# GOVERNMENT OF INDIA MINISTRY OF DEFENCE DEPARTMENT OF DEFENCE PRODUCTION LOK SABHA UNSTARRED QUESTION NO.994 TO BE ANSWERED ON 3<sup>rd</sup> DECEMBER, 2021

#### **ORDNANCE FACTORIES**

994. SHRI RAM KRIPAL YADAV: DR. KALANIDHI VEERASWAMY:

Will the Minister of DEFENCE be pleased to state:

- (a) the total number of ordnance factories within the country, State/UT-wise including Tamil Nadu;
- (b) whether the Government has dissolved the Ordnance Factory Board (OFB) and transferred its assets, employees and management to seven Public Sector Units (PSUs);
- (c) if so, the details thereof along with the reasons for the corporatization of the OFB; and
- (d) whether the assurances given to the federations in this context have not been fulfilled, if so, the details thereof and the stand of the Government thereon?

#### A N S W E R

MINISTER OF STATE
IN THE MINISTRY OF DEFENCE

(SHRI AJAY BHATT)

(a) to (d): A statement is attached.

### STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (d) OF LOK SABHA UNSTARRED QUESTION NO. 994 FOR ANSWER ON 03.12.2021 REGARDING 'ORDNANCE FACTORIES'.

(a) There are 41 Ordnance Factories in the country. STATE/UT-wise status of Ordnance factories including Tamil Nadu is appended below. Details are at Annexure-C.

S. No.	State/UT	No. of Ordnance Factories		
1	Chandigarh	01		
2	Uttarakhand	02		
3	Uttar Pradesh	09		
4	Bihar	01		
5	West Bengal	04		
6	Madhya Pradesh	06		
7	Maharashtra	10		
8	Telangana	01		
9	Tamil Nadu	06		
10	Odisha	01		
	Total	41		

- (b) & (c) Yes Sir, to enhance functional autonomy, efficiency and unleash new growth potential and innovation in Ordnance Factories, the production units of Ordnance Factory Board have been converted into 7 Defence Public Sector Undertakings with 41 Units w.e.f. 1<sup>st</sup> October, 2021 ("Appointed Date").
  - (i) The Government of India has transferred, with effect from the Appointed Date, the management, control, operations and maintenance of these 41 units to 7 Government companies (wholly owned by the Government of India), namely (i) Munitions India Limited, (ii) Armoured Vehicles Nigam Limited, (iii) Advanced Weapons and Equipment India Limited, (iv) Troop Comforts Limited, (v) Yantra India Limited, (vi)India Optel Limited, and (vii) Gliders India Limited (collectively "New DPSUs") in respect of (a) production activities, *viz* production of arms, ammunitions, weapons, vehicles, defence

equipment and non-defence equipment; and (b) identified non-production activities, as set out in Annexure A. The Government of India has also transferred, with effect from the Appointed Date, the management, control, operations and maintenance of certain identified non-production units of OFB and identified surplus land at 16 production units of OFB to the Directorate of Ordnance (Coordination & Services) ("Directorate") under the DDP, as set out in Annexure B.

- (ii) On and with effect from the Appointed Date, OFB, which has been set up vide Ministry of Defence letter no. 1(82)/78/D(Fy.I) dated 09.01.1979, has ceased to exist as a body.
- (iii) The Government of India has also transferred all assets and liabilities of OFB to the New DPSUs and the Directorate as per the structure set out in Annexures A and B, with effect from the Appointed Date.
- (iv) All the employees of OFB (Group A, B & C) belonging to the production units and also the identified non-production units (as per the structure set out in Annexure A) have been transferred *en masse* to the New DPSUs on terms of foreign service without any deputation allowance (deemed deputation) initially for a period of two years from the Appointed Date.
- (v) All the employees of OFB (Group A, B & C) belonging to OFB HQ (at Kolkata), OFB New Delhi Office, OF Schools and OF Hospitals (Group A, B & C), have been transferred *en masse* to the Directorate under DDP, initially for a period of two years from the Appointed Date.
- (d) The Government is committed to safeguard the interests of the employees of erstwhile Ordnance Factory Board (OFB), as mentioned at various forums including during interactions with the Federations. Accordingly the Government has taken the following steps:-
  - (i) All the employees of OFB (Group A, B & C) belonging to the production units and also the identified non-production units (as per the structure set out in Annexure-A) have been transferred *en masse* to the new DPSUs on terms of foreign service, without any deputation allowance (deemed deputation) initially for a period of two years from the Appointed Date.

- (ii) Till such time, the employees remain on deemed deputation to the new DPSUs, they shall continue to be subject to all the extant rules, regulations and orders as are applicable to the Central Government servants, including related to their pay scales, allowances, leave, medical facilities, career progression and other service conditions.
- (iii) All the employees of OFB (Group A, B & C) belonging to OFB Head Quarter (at Kolkata), OFB New Delhi Office, OF Schools and OF Hospitals have been transferred *en masse* to the Directorate of Ordnance (Coordination & Services) under the Department of Defence Production, initially for a period of two years from the Appointed Date.
- (iv) The pension liabilities of the retirees and existing employees will continue to be borne by the Government. For the employees recruited after 01.01.2004, National Pension Scheme applicable to the Central Government employees is in vogue and the same would be adopted by the new DPSUs, including continuation of all special provisions applicable to Central Government employees under the National Pension System.

## ANNEXURE-A REFERRED TO IN REPLY TO PARTS (a) TO (d) OF LOK SABHA UNSTARRED QUESTION NO. 994 FOR ANSWER ON 03.12.2021 REGARDING 'ORDNANCE FACTORIES'.

### <u>Structure for Transfer of Production Units and identified Non-Production Units to the 7 New</u> <u>DPSUs</u>

Sl.	Name of transferring production unit	Name of transferee New DPSUs and
No.		main objectives / business
1.	Ammunition Factory Khadki	Munitions India Limited. This DPSU
i	Cordite Factory Aruvankadu	will be engaged in the business of
•	High Energy Projectile Factory	manufacturing ammunition and
	Tiruchirappalli	explosives.
•	High Explosive Factory Khadki	Registered and corporate office:
	Ordnance Factory Bhandara	Ammunition Factory Khadki, Pune,
•	Ordnance Factory Bolangir	Maharashtra, India, 411003
,	Ordnance Factory	
	ChandaChandrapur	
	Ordnance Factory Dehu Road	1
	Ordnance Factory Itarsi	
	Ordnance Factory Khamaria	
	Ordnance Factory Nalanda	
	Ordnance Factory Varangaon	
2.	Engine Factory Avadi	Armoured Vehicles Nigam Limited.
•	Heavy Vehicle Factory Avadi	This DPSU will be engaged in the
	<b>Machine Tool Prototype Factory</b>	business of manufacturing vehicles.
	Ambernath	Registered and corporate office: HVF
	Ordnance Factory Medak	Road, Bhaktavatsalapuram, Avadi,
	Vehicle Factory Jabalpur	Chennai, Tamil Nadu, India, 600054

3.	Field Gun Factory Kanpur	Advanced Weapons and Equipment
	Gun Carriage Factory Jabalpur	India Limited. This DPSU will be
	<b>Gun and Shell Factory Cossipore</b>	engaged in the business of
	Ordnance Factory Kanpur	manufacturing weapons and
	Ordnance Factory Project Korwa	equipment.
	Ordnance Factory Tiruchirappalli	Registered and corporate office:
	Rifle Factory Ishapore	Ordnance Factory Kanpur, Kalpi
	Small Arms Factory Kanpur	Road, Kanpur, Uttar Pradesh, India,
		208009
4.	Ordnance Clothing Factory Avadi	Troop Comforts Limited. This DPSU
	Ordnance Clothing Factory	will be engaged in the business of
	Shahjahanpur	manufacturing troop comfort items.
	Ordnance Equipment Factory Kanpur	Registered and corporate office: C/o
	Ordnance Equipment Factory	Ordnance Factory Equipment,
	Hazratpur	Headquarter G T Road, Kanpur,
		Uttar Pradesh, India, 208013
5.	Grey Iron Foundry Jabalpur	Yantra India Limited. This DPSU will
	Metal and Steel Factory Ishapore	be engaged in the business of
	Ordnance Factory Ambernath	manufacturing Military Grade
	Ordnance Factory Ambajhari	components and Ancillary products.
	Ordnance Factory Bhusawal	Registered and corporate office: C/o
	Ordnance Factory Dumdum	The General Manager Ordnance
	Ordnance Factory Katni	Factory, Ambajhari Amravati Road
	Ordnance Factory Muradnagar	Ambajhari, Nagpur, Maharashtra,
		India, 440021

6.	Ordnance Cable Factory Chandigarh	India Optel Limited. This DPSU will
	Ordnance Factory Dehradun	be engaged in the business of
,	Opto-Electronics Factory Dehradun	manufacturing opto-electronic items.
		Registered and corporate office:
		C/oOpto Electronic Factory, Raipur,
		Dehradun, Uttarakhand, India, 248008
7.	Ordnance Parachute Factory Kanpur	Gliders India Limited. This DPSU will
		be engaged in the business of
		manufacturing parachutes.
		Registered and corporate office: C/o
		Ordnance Factory Equipment
		Headquarter, G T Road, Kanpur,
		Uttar Pradesh, India, 208005
Sl.	Name of transferring non-production	Name of transferee New DPSUs
No.	unit	
1.	Ordnance Factories Institute of	Munitions India Limited
	Learning, Khamaria	
	National Academy of Defence	
	Production, Ambajhari	
	Regional Controllerate of Safety Pune.	
	Regional Marketing Centre, Pune	

2.	Ordnance Factories Institute of	Armoured Vehicles Nigam Limited
	Learning, Ambernath	
	Ordnance Factories Institute of	
	Learning, Avadi	
	Ordnance Factories Institute of	
	Learning, Medak	
	Regional Controllerate of Safety,	
	Avadi	
	Regional Marketing Centre, Chennai	
	AV Head Quarter, Avadi	
	OFB Mumbai Office	
3.	Ordnance Factories Institute of	Advanced Weapons and Equipment
	Learning, Ishapore	India Limited
	Regional Controllerate of Safety,	
	Kanpur	
4.	<b>Ordnance Factories Institute of</b>	<b>Troop Comforts Limited</b>
	Learning, Kanpur*	
	OEF Head Quarter, Kanpur	
5.	Ordnance Factories Institute of	Yantra India Limited
	Learning, Ambajhari	
	Regional Controllerate of Safety,	
	Ambajhari	
	Regional Controllerate of Safety,	
	Ishapore	
	Ordnance Factory Recruitment Centre	
	located in NADP premises at	
	Ambajhari	
	Regional Marketing Centre, New Delhi	

6.	Ordnance Factories Institute of	India Optel Limited
	Learning, Dehradun	
Sl.	Name of the asset	Name of transferee New DPSUs and %
No.		of paid-up equity share capital of the
		asset
1.	Indo-Russia Rifles Private Limited	Advanced Weapons and Equipment
	(IRRPL)	India Limited;
		42.5% of the paid-up equity share
		capital of IRRPL
		Munitions India Limited;
		8% of the paid-up equity share capital
		of IRRPL

<sup>\*</sup>Ordnance Factories Institute of Learning, Kanpur would continue to cater to the training needs of the staff of Gliders India Limited.

## ANNEXURE-B REFERRED TO IN REPLY TO PARTS (a) TO (d) OF LOK SABHA UNSTARRED QUESTION NO. 994 FOR ANSWER ON 03.12.2021 REGARDING 'ORDNANCE FACTORIES'.

### Structure for Transfer of identified Non-Production Units and Surplus Land to the Directorate of Ordnance (Coordination & Services)

Sl.	Name of transferring non-production unit			
No.				
1.	OF Hospitals /	Metal and Steel Factory Ishapore		
	independent	Ammunition Factory Khadki		
	dispensaries	Ordnance Factory Kanpur		
		Ordnance Factory Khamaria		
		Gun and Shell Factory Cossipore		
		Ordnance Equipment Factory Kanpur		
		Ordnance Clothing Factory Shahjahanpur		
		Gun Carriage Factory Jabalpur		
		Vehicle Factory Jabalpur		
		Heavy Vehicle Factory Avadi		
		Ordnance Factory Ambernath		
		Cordite Factory Aruvankadu		
		Ordnance Factory Medak		
		Ordnance Factory Muradnagar		
		Ordnance Factory Bhandara		
		Ordnance Factory ChandaChandrapur		
		Ordnance Factory Ambajhari		
		Ordnance Factory Varangaon		
		Ordnance Factory Dehradun		
		Ordnance Factory Katni		
		Ordnance Factory Tiruchirappalli		

		Ordnance Factory Itarsi	
		Ordnance Factory Dehu Road	
		Ordnance Factory Bolangir	
		Ordnance Factory Bhusawal	
		Ordnance Cable Factory Chandigarh	
		Ordnance Equipment Factory Hazratpur	
		Ordnance Factory Project Nalanda	
		Ordnance Factory Project Korwa	
2.	OF Schools	, ,	
<b>Z.</b>	OF Schools	Ordnance Factory Bhandara	
		Ordnance Factory Ambarnath	
		Ordnance Factory Ambajhari	
		Ordnance Factory Bhusawal	
		Ordnance Factory Chandrapur	
		Ordnance Factory Varangaon	
		Ordnance Factory Itarsi	
		Ordnance Factory Katni	
		Gun Carriage Factory Jabalpur	
		Ordnance Factory Khamaria	
		Vehicle Factory Jabalpur	
		Cordite Factory Aruvankadu	
		Ordnance Factory Tiruchirappalli	
		Ordnance Clothing Factory Avadi	
		Ordnance Factory Badmal	
		Gun and Shell Factory Cossipore	
		Metal and Steel Factory Ishapore	
		Rifle Factory Ishapore	
		Ordnance Factory Dum Dum	
		Ordnance Factory Muradnagar	
		Ordinance Pactory Muraumagar	

		Ordnance Clothing Factory Shajahanpur		
		Ordnance Equipment Factory Kanpur		
		Ordnance Factory Kanpur		
		Ordnance Factory Dehradun		
3.	OFB Head	OFB Head Quarter (located at Kolkata) and OFB New Delhi		
	<b>Quarter Units</b>	Office		
4.	Identified surpl	us land of 3152.11 acres located at 16 Ordnance factories, as		
	follows:			
	(a) Ordnance	e Factory Bhandara: 420 acres		
	(b) Ordnance	e Factory Ambernath: 168.32 acres		
	(c) Ordnance	e Factory Ambajhari: 552 acres		
	(d) Ordnance	e Factory Varangaon: 140 acres		
	(e) Ordnance Factory Itarsi: 585 acres			
	(f) Ordnance Factory Katni: 45 acres			
	(g) Gun Carı	riage Factory Jabalpur: 168 acres		
	(h) Ordnance	e Factory Khamaria: 307 acres		
	(i) High Ene	ergy Projectile Factory Tiruchirappalli: 288.55 acres		
	(j) Ordnance	e Factory Tiruchirappalli: 160 acres		
	(k) Heavy Ve	ehicle Factory Avadi: 43.81 acres		
	(l) Ordnance	e Factory Medak: 36 acres		
	(m)Metal and Steel Factory Ishapore: 36.09 acres			
	(n) Ordnance	e Factory Muradnagar: 87.35 acres		
	(o) Ordnance	e Clothing Factory Shahjahanpur: 52.02 acres		
	(p) Ordnance	e Factory Kanpur: 62.97 acres		

# ANNEXURE-C REFERRED TO IN REPLY TO PARTS (a) to (d) OF LOK SABHA UNSTARRED QUESTION NO. 994 FOR ANSWER ON 03.12.2021 REGARDING 'ORDNANCE FACTORIES'.

#### **Ordnance Factories (State/UT-wise)**

S. No.	Factory	Location	State	Defence PSU
1	Ammunition Factory Khadki (AFK)	<u>Pune</u>	Maharashtra	Munitions India Limited
2	Cordite Factory (CFA)	<u>Aruvankadu</u>	Tamil Nadu	Munitions India Limited
3	Engine Factory Avadi (EFA)	<u>Chennai</u>	Tamil Nadu	Armoured Vehicles Nigam Limited
4	Field Gun Factory, <u>Kanpur</u> (FGK)	<u>Kanpur</u>	Uttar Pradesh	Advanced Weapons and Equipment India Limited
5	Gun Carriage Factory  Jabalpur (GCF)	<u>Jabalpur</u>	Madhya Pradesh	Advanced Weapons and Equipment India Limited
6	Grey Iron Foundry (GIF)	<u>Jabalpur</u>	Madhya Pradesh	Yantra India Limited
7	Gun and Shell Factory (GSF)	<u>Kolkata</u>	West Bengal	Advanced Weapons and Equipment India Limited
8	Heavy Alloy Penetrator Project (HAPP)	Tiruchirappalli	Tamil Nadu	Munitions India Limited

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9	High Explosives Factory (HEF)	<u>Pune</u>	Maharashtra	Munitions India Limited
10	Heavy Vehicles Factory, Chennai (HVF)	Chennai	Tamil Nadu	Armoured Vehicles Nigam Limited
11	Machine Tool Prototype Factory Ambernath (MPF)	<u>Mumbai</u>	Maharashtra	Armoured Vehicles Nigam Limited
12	Metal and Steel Factory (MSF)	<u>Kolkata</u>	West Bengal	Yantra India Limited
13	Ordnance Clothing Factory Avadi (OCFAV)	Chennai	Tamil Nadu	Troop Comforts Limited
14	Ordnance Factory Chandigarh (OCFC)	Chandigarh	Chandigarh (UT)	India Optel Limited
15	Ordnance Clothing Factory (OCFS)	Shahjahanpur	Uttar Pradesh	Troop Comforts Limited
16	Ordnance Equipment Factory Kanpur (OEFC)	Kanpur	Uttar Pradesh	Troop Comforts Limited
17	Ordnance Equipment Factory Hazratpur (OEFHZ)	Hazratpur	Uttar Pradesh	Troop Comforts Limited

18	Ordnance Factory Ambernath (OFA)	<u>Mumbai</u>	Maharashtra	Yantra India Limited
19	Ordnance Factory Ambajhari (OFAJ)	Nagpur	Maharashtra	Yantra India Limited
20	Ordnance Factory Bhandara (OFBA)	<u>Bhandara</u>	Maharashtra	Munitions India Limited
21	Ordnance Factory Bhusawal (OFBH)	Bhusawal	Maharashtra	Yantra India Limited
22	Ordnance Factory Bolangir (OFBOL)	<u>Bolangir</u>	Odisha	Munitions India Limited
23	Ordnance Factory Kanpur (OFC)	<u>Kanpur</u>	Uttar Pradesh	Advanced Weapons and Equipment India Limited
24	Ordnance Factory Chandrapur (OFCH)	<u>Chandrapur</u>	Maharashtra	Munitions India Limited
25	Ordnance Factory Dumdum (OFDC)	<u>Kolkata</u>	West Bengal	Yantra India Limited
26	Ordnance Factory Dehu Road (OFDR)	Pune	Maharashtra	Munitions India Limited

27	Ordnance Factory Dehradun (OFDUN)	<u>Dehradun</u>	Uttarakhand	India Optel Limited
28	Ordnance Factory Itarsi (OFI)	<u>Itarsi</u>	Madhya Pradesh	Munitions India Limited
29	Ordnance Factory Khamaria (OFK)	<u>Jabalpur</u>	Madhya Pradesh	Munitions India Limited
30	Ordnance Factory Katni (OFKAT)	<u>Katni</u>	Madhya Pradesh	Yantra India Limited
31	Ordnance Factory Muradnagar (OFM)	Muradnagar	Uttar Pradesh	Yantra India Limited
32	Ordnance Factory Project (OFN)	<u>Nalanda</u>	Bihar	Munitions India Limited
33	Ordnance Factory Project Korwa (OFPKR)	<u>Korwa</u>	Uttar Pradesh	Advanced Weapons and Equipment India Limited
34	Ordnance Factory Project Medak (OFPM)	<u>Hyderabad</u>	Telangana	Armoured Vehicles Nigam Limited
35	Ordnance Factory Tiruchirappalli (OFT)	<u>Tiruchirappalli</u>	Tamil Nadu	Advanced Weapons and Equipment India Limited
36	Ordnance Factory Varangaon (OFV)	<u>Varangaon</u>	Maharashtra	Munitions India Limited

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37	Opto Electronics Factory (OLF)	<u>Dehradun</u>	Uttarakhand	India Optel Limited
38	Ordnance Parachute Factory (OPF)	Kanpur	Uttar Pradesh	Gliders India Limited
39	Rifle Factory Ishapore (RFI)	<u>Kolkata</u>	West Bengal	Advanced Weapons and Equipment India Limited
41	Small Arms Factory (SAF)	Kanpur	Uttar Pradesh	Advanced Weapons and Equipment India Limited
41	Vehicle Factory Jabalpur (VFJ)	<u>Jabalpur</u>	Madhya Pradesh	Armoured Vehicles Nigam Limited