

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

RAJYA SABHA
UNSTARRED QUESTION NO. 1725
TO BE ANSWERED ON 24.07.2014

Revival/restructure of HMT (bearings)

1725. SHRI PALVAI GOVARDHAN REDDY:

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

- (a) whether it is a fact that the Ministry has undertaken revival/restructure of HMT (bearings), Hyderabad, if so, the details thereon; and
- (b) the details of funds released during the last three years, year-wise and by when the revival process would be completed?

ANSWER

**MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND
PUBLIC ENTERPRISES (SHRI PON. RADHAKRISHNAN)**

(a): Yes, Sir. Government of India (GoI) approved the Revival Package of Rs. 51.37 crore to HMT Bearings Limited during November, 2005 comprising cash infusion of Rs. 7.4 crore towards Capex, Conversion of GoI Loan & waiver of interest thereon of Rs.26.57 crore and GoI guarantee to raise a loan of Rs. 17.40 crore towards Capex of Rs. 7.4 crore and working capital of Rs. 10 crore and identification of strategic partner.

(b): The details of fund released during the last three years, are as follows:-

Year	Total amount	Purpose
2011-12	Rs. 7.69 cr	i) Rs.5.31 cr towards payment of salary/wages for the period from 01.10.2010 to 30.09.2011. ii) Rs.2.38 cr towards payment of statutory dues for the period from 01.10.2010 to 30.09.2011.
2012-13	Rs. 33.78 cr	i) Rs.3.12 cr towards payment of salary/wages for the period from 01.10.2011 to 30.09.2012. ii) Rs.1.76 cr towards payment of statutory dues for the period from 01.10.2011 to 30.09.2012. iii)Rs.28.90 cr towards repayment of bank loan (with interest there on).
2013-14	Rs. 3.80 cr	i) Rs.2.48 cr towards payment of salary/wages for the period from 01.10.2012 to 31.08.2013. ii) Rs.1.32 cr towards payment of statutory dues for the period from 01.10.2012 to 31.08.2013.

The funds as per the revival plan was released to the Company. Identification of strategic partner is still in progress.
