

Annexure - 9.65

STATUS PAPER ON HANDLOOM PACKAGE

1.Recapitalisation of Primary Weavers Cooperative Societies (PWCS)-

- 120 out of 429 PWCS finally found eligible as per current norms.
- All 120 societies have been audited
- Recap assistance of 107 societies have been approved by NIMRC/SIMRC so far
- Remaining societies to be approved in the next SIMRC which may be convened by the 1st week of December.
- Rebates of Gol+GoK as on 31.3.2010 to be released/certified by GoK for release of recap assistance.
- As per special audit, rebates and incentives that form part of prior commitments of State and Central government are estimated to be Rs.20.88 cr.(St. Govt share Rs. 16.7 cr.) Directorate of Handloom to reconcile the amount of rebate submitted by them
- Total grant assistance for the above societies stand at Rs.26.75 cr.-Of which GoK Share is Rs.5.35 cr.
- The whole process to be completed by 30th November 2012
- Based on the feedback from the State Government, we had written to New Delhi RO for relaxing the conditions of Positive networth and profit in one out of 5 years for both PWCS and HANTEX. By relaxing these norms additional 140 PWCS will be eligible for assistance with an additional recap assistance estimated at Rs.35 cr. for PWCS and Rs.78 cr. for Hantex. The same was discussed in the NIMRC (Proceedings enclosed)
- The VI NIMRC decided that for relaxing the norms, the MoT would seek approvals from the competent authority to revise the guidelines to serve the objective of the scheme. However till the revised norms are approved, the existing package guidelines would continue.

2.Individual Waiver Claims

- Claims of seven banks amounting to Rs.1.70 cr. (Gol+GoK) has been approved by SIMRC and released
- Additional claims received from Trivandrum, Kannur and Palakkad DCCBs amounting to Rs.15 lakh
- Bank of India to submit audited claim
- Union Bank of India,Punjab and Sind Bank, Kasargod DCB and Malappuram DCB have submitted Nil claims
- Banks with no claims have been advised to submit nil claim statement
- Last date for submission of claims was 30.11.2012

3.Weaver Credit Card

- As against a target of 10,000 cards, 421 cards have been issued and loans have been disbursed against 308 cards
- In the review meeting conducted by Secretary Industries held on 19.10.2012, banks were advised to clear pending applications by 15 November 2012
- SLBC had circulated a format to banks for submission of status. None of the banks have responded

- Rs.35 lakh has been released to two banks (SBI and Syndicate bank) as advance for Margin money and interest subvention
- Ministry of textiles has recently clarified that Private sector banks are not eligible for government assistance under the Comprehensive package for handloom sector

4.Other issues/MoU Convenants:-

- Grievance Redressal Mechanism to be set up in each DIC office. Directorate has advised all GM, DIC to set up the same.
- Changes in KCS Act- Formation of a group comprising of Secy(Coop), Secy-Industries, RCS to look into the act and suggest changes
- Draft of the Act/changes to be sent to NABARD for vetting before seeking approval of the legislature

Individual Waiver Claims as on 05.11.2012

Sl	Name of Bank	No. of accounts	Total amt O/S	Claim Details		
			As on date of claim	Principal	Interest	Total
1	Canara Bank	2	522561	54000	95	54095
2	State Bank of Travancore	871	18106239	16365148	344713	16709861
3	The Palakkad DCB	3	211820	64332	21816	86148
4	Ernakulam DCB	40	114441	69973	6936	76909
5	NMGB	3	69573	67640	483	68123
6	KSCB	30	75880	72044	959	73003
7	Syndicate Bank	9	1577703	266375	46619	312994
8	Indian Bank	8	339615	215480	11710	227190
	Total	968	21017835	17174996	433336	17608329