

**GOVERNMENT OF INDIA**  
**MINISTRY OF STEEL**  
**RAJYA SABHA**  
**QUESTION NO 27.11.2009**  
**ANSWERED ON**  
**STEEL PROJECTS IN ANDHRA PRADESH .**

1055

Smt. T. Ratna Bai

Will the Minister of COAL AND STEEL be pleased to state :-

- (a) whether there is any proposal to focus on expansion of PSU plants in steel in the current Five Year Plan;
- (b) if so, the details thereof, State-wise especially for the steel projects of Andhra Pradesh compared to other States;
- (c) the funds released and spent for the steel projects infrastructure during the last three years especially in Andhra Pradesh; and
- (d) the financial conditions of each steel project especially in Andhra Pradesh?

**ANSWER**

THE MINISTER OF STATE IN THE MINISTRY OF STEEL

(SHRI A. SAI PRATHAP)

(a)&(b): Yes, Sir. The Steel Authority of India Limited (SAIL) has undertaken modernisation & expansion of its plants viz. Bhilai Steel Plant in Chhatisgarh, Bokaro Steel Plant in Jharkhand, Rourkela Steel Plant in Orissa, Durgapur Steel Plant & IISCO Steel Plant in West Bengal and Salem Steel Plant in Tamil Nadu. SAIL envisages increasing the installed capacity of hot metal from 13.82 million tonne per annum to 23.46 million tonne per annum in the current phase. Rashtriya Ispat Nigam Ltd. (RINL), Visakhapatnam Steel Plant (VSP) is an integrated steel plant located at Visakhapatnam in Andhra Pradesh. The plant has capacity to produce 3 million tonnes of liquid steel and is expanding its production capacity of liquid steel to 6.3 million tonnes per annum at a cost of about Rs.12,228 crores.

(c) No budgetary support is being made by Govt. of India to SAIL and RINL. The capital expenditure incurred by SAIL and RINL for the three years are given as under:

Rs.in crore

Year	Expenditure by SAIL	Expenditure by RINL in Andhra Pradesh
2007-08	2181	1115
2008-09	5233	2667
2009-10 (till Oct '09)	5897	1009

(d) The Profit before tax of each steel plant of SAIL for the financial year 2008-09 is given as under:

Rs.in crore

Plant	2008-09
Nilai Steel Plant	4965
Durgapur Steel Plant	754
Rourketa Steel Plant	1011
Bokaro Steel Plant	1293
IISCO Steel Plant	-182
Alloy Steel Plant	-110
Salem Steel Plant	3
Visverya Steel Plant	-149

SAIL 9403

RINL (VSP) in Andhra Pradesh has been operating continuously over 100% of its capacities since 2001-02. This is a profit making company since 2002-03. The company had a turnover of Rs.10,411 crores during 2008-09 with a profit of Rs. 2027 crore before tax.