GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF INVESTMENT AND PUBLIC ASSET MANAGEMENT
RAJYA SABHA
UNSTARRED QUESTION NO. 869
TO BE ANSWERED ON TUESDAY, FEBRUARY 9, 2021
20 MAGHA, 1942 (SAKA)

Receipts from disinvestment

869. **Smt. Phulo Devi Netam:**
Shri Mallikarjun Kharge:
Smt. Priyanka Chaturvedi:
Shri Syed Nasir Hussain:

Will the Minister of ***Finance*** be pleased to state:

(a) whether receipts from disinvestment as a proportion of the total budget have declined since 2014, if so, the reasons therefor;
(b) whether the budgeted disinvestment target for 2020-21 will be met as per Government's assessment;
(c) if so, the details thereof and, if not, the reasons therefor;
(d) the proportion of the disinvestment target for 2020-21 which has been achieved as on January 15, 2021, in percentage terms; and
(e) the total disinvestment receipts as a proportion of total receipts for each financial year since 2014?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI ANURAG SINGH THAKUR)

(a) The details of disinvestment receipts as a proportion of Budget Estimates (BE) during the period 2014-15 to 2019-20 are given as under:

(Rs. in crore)

Year	Disinvestment Receipts	Budget Estimates (BE)	Revised Estimates (RE)	Receipts as % of BE
2014-15	24349	43425	26353	56.07%
2015-16	23997	69500	25314	34.53%
2016-17	46247	56500	45500	81.85%
2017-18	100057	72500	100000	138.01%
2018-19	84972	80000	80000	106.22%
2019-20	50299	105000	65000	47.90%

Disinvestment of GOI equity in CPSEs depends largely on market performance and investors' interest. Disinvestment receipts as a proportion of the Budget Estimates (BE) has increased during 2014-15 to 2018-19, before declining in 2019-20 reflecting a lull in opportune timing for disinvestment transactions.

(b) and (c): The revised estimate for disinvestment receipt in 2020-21 is Rs 32,000 crore, against the budget estimate (BE) of Rs 2,10,000 crore (of which Rs. 90,000 crore was envisaged for disinvestment in financial institutions, and Rs 120000 was estimated as receipts from disinvestment in CPSEs).

The adverse market conditions arising due to COVID-19 have negatively impacted the Government's plans for disinvestment. The covid-19 pandemic and contraction in manufacturing and services post lockdown coupled with uncertainty in financial markets, posed significant challenges before the disinvestment efforts of the government, and delayed transactions both for minority stake sale and strategic disinvestment during large part of FY 2020-21. With the recovery of the stock market post March 2020, the disinvestment transactions are back on track.

(d) As on 04.02.2021, Government has realized disinvestment receipt of Rs. 19,499 crore, which is around 61% of Revised Estimate (RE) in 2020-21.

(e) The details of disinvestment receipts as a proportion of total receipts (revenue and capital receipts) for each financial year since 2014-15 are given as under:

Rs. In crores

Year	Disinvestment Receipts	Total Receipts (revenue+capital)	Disinvestment Receipts as % of total receipts
2014-15	24349	1585921	1.54%
2015-16	23997	1774434	1.35%
2016-17	46247	1984089	2.33%
2017-18	100057	2137882	4.68%
2018-19	84972	2316434	3.67%
2019-20	50299	2681360	1.88%

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