

**GOVERNMENT OF INDIA
MINISTRY OF TOURISM**

**LOK SABHA
UNSTARRED QUESTION NO.1235
ANSWERED ON 10.02.2020**

DISINVESTMENT OF ITDC HOTELS

**1235. SHRI KULDEEP RAI SHARMA:
SHRI SHRINIWAS PATIL:
DR. AMOL RAMSING KOLHE:
SHRIMATI SUPRIYA SULE:
SHRI GAUTAM SIGAMAANI PON:**

Will the Minister of TOURISM be pleased to state:

- (a) whether the Government has been able to achieve the objective for which India Tourism Development Corporation (ITDC) was set up and if so, the details thereof along with the details of hotels, beach resorts and restaurants under ITDC, location and State/UT-wise;**
- (b) whether most of the ITDC hotels, resorts, lodges are running in huge losses;**
- (c) if so, the quantum of losses during each of the last three years and the reasons therefor;**
- (d) whether the Government is disinvesting ITDC through leasing out or transferring the property to the concerned State Government/Ministry and if so, the details thereof along with the amounts received by ITDC on account of hotels/properties disinvested; and**
- (e) the other steps taken by the Government to develop ITDC as a profitable entity?**

ANSWER

**MINISTER OF STATE FOR TOURISM (INDEPENDENT CHARGE)
(SHRI PRAHLAD SINGH PATEL)**

(a): ITDC through various measures has made constant endeavours to contribute to the development of tourism in the country. Details of Hotels/Restaurants being presently run by ITDC are as follows:

Hotels being run by ITDC:

- (i) The Ashok Hotel, New Delhi**

- (ii) The Samrat Hotel, New Delhi**
- (iii) Hotel Jammu Ashok, Jammu, Jammu & Kashmir**
- (iv) Hotel Kalinga Ashok, Bhubaneshwar, Odisha**

Joint Venture Hotels of ITDC:

- (i) The Ashok Beach Resort, Puducherry**
- (ii) Hotel Ranchi Ashok, Ranchi, Jharkhand (presently operations are closed)**
- (iii) Hotel Nilachal Ashok, Puri, Odisha (operations closed)**

Restaurant:

- (i) Taj Restaurant, Agra, Uttar Pradesh**

(b) and (c): The loss making hotel units of ITDC are Hotel Jammu Ashok, Jammu and Hotel Kalinga Ashok, Bhubneshwar and quantum of losses during last three years is as follows:

			(Rs. in lakh)
Name of Hotel	2016-17	2017-18	2018-19
Hotel Jammu Ashok	-170.69	-283.21	-280.50
Hotel Kalinga Ashok	-105.17	-280.65	-122.04

Some of the reasons for incurring losses include, inter-alia, the wage structure of ITDC employees which are higher than industry norms, non-refurbishment and renovation due to ongoing disinvestment process and competition from other modern hotels.

(d): As per the Disinvestment Policy of the Government of India, hotels/properties of ITDC are being disinvested / divested. Details of properties disinvested to date along with the amount received by ITDC are at Annexure.

(e): Steps are being taken with the objective of strengthening other verticals of ITDC like Tour & Travels, Hospitality, Education and Skill Development, Event Management, Tourism related infrastructure projects, mounting of Sound and Light shows, etc.

ANNEXURE**STATEMENT IN REPLY TO PART (d) OF LOK SABHA UNSTARRED QUESTION NO.1235 ANSWERED ON 10.02.2020 REGARDING DISINVESTMENT OF ITDC HOTELS.****DETAILS OF ITDC HOTELS DISINVESTED TO DATE WITH AMOUNT RECEIVED BY ITDC**

S. No	Name of the Hotel/Property	Disinvestment undertaken	Amount received by ITDC
1.	Hotel Lake View Ashok, Bhopal	Transfer to State Govt. of Madhya Pradesh	Rs. 12.59 crore
2.	Hotel Brahmaputra Ashok, Guwahati	Transfer to State Govt. of Assam	Rs. 2.14 crore
3.	Hotel Bharatpur Ashok, Bharatpur	Transfer to State Govt. of Rajasthan	Nil
4.	Hotel Janpath, New Delhi	Transfer to Ministry of Urban Development, Govt. of India	Nil amount to date
5.	Incomplete Project of Hotel Gulmarg Ashok, Gulmarg	Transfer to Govt. of Jammu & Kashmir	Nil
6.	Hotel Jaipur Ashok, Jaipur	Transfer to State Govt. of Rajasthan	Rs. 14 crore
7	Hotel Donyi Polo Ashok, Itanagar	Transfer to State Govt. of Arunachal Pradesh	Rs. 1.98 crore
8.	Lalitha Mahal Palace, Mysore	Transfer to State Govt. of Karnataka	Rs. 7.45 crore
9.	Hotel Patliputra Ashok, Patna	Transfer to State Govt. of Bihar	Rs. 13.005 crore
