

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
DEPARTMENT OF PUBLIC ENTERPRISES

LOK SABHA

**UNSTARRED QUESTION No.1249
TO BE ANSWERED ON 28.7.2015**

Revival of Sick/Loss Making PSUs

**1249. SHRI PARESH RAVAL:
SHRIMATI SANTOSH AHLAWAT:
SHRI SUMEDHANAND SARSWATI:
SHRI MD. BADARUDDOZA KHAN:
SHRI OM PRAKASH YADAV:
SHRI RAM CHARAN BOHRA:
DR. J. JAYAVARDHAN:
SHRI B.V. NAIK:
SHRI RAJU SHETTY:**

Will the Minister of HEAVY INDUSTRIES & PUBLIC ENTERPRISES be pleased to state:

- (a) the details of sick / loss making Public Sector Undertakings (PSUs) in the country which are either closed or on the verge of closure, PSU and State-wise, including Tamil Nadu;
- (b) the total investment made and the losses incurred by these PSUs during each of the last three years and the current year, State/UT and PSU-wise;
- (c) whether the Government proposes to provide additional capital assistance/package to such sick PSUs in the country, particularly Khetri Copper Belt in Rajasthan including the unit of Hindustan Copper Limited and if so, the details thereof;
- (d) the number of PSUs recommended for closure by the Board for Industrial and Financial Reconstruction (BIFR);
- (e) the steps taken/being taken by the Government to improve the health / revival of such sick PSUs in the country, PSU-wise; and
- (f) the details of employees being rendered unemployed due to closure/sickness of these PSUs during the last three years and the current year and the steps taken by the Government for rehabilitation of such employees?

ANSWER

**THE MINISTER OF STATE FOR HEAVY INDUSTRIES & PUBLIC ENTERPRISES
(SHRI G.M.SIDDESHWARA)**

(a)&(b): As per information available in the Public Enterprises Survey 2013-14 that was laid on the Table of both the Houses of Parliament on 26.2.2015, there are 71 Central Public Sector Enterprise (CPSEs) incurred loss in 2013-14. Based on the recommendations of Board for Reconstruction of Public Sector Enterprises (BRPSE), Government had approved closure of 4 Central Public Sector Enterprise (CPSEs) till 31.3.2014. Further, in December, 2014, Government approved road

map for closure of 5 CPSEs under the administrative control of Department of Heavy Industry. The details of loss making CPSEs, State-wise with location (Registered Office), including in Tamil Nadu, the investment made in them and the loss/profit made during the last 3 years (2011-12 to 2013-14) are given in Annex-I.

(c): After the recommendations of Board for Reconstruction of Public Sector Enterprise (BRPSE), the Government has approved revival of 46 CPSEs envisaging a total assistance of Rs. 40885 crores (cash assistance of Rs. 10932 crores and non-cash assistance of Rs.29953 crores) from Government of India. Details are at Annex-II. Based on the recommendations of BRPSE, the Government sanctioned a revival package in 2007 to Hindustan Copper Ltd. at a cost of Rs.612.94 crores (non-financial assistance). Proposal for assistance (financial and non-financial) to CPSE is processed by the concerned Administrative Ministry/Department on case to case basis.

(d): As per the information available in the Public Enterprises Survey 2013-14, Board for Industrial and Financial Reconstruction recommended for winding up in respect of 19 CPSEs as on 31.3.2014. Out of them, 14 CPSEs have been closed.

(e)&(f):The administrative Ministries/Departments take measures for revival/restructuring in respect of CPSEs under their administrative control on case to case basis.

Based on the recommendations of Board for Reconstruction of Public Sector Enterprises (BRPSE), Government had approved closure of 4 Central Public Sector Enterprise (CPSEs) till 31.3.2014. Further, in December, 2014, Government approved road map for closure of 5 CPSEs under the administrative control of Department of Heavy Industry. The details of regular employees on the roll of 9 CPSEs approved for closure are given in Annex-III.

The interests of the employees are protected through the provision of VRS, settlement of employee related dues, statutory dues, etc. The Counselling, Retraining & Redeployment (CRR) Scheme provides opportunities of redeployment through counselling and retraining of separated employees (or their dependents) of CPSEs rendered surplus as a result of modernization, technology up-gradation and manpower restructuring in CPSEs. The objective is to equip them with skill/expertise enabling them to be deployed in self-employment activities.

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Annex referred to in part (a) &(b) in reply to Lok Sabha unstarred Question No.1249 for reply on 28.7.2015

| List of Loss-making CPSEs in 2013-14 | | | (Rs. In Lakh) | | | |
|--------------------------------------|--|---------------------------------------|----------------|---------|---------|-------------|
| S. No. | CPSEs | State & location of Registered Office | Profit/ Losses | | | Investment* |
| | | | 2011-12 | 2012-13 | 2013-14 | 2013-14 |
| 1 | AIR INDIA CHARTERS LTD. | Maharashtra, Mumbai | -60250 | -35116 | -9809 | 238306 |
| 2 | AIR INDIA LTD. | Delhi, New Delhi | -755974 | -549016 | -538882 | 5288800 |
| 3 | AIRLINE ALLIED SERVICES LTD. | Delhi, New Delhi | -11474 | -13339 | -22122 | 225 |
| 4 | ANDAMAN & NICOBAR ISL. FOREST & PLANT.DEV.CORP.LTD | Andaman & Nicobar Islands, Port Blair | -3196 | -3571 | -4020 | 22508 |
| 5 | BENGAL CHEMICALS & PHARMACEUTICALS LTD. | West Bengal, Kolkata | -1592 | -1794 | -2906 | 23667 |
| 6 | BHARAT PETRO RESOURCES LTD. | Maharashtra, Mumbai | -8894 | -38264 | -16617 | 292000 |
| 7 | BHARAT PUMPS & COMPRESSORS LTD. | Uttar Pradesh, Allahabad | -91 | -2791 | -524 | 6153 |
| 8 | BHARAT SANCHAR NIGAM LTD. | Delhi, New Delhi | -885070 | -788444 | -701976 | 1322000 |
| 9 | BHARAT WAGON & ENGG. CO. LTD. | Bihar, Patna | -867 | -759 | -667 | 2213 |
| 10 | BHEL ELECTRICAL MACHINES LTD. | Kerala, Kasaragod | -38 | -55 | -106 | 1050 |
| 11 | BIECCO LAWRIE LTD. | West Bengal, Kolkata | -2013 | -1195 | -1439 | 7476 |
| 12 | BIRDS JUTE & EXPORTS LTD. | West Bengal, Kolkata | -1109 | -865 | -865 | 2356 |
| 13 | BRAHMAPUTRA VALLEY FERTILIZER CORPN. LTD. | Assam, Namrup | -12881 | -3264 | -15829 | 52223 |
| 14 | BRITISH INDIA CORPORATION LTD. | Uttar Pradesh, Kanpur | -6030 | -8278 | -8278 | 25936 |
| 15 | BURN STANDARD COMPANY LTD. | West Bengal, Kolkata | -7610 | -1966 | -828 | 21354 |
| 16 | CHENNAI PETROLEUM CORPORATION LTD. | Tamil Nadu, Chennai | 6182 | -176684 | -30385 | 214899 |
| 17 | CREDA HPCL BIOFUEL LTD. | Chhattisgarh, Raipur | 502 | -310 | -86 | 2175 |
| 18 | FERTILIZERS & CHEMICALS (TRAVANCORE) LTD. | Kerala, Kochi | 1980 | -35396 | -26495 | 83683 |
| 19 | FOOD CORPN. OF INDIA | Delhi, New Delhi | -6463 | -435 | -927 | 1567595 |
| 20 | FRESH & HEALTHY ENTERPRISES LTD. | Delhi, New Delhi | -1222 | -948 | -3916 | 7643 |
| 21 | GOA SHIPYARD LTD. | Goa, Vasco da Gama | 8276 | 1550 | -6109 | 5569 |
| 22 | HINDUSTAN ANTIBIOTICS LTD. | Maharashtra, Pune | -7227 | -6937 | -8423 | 23423 |
| 23 | HINDUSTAN CABLES LTD. | West Bengal, Kolkata | -64827 | -88505 | -88505 | 487913 |
| 24 | HINDUSTAN FERTILIZER CORPN. LTD. | Delhi, New Delhi | -38089 | -38053 | -38050 | 956631 |
| 25 | HINDUSTAN FLUOROCARBONS LIMITED | Telengana, Hyderabad | 252 | 95 | -2482 | 2897 |
| 26 | HINDUSTAN NEWSPRINT LTD. | Kerala, Kottayam | 689 | -1809 | -886 | 10000 |

| | | | | | | |
|----|---|-------------------------------|---------|---------|---------|--------|
| 27 | HINDUSTAN ORGANIC CHEMICALS LTD. | Maharashtra, Rasayani | -7807 | -13799 | -17685 | 47479 |
| 28 | HINDUSTAN PAPER CORPORATION LTD. | Delhi, New Delhi | -9520 | -15187 | -11850 | 113002 |
| 29 | HINDUSTAN PHOTO FILMS MANUFACTURING CO. LTD. | Tamil Nadu, Ootacamund | -135232 | -156059 | -156059 | 374955 |
| 30 | HINDUSTAN SHIPYARD LTD. | Andhra Pradesh, Visakhapatnam | -8598 | -5517 | -4621 | 67420 |
| 31 | HINDUSTAN STEELWORKS COSTN. LTD. | West Bengal, Kolkata | -2808 | -1981 | -1867 | 31251 |
| 32 | HINDUSTAN VEGETABLE OILS CORPN. LTD. | Delhi, New Delhi | -2378 | -1146 | -2510 | 771 |
| 33 | HMT BEARINGS LTD. | Telengana, Hyderabad | -1012 | -207 | -1598 | 10144 |
| 34 | HMT CHINAR WATCHES LTD. | Jammu & Kashmir, Srinagar | -4404 | -5116 | -5116 | 16875 |
| 35 | HMT MACHINE TOOLS LTD. | Karnataka, Bangalore | -4614 | -4365 | -5266 | 76194 |
| 36 | HMT WATCHES LTD. | Karnataka, Bangalore | -22404 | -24248 | -24248 | 65772 |
| 37 | HOTEL CORPN. OF INDIA LTD. | Maharashtra, Mumbai | -2129 | -3562 | -4087 | 14661 |
| 38 | HPCL BIOFUELS LTD. | Bihar, Patna | -4360 | -14722 | -11588 | 88787 |
| 39 | I T I LTD. | Karnataka, Bangalore | -36980 | -18206 | -34426 | 58800 |
| 40 | IDPL (TAMILNADU) LTD. | Tamil Nadu, Chennai | -36 | -341 | -341 | 6593 |
| 41 | INDIAN DRUGS & PHARMACEUTICALS LTD. | Haryana, Gurgaon | -48988 | -23958 | -17443 | 486716 |
| 42 | INDIAN OIL-CREDA BIOFUELS LTD. | Chhattisgarh, Raipur | 0 | 0 | -346 | 2358 |
| 43 | INDIAN VACCINE CORP. LTD. | Haryana, Gurgaon | 43 | 65 | -165 | 1879 |
| 44 | INSTRUMENTATION LTD. | Rajasthan, Kota | -6769 | -5409 | -6861 | 27040 |
| 45 | J & K MINERAL DEVELOPMENT CORPN. LTD. | Jammu & Kashmir, Jammu | -64 | -96 | -74 | 474 |
| 46 | KANTI BIJLEE UTPADAN NIGAM LTD. | Delhi, New Delhi | 535 | -1291 | -54 | 232049 |
| 47 | M S T C LTD. | West Bengal, Kolkata | 11839 | 13073 | -7003 | 1451 |
| 48 | MILLENNIUM TELECOM LTD. | Maharashtra, Mumbai | -20 | -20 | -17 | 288 |
| 49 | NAGALAND PULP & PAPER COMPANY LTD. | Nagaland | -1190 | -1458 | -1473 | 10315 |
| 50 | NATIONAL FERTILIZERS LTD. | Delhi, New Delhi | 12673 | -17073 | -8971 | 312239 |
| 51 | NATIONAL FILM DEV. CORPN. LTD. | Maharashtra, Mumbai | 408 | 635 | -321 | 5565 |
| 52 | NATIONAL JUTE MANUFACTURES CORPORATION LTD. | West Bengal, Kolkata | -3821 | -1600 | -655 | 45011 |
| 53 | NATIONAL RESEARCH DEVELOPMENT CORPN. | Delhi, New Delhi | -58 | -172 | -108 | 442 |
| 54 | NATIONAL TEXTILE CORPN. LTD. | Delhi, New Delhi | 13014 | 8512 | -17571 | 306216 |
| 55 | NORTH EASTERN HANDICRAFTS & HANDLOOM DEV. CORPN. LTD. | Meghalaya, Shillong | -151 | -150 | -232 | 4803 |
| 56 | NORTH EASTERN REGIONAL AGRI. MARKETING CORP. LTD. | Assam, Guwahati | 100 | -282 | -444 | 1991 |

| | | | | | | |
|----|--|--------------------------|--------|--------|--------|--------|
| 57 | PONDICHERRY ASHOK HOTEL CORPN. LTD. | Pondicherry | -38 | -30 | -33 | 160 |
| 58 | PRIZE PETROLEUM COMPANY LTD. | Delhi, New Delhi | -393 | -126 | -2281 | 12002 |
| 59 | RAJASTHAN DRUGS & PHARMACEUTICALS LTD. | Rajasthan, Jaipur | 145 | 80 | -1940 | 983 |
| 60 | RANCHI ASHOK BIHAR HOTEL CORPN. LTD. | Bihar, Patna | -58 | -95 | -82 | 490 |
| 61 | RICHARDSON & CRUDDAS(1972) LTD. | Maharashtra, Mumbai | -1626 | -2949 | -383 | 5484 |
| 62 | SHIPPING CORPORATION OF INDIA LTD. | Maharashtra, Mumbai | -42821 | -11431 | -27466 | 703654 |
| 63 | SOLAR ENERGY CORPORATION OF INDIA | Delhi, New Delhi | Nil | Nil | -285 | 5700 |
| 64 | STATE TRADING CORPN. OF INDIA LTD. | Delhi, New Delhi | 1647 | 1795 | -49220 | 6000 |
| 65 | STCL LTD. | Karnataka, Bangalore | -28466 | -29612 | -35252 | 150 |
| 66 | THE BISRA STONE LIME COMPANY LTD. | West Bengal, Kolkata | -686 | -1814 | -1876 | 8729 |
| 67 | TRIVENI STRUCTURALS LTD. | Uttar Pradesh, Allahabad | -5233 | -7587 | -7587 | 71739 |
| 68 | TUNGABHADRA STEEL PRODUCTS LTD. | Karnataka | -2875 | -3115 | -3191 | 1467 |
| 69 | TYRE CORPORATION OF INDIA LTD. | West Bengal, Kolkata | -2086 | -1636 | -1636 | 2963 |
| 70 | UTKAL ASHOK HOTEL CORPN. LTD. | Odisha, Puri | -60 | -61 | -59 | 490 |
| 71 | VIGNYAN INDUSTRIES LTD. | Karnataka, Tarikere | 82 | -271 | -97 | 279 |

*Investment (financial) means paid up capital, share application money pending allotment, money received against share warrants and long-term borrowings.

Annex referred to in part (c) in reply to Lok Sabha unstarred Question No.1249 for reply on 28.7.2015

CASH AND NON-CASH ASSISTANCE APPROVED BY THE GOVERNMENT IN RESPECT OF BRPSE RECOMMENDED PROPOSALS

| S. No. | Name of the CPSE | Assistance (Rs. in Crore) | | |
|--------|---|---------------------------|-----------------------|---------|
| | | Cash ^a | Non-Cash ^b | Total |
| | Department of Heavy Industry | | | |
| 1 | Hindustan Salts Ltd. | 4.28 | 73.30 | 77.58 |
| 2 | Bridge & Roof Co. (India) Ltd. | 60.00 | 42.92 | 102.92 |
| 3 | BBJ Construction Co. Ltd. | -- | 54.61 | 54.61 |
| 4 | Praga Tools Ltd. | 5.00 | 209.71 | 214.71 |
| 5 | Heavy Engineering Corporation Ltd. | 102.00 | 1116.30 | 1218.30 |
| 6 | Cement Corporation of India Ltd. | 184.29 | 1267.95 | 1452.24 |
| 7 | Richardson & Cruddas(1972) Ltd. | - | - | - |
| 8 | Bharat Pumps and Compressors Ltd. | 3.37 | 153.15 | 156.52 |
| 9 | HMT Machine Tools Ltd. | 859.04 | 196.38 | 1055.42 |
| 10 | Bharat Heavy Plate Vessels Ltd. | 34.00 | 665.61 | 699.61 |
| 11 | Andrew Yule & Co. Ltd. | 87.06 | 458.14 | 545.20 |
| 12 | Instrumentation Ltd. | 48.36 | 549.36 | 597.72 |
| 13 | Tyre Corporation of India Ltd. | -- | 815.59 | 815.59 |
| 14 | NEPA Ltd. | 234.18 | 634.94 | 869.12 |
| 15 | Scooters India Ltd. | 90.38 | 111.58 | 201.96 |
| 16 | HMT Ltd. | 447.92 | 635.56 | 1083.48 |
| | Ministry of Mines | | | |
| 17 | Hindustan Copper Ltd. | -- | 612.94 | 612.94 |
| 18 | Mineral Exploration Corporation Ltd. | - | 104.64 | 104.64 |
| | Ministry of Shipping | | | |
| 19 | Central Inland Water Transport Corporation Ltd. | 73.60 | 280.00 | 353.60 |
| 20 | Hooghly Dock & Port Engineers Ltd. | 286.81 | 631.30 | 918.11 |
| | Department of Defence Production | | | |
| 21 | Hindustan Shipyard Ltd. | 452.68 | 372.22 | 824.90 |
| | Ministry of Steel | | | |
| 22 | MECON Ltd. | 93.00 | 23.08 | 116.08 |
| 23 | Bharat Refractories Ltd. | -- | 479.16 | 479.16 |
| | Ministry of Textiles | | | |
| 24 | National Textile Corporation Ltd. | 39.23 | - | 39.23 |
| 25 | British India Corporation Ltd. | 338.04 | 108.93 | 446.97 |
| 26 | National Jute Manufactures Corporation Ltd. | 517.33 | 6815.06 | 7332.39 |
| | Department of Pharmaceuticals | | | |
| 27 | Hindustan Antibiotics Ltd. | 137.59 | 267.57 | 405.16 |
| 28 | Bengal Chemicals & Pharmaceuticals Ltd. | 207.19 | 233.41 | 440.60 |
| | Department of Chemicals & Petrochemicals | | | |
| 29 | Hindustan Organic Chemicals Ltd. | 250.00 | 110.46 | 360.46 |
| 30 | Hindustan Insecticides Ltd. | - | 267.29 | 267.29 |
| | Department of Fertilizers | | | |
| 31 | Fertilizers & Chemicals (Travancore) Ltd. | - | 670.37 | 670.37 |
| | D/o Scientific & Industrial Research | | | |
| 32 | Central Electronics Ltd. | - | 16.28 | 16.28 |
| | Department of Agriculture & Co-operation | | | |
| 33 | State Forms Corporation of India Ltd. | 21.21 | 124.42 | 145.63 |

| | | | | |
|----|--|-----------------|-----------------|-----------------|
| | Ministry of Railways | | | |
| 34 | Konkan Railway Corporation Ltd. | 857.05 | 3222.46 | 4079.51 |
| 35 | Bharat Wagon & Engineering Company Ltd. | 59.45 | 136.08 | 195.53 |
| 36 | Braithwaite & Company Ltd. | 4.00 | 280.21 | 284.21 |
| 37 | Burn Standard Company Ltd. | 75.43 | 1139.16 | 1214.59 |
| | Ministry of Water Resources | | | |
| 38 | National Projects Construction Corporation Ltd. | -- | 646.89 | 646.89 |
| | Ministry of Housing & urban Poverty Alleviation | | | |
| 39 | Hindustan Prefab Ltd. | -- | 128.00 | 128.00 |
| | Ministry of Information & Broadcasting | | | |
| 40 | National Film Development Corporation Ltd. | 3.00 | 28.40 | 31.40 |
| | Ministry of Petroleum & Natural Gas | | | |
| 41 | Biecco Lawrie Ltd. | -- | 59.60 | 59.60 |
| | Ministry of Development of North Eastern Region | | | |
| 42 | North Eastern Handicrafts and Handlooms Development Corporation Ltd. | 8.50 | 83.06 | 91.56 |
| | Department of Telecommunications | | | |
| 43 | ITI Ltd. | 3986.00 | 170.79 | 4156.79 |
| | Revival plan Implemented by Holding Companies | | | |
| | Department of Chemicals & Petrochemicals | | | |
| 44 | Hindustan Fluorocarbons Ltd. | 12.53 | 56.52 | 69.05 |
| | Ministry of Coal | | | |
| 45 | Eastern Coal Fields Ltd. | -- | 2470.77 | 2470.77 |
| 46 | Bharat Coking Coal Ltd. | 1350.00 | 3428.55 | 4778.55 |
| | Total for revival | 10932.52 | 29952.72 | 40885.24 |

- a Cash Assistance involve budgetary support through equity/loan/grants
- b Non-cash Assistance involve waiver of interest, penal interest, GOI loan, Guarantee fee, conversion of loan into equity/debentures etc.

Annex referred to in part (e) &(f) in reply to Lok Sabha unstarred Question No.1249 for reply on 28.7.2015

Details of CPSES approved for closure

| Sl. No. | Name of the CPSE | No. of Employees (as on 31.3.2014) |
|----------------|--|---|
| 1 | Bharat Ophthalmic Glass Ltd. | -- |
| 2 | Bharat Yantra Nigam Ltd. | -- |
| 3 | Hindustan Photo Films Manufacturing Co. Ltd. | 687* |
| 4 | HMT Watches Ltd. | 1055 |
| 5 | HMT Chinnar Watches Ltd. | 34 |
| 6 | Hindustan Cables Ltd. | 1709 |
| 7 | HMT Bearings Ltd. | 62 |
| 8 | Tungabhadra Steel Products Ltd. | 84 |
| 9 | STCL Ltd. | 25 |

* As on 31.3.2013
