

Industrial sickness

7.62 Since its inception in May 1987 and till the end of August 2004, the Board for Industrial and Financial Reconstruction (BIFR) has received 6,457 references under the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) (Table 7.21).

The gross disposal of cases by BIFR declined from 188 in 1997 to 141 in 1998. However, it rose to 385 in 2000. As on March 31, 2003, the gross disposal of cases was 2867. During the current year, as on August 31, 2004, the gross disposal of cases reached to 3318.

Table 7.21 : Details of references received by Board for Industrial and Financial Reconstruction as on 31-08-04

Sl. No.	Status	Pvt.	Central PSUs	State PSUs	Total PSUs	Total
1	References received	6,171	103	183	286	6,457
2	Registration declined	1,330	17	65	82	1,412
3	Under scrutiny	15	01	00	01	16
A	4. References registered	4,826	85	118	203	5,029
	DISPOSALS					
5.	Dismissed as nonmaintainable	1,305	09	31	40	1,345
6.	Rehabilitation schemes approved/ sanctioned by BIFR/AAIFR	592	23	20	43	635
7.	Declared no longer sick out of Sl. No. 6	351	06	10	16	367
8.	Winding up recommended to the concerned high courts PENDING	1,207	31	40	71	1,278
9.	Net worth became positive during enquiry and hence dropped	56	03	01	04	60
B	TOTAL(5+6+8+9)	3,160	66	92	158	3,318
C	PENDING					
10	Draft schemes circulated	49	03	00	03	52
11	Winding up notices issued	116	03	03	06	122
12	Under inquiry	1,397	10	16	26	1,423
13	Schemes failed and reopened	28	01	02	03	31
14	Pending cases remanded by AAIFR	42	02	03	05	47
15	Stay ordered by courts	34	00	02	02	36
	A-B=C	1,666	19	26	45	1,711

Source : BIFR, Department of Economic Affairs, Ministry of Finance.