# Modernisation of Steel Plants under SAIL

## 3055. DR. B.B. DUTTA: SHRI RAJUBHAI A. PARMAR:

Will the Minister of STEEL AND MINES be pleased to state:

(a) the present status of the modernisation process of steel plants under the Steel Authority of India, along with sanctioned date, original cost, completion schedule and revised cost estimate, plant-wise;

(b) the reasons for inordinate delay in completion of projects, plant-wise;

(c) whether Government propose to conduct an enquiry regarding the undesirable delay for the modernisation of steel plants which caused extra financial burden of thousand of crore of rupees;

(d) if so, the details thereof; and

(e) the action plan for future modernisation schemes?

THE MINISTER OF STATE IN IT-MINISTRY OF STEEL AND MINES (SHRI RAMESH BAIS): (a) The details of the modernisation projects along with their present status are given below:

Plant	Orignial Sanction	Original Cost (Rs. in crore)	Revised Cost (Rs. in crore)	Original Schedule Completion	Present Status of
DSP	Feb 89	2668 (Base : 3 <sup>rd</sup> ) Qtr. '88)	4871* (Base:3 <sup>rd</sup> Qtr. "98)	March' 93	The project has been completed.
RSP	Oct' 89	2461 (Base:4th Qtr. 88)	3954 (Base:1 <sup>st</sup> Qtr. '92)	Dec'95	The various facilities under modernisa- tion project- of Rourkela Steel Plant. except Reheating Furnace No. 5. have progressively been commissioned and are under stabilisation
BSL	July-93	1626 (Base:1 <sup>st</sup> Qtr. '93)	1793 (Base:1 <sup>st</sup> Qtr. 94)	July'97	Major production facilities, except re- heating Furnace No. 3 and upgradation of Coiler No. 1. have been completed and* are under stabilisation.

\*Anticipated.

(b) Salient reasons for delay in the modernisation project are tabulated. Plantwise, below:

Plant	Reasons for delay
Durgapur	*Delay in completion of
Steel Plant	5 1
Steel Plant	Design Engineering
	<ul> <li>* Disintegration of erstwhile</li> <li>* Under-Estimation of work Contracting Agencies</li> <li>* Cash Constraints with Agencies</li> <li>* Delays in execution by ing Agencies</li> <li>* Inadequate mobilisaton of ces by contractors.</li> </ul>

Plant Reasons for delay \*Inadequate Deployment Rourkela Steel Plant of Re- sources for Design Engineering for Global Packages and Critical Indigenous Packages. \* Slow Progress of cation Work. \* Delay in Supply of Equipment. \* Delay in Finalisation of Agreement and Order Indo-French Protocol for ing Furnaces. \* Paucity of funds with \* Inadequate Mobilisation sources at site by

Bokaro Steel

Plant

*	Delay	in	finalisation		of
	basic	a	and deta		iled
	enginee	ring	for	Reheat	ting
	Furnace	es.			

- \* Delay in finalisation of basic and detailed engineering for Hot Strip Mill packages.
- \* Delay in equipment supply.
- \* Inadequate mobilisation of resources at site by contractors.

 Delay in equipment/refractory erection for Reheating Furnace package.

### Cost cutting by PSUs

3056.KUMARINIRMALADESHPANDE:WilltheMinisterofSTEELANDMINESbepleasedtostate:State:StateStateState

(a) whether the PSUs under the Minis try have taken series of measures during 1998-99 for cost cutting in production and related activities and drastically doing away with unproductive activities;

(b) if so, the details of the fresh initiatives taken by each of the PSUs target set and achieved during 1998-99;

(c) what has been the performance of PSUs, PSU-wise during 1998-99 as per commitment made and achieved under MOU; and

(d) the details of plan of action finalised for the current year for better performance of the PSUs and targets physical and financial set; PSU-wise?

THE MINISTER OF STATE IN THE MINISTRY OF STEEL AND MINES (SHRI RAMESH BAIS): (a) to (d) The information is being collected and will be laid on the Table of the House.

### Fertilizer industries set up by SAIL

3057. SHRI LAJPAT RAI: Will the Minister of STEEL AND MINES be pleased to state:

(a) the number of fertilizer industries set up by the Steel Authority of India Limited (SAIL) in the country; (b) the quantum of fertilizers produced in such fertilizer industries during the last three years, year-wise; and

(c) the number of dealers appointed for sale of such fertilizers, State-wise?

THE MINISTER OF STATE IN THE MINISTRY OF STEEL AND MINES (SHRI RAMESH BAIS): (a) and (b; Steel Authority of India Limited (SAIL) has set up one fertilizer plant in Rourkela Steel Plant, Rourkela. The quantity of fertilizer produced during the last three years has been as under:

(Unit: Tonne)

91275

Item		Year	
Calcium monium	1995-96	1996-97	1997-98

148284 115195

trate (CAN)

State Number of dealers includ-						
	ing inst	itutional a	gencies			
	i.e. Stat	e Co-opera	tives &			
		Agros				
Andhra Pra	desh	171				
Karnataka		22				
Tamil Nadu	1	26				
Maharashtr	a	8				
Bihar		108				
Uttar Prade	sh	2				
Madhya Pr	adesh	12				
Orissa		63				
West Benga	al	66				
Assam		1				

#### **Privatising the Steel Plant**

3058. SHRI SANATAN BISI: Will th Minister of STEEL AND MINES b pleased to state:

(a) whether it is a fact that welfar measures in the Steel Plant will be cut tailed and there are serious efforts