR CO-OPERATIVE MILLS	Mokameh
	<b>Gujarat</b>			
		9	AHMEDBAD JUPITER TEX. MILLS	Ahmedabad
		10	JEHANGIR TEXTILE MILLS	Ahmedabad
		11	MAHALAXMI TEX.MILLS	Bhavnagar
		12	NEW MANEKCHOWK TEX.MILL	Ahmedabad
		13	PETLAD TEX.MILLS	Petlad
		14	RAJKOT TEX.MILLS	Rajkot
		15	VIRAMGAM TEX.MILLS	Viramgam
		16	RAJNAGAR II	Ahmedabad
		17	HIMADARI TEXTILE MILLS	Ahmedabad
		18	AHMEDABAD NEW TEXTILE MILLS	Ahmedabad
	<b>Karnataka</b>			
		19	M.S.K. MILLS	Gulbarga
		20	MYSORE SPG. & MFG. MILLS	Bangalore
		21	SHREE YALLAMA COTTON MILLS	Davangere
		22	MINERVA MILLS	Bangalore
	<b>Madhya Pradesh</b>			
		23	BENGAL NAGPUR COTTON MILLS	Rajnandgaon
		24	HIRA MILLS	Ujjain
		25	INDORE MALWA UNITED MILLS	Indore
		26	KALYAN MAL MILLS	Indore
		27	SWADESHI TEXTILE MILLS	Indore
	<b>Maharashtra</b>			
		28	INDIA UNITED MILLS NO.2	Mumbai
		29	INDIA UNITED MILLS NO.3	Mumbai
		30	INDIA UNITED MILLS NO.4	Mumbai
		31	KOHINOOR MILLS NO.2	Mumbai
		32	KOHINOOR MILLS NO.3	Mumbai
		33	JAM MFG. MILLS	Mumbai
		34	MODEL MILLS	Nagpur
		35	R.S.R.G. MILLS	Akola
		36	SHRI SITARAM MILLS	Mumbai
		37	VIDHARBHA MILLS	Achalpur
		38	BHARAT TEXTILE MILLS	Mumbai

		39	DIGV IJAY TEXTILE MILLS	Mumbai
		40	ELPHINSTONE SPG & WVG MILLS	Mumbai
		41	JUPITER TEXTILE MILLS	Mumbai
		42	MUMBAI TEXTILE MILLS	Mumbai
		43	NEW HIND TEXTILE MILLS	Mumbai
		44	PODAR PROCESSORS	Mumbai
		45	SHREE MADHUSUDAN MILLS	Mumbai
		46	INDIA UNITED MILLS NO.6 ( DYE Works)	Mumbai
		47	KOHINOOR MILLS NO.1	Mumbai
		48	FINLAY MILLS	Mumbai
	<b>Punjab</b>			
		49	DAYALBAGH SPG & WVG MILLS	Amritsar
		50	PANIPAT WOOLLEN MILLS	Kharar
		51	KHARAR TEXTILE MILLS	Kharar
		52	SURAJ TEXTILE MILLS	Malout
	<b>Rajasthan</b>			
		53	EDWARD MILLS	Beawar
		54	SHREE BIJAY COTTON MILLS	Bijianagar
	<b>Uttar Pradesh</b>			
		55	ATHERTON MILLS	Kanpur
		56	BIJLI COTTON MILLS	Hathras
		57	LAXMIRATTAN COTTON MILLS	Kanpur
		58	LORD KRISHNA TEX.MILLS	Saharanpur
		59	MUIR MILLS	Kanpur
		60	NEW VICTORIA MILLS	Kanpur
		61	RAE BARELI TEX. MILLS	Raebareli
		62	SHRI VIKRAM COTTON MILLS	Lucknow
		63	SWADESHI COTTON MILLS	Kanpur
		64	SWADESHI COTTON MILLS	Naini
	<b>West Bengal</b>			
		65	BANGASRI COTTON MILLS	Sonepore
		66	BENGAL FINE S.&W.MILLS NO.II	Kataganj
		67	MANINDRA B.T. MILLS	Cossim Bazar
		68	JYOTI WVG. FACTORY	Patipukur
		69	CENTRAL COTTON MILLS	Belur
		70	SHREE MAHALAXMI COTTON	Palta
		71	BENGAL FINE S.&W.MILLS NO.I	Konnagar
		72	BENGAL LUXMI COTTON MILLS	Serampore
		73	RAMPOORIA COTTON MILLS	Rishra
	<b>Tamil Nadu</b>			
		74	BALARAMAVARMA TEXTILE MILLS	Shencottah
		75	KISHNAVENI TEXTILE MILLS	Coimbatore
		76	OM PARASAKTHI MILLS	Coimbatore
		77	SOMASUNDARAM MILLS	Coimbatore
		78	KALEESWARAR MILLS 'A' UNIT	Coimbatore

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