

WRITTEN QUESTIONS

7th Assembly

08/11/1995

73. **Government Financial Assistance**

Mr. BAILEY to MINISTER for ASIAN RELATIONS TRADE and INDUSTRY

QUESTION

1. Has the Northern Territory Government provided financial assistance to Modular Medical Products; if so, what is the amount of that assistance since the inception of the company.
2. If the answer to question 1 is yes, in what years was the financial assistance given.
3. If the answer to question 1 is yes, for what purposes was the financial assistance used.

ANSWER

Answered on 20/02/96

1. Yes. The total amount of financial assistance provided to Modular Medical Products Pty Ltd since the inception of the company is \$600,000.00 (excluding the \$3,071.70 grant provided under the Export Marketing Assistance Scheme referred to in written question No 76).
 2. Financial Years 1988/89 \$150,000; 1989/90 \$400,000; 1990/91 \$50,000. These amounts all appear in the Department's relative annual reports.
 3. At the time of incorporation of the company the Government provided seed capital by way of purchase of 150,000 x \$1 shares.
- * During 1989/90 the company was provided with a loan of \$400,000, on commercial terms, to cover working capital requirements.
 - * During 1990/91 the company was provided with a further loan of \$50,000, on commercial terms, to met additional working capital requirements.
- * Note: these two loans were subsequently converted to equity.