

GOVERNMENT OF INDIA  
MINISTRY OF DEFENCE  
DEPARTMENT OF DEFENCE PRODUCTION  
**LOK SABHA**

**STARRED QUESTION NO. 259**  
TO BE ANSWERED ON 11<sup>th</sup> March, 2020

**REVIEW OF PERFORMANCE OF DEFENCE PSUs**

\*259. SHRI BIDYUT BARAN MAHATO:  
SHRI SANJAY SADASHIV RAO MANDLIK:

Will the Minister of DEFENCE j{k k ea=h  
be pleased to state:

- (a) the details of the Defence Public Sector Undertakings (PSUs) engaged in shipbuilding in the country;
- (b) whether the Government has recently reviewed the performance of such PSUs;
- (c) if so, the details and the outcome thereof;
- (d) whether these PSUs are also exporting their products to various countries;
- (e) if so, the details thereof along with the revenue generated through exports during the last three years, country-wise; and
- (f) the steps taken/being taken by the Government to improve the performance of such PSUs?

**A N S W E R**

MINISTER OF DEFENCE  
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(SHRI RAJNATH SINGH)  
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(a) to (f): A Statement is laid on the Table of the House.

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**STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (f) OF LOK SABHA STARRED QUESTION NO. 259 FOR ANSWER ON 11.03.2020 REGARDING 'REVIEW OF PERFORMANCE OF DEFENCE PSUs'.**

(a) The details of four Defence PSUs engaged in shipbuilding are as under:-

**Mazagon Dock Shipbuilders Limited (MDL), Mumbai:-**

Mazagon Dock Shipbuilders Limited, incorporated as a Defence PSU Shipyard on 14<sup>th</sup> May, 1960 constructs warships and submarines for Indian Navy and Indian Coast Guard. MDL is a Mini-Ratna category I company.

**Goa Shipyard Limited (GSL), Goa:-**

Goa Shipyard Limited established in 1957, is capable of indigenously designing and building ships required for the Indian Navy & Indian Coast Guard. GSL is a Mini-Ratna Category-I company.

**Garden Reach Shipbuilders & Engineers Limited (GRSE), Kolkata:-**

Garden Reach Shipbuilders & Engineers Ltd (GRSE) was taken over by Government of India in 1960 and is now a Mini-Ratna, Category-I company listed with BSE & NSE. It is engaged in business of shipbuilding and engine manufacturing.

**Hindustan Shipyard Limited (HSL), Visakhapatnam:-**

Hindustan Shipyard Limited (HSL) at Visakhapatnam was set up in 1941 by the Scindia Steam Navigation Company and later taken over by Ministry of Shipping in 1952 and eventually became a government enterprise in July, 1961. The shipyard is engaged in Ship/Submarine construction and Repairs.

(b) & (c): The review of the performance of the DPSU shipyards is an ongoing process. A Memorandum of Understanding (MoU), which lays down annual targets for Revenue from Operations, Profit After Tax (PAT), Import Substitution, Exports, etc. is signed annually between Government of India and DPSU Shipyards. While finalizing the MoU targets of a year, the review of the performance with regard to previous year targets is done every year. Authenticated copy of MoU is also laid in both the Houses of the Parliament.

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(d) & (e): The details of exports by Garden Reach Shipbuilders & Engineers Limited (GRSE) during the last three years are tabulated below:-

(Rs. in Cr.)

<b>YEAR-WISE &amp; COUNTRY-WISE EXPORT DETAILS</b>				
<b>Country</b>	<b>Items</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
Bhutan	Portable Pre-Fabricated Portable Steel (Bailey & Bailey Suspension) Bridges	1.68	3.89	-
Nepal	Portable Pre-Fabricated Portable Steel (Bailey & Bailey suspension) Bridges	-	-	4.55
<b>TOTAL</b>		<b>1.68</b>	<b>3.89</b>	<b>4.55</b>

The details of exports by Goa Shipyard Limited (GSL) during the last three years are tabulated below:-

(Rs. in Cr.)

<b>YEAR-WISE &amp; COUNTRY-WISE EXPORT DETAILS</b>				
<b>Country</b>	<b>Items</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
Sri Lanka	Off-Shore Patrol Vessels	215.28	516.00	9.87
Mauritius	FRP Boats & Fast Interceptor Boats	145.31	91.00	4.67
<b>TOTAL</b>		<b>360.59</b>	<b>607.00</b>	<b>14.54</b>

(f) To improve the performance of the DPSU Shipyards, modernization of their infrastructure is done on need basis. Performance of Shipyards is evaluated as per their MoU targets and annual score & rating is given based on achievements. Government has shifted the focus from orders on nomination basis to competitive basis, requiring DPSU Shipyard to compete with other shipyards on merit. The Government has also taken a host of measures and initiatives like Purchase Preference Policy, Development of Defence Corridors, thrust on Artificial Intelligence, Developing Intellectual Property Culture in Defence PSUs and OFB through Mission Raksha Gyanshakti, Ease of Doing Business by procuring some of the items required by DPSUs through GeM, etc. to improve the performance of the DPSUs.

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