- (b) if so, the details thereof; and
- (c) whether OMDC as per the guidelines of State Government is going to set up a mini steel plant at Keonjhar in Orissa?

THE MINISTER OF STATE IN THE MINISTRY OF STEEL (SHRI JITIN PRASADA): (a) and (b) The task for preparation of the restructuring proposal of the companies under the Bird Group of Companies under the administrative control of Ministry of Steel, which include *inter-alia* Orissa Minerals Development Company (OMDC) and Bisra Stone Lime Company (BSLC), was given to IFCI Ltd. The Report of IFCI Ltd. has been received and has recommended *inter-alia* making the Companies under the Bird Group of Companies including OMDC and BSLC, Government Companies and also to make them subsidiary units of Rashtriya Ispat Nigam Limited (RINL). However, in the proposed restructuring alternatives, there is no proposal to merge OMDC and BSLC with Steel Authority of India Ltd. (SAIL).

(c) There is no proposal of OMDC, at present, to set up mini steel plant at Keonjhar, Orissa.

## Economic pressure on steel industries

†2165. DR. MURLI MANOHAR JOSHI: Will the Minister of STEEL be pleased to state:

- (a) whether it is a fact that around 66 countries of the world are producing steel;
- (b) if so, the details thereof;
- (c) whether it is also a fact that India is amongst those countries where production of steel has increased during October 2007 to October, 2008;
- (d) if so, the number of countries where production of steel has increased and the number of countries where production of steel has decreased during above period; and
- (e) the reasons for economic pressure on the steel producing industries in the country despite decrease in the production of steel at international level and the increase in the production of steel in India?

THE MINISTER OF STATE IN THE MINISTRY OF STEEL (SHRI JITIN PRASADA): (a) and (b) The World Steel Association, formerly known as International Iron & Steel Institute (IISI), reports on 66 steel producing countries of the world which account for nearly 98% of the total world steel production. However, for October, 2008, details in respect of 65 countries have been reported. A table containing names of reporting countries and the data on crude steel produced by them during the month of October, 2008 published by World Steel Association is given in the Statement (See below).

- (c) Yes, Sir.
- (d) As per the data published by World Steel Association, world crude steel production for the month of October 2008 has increased in 18 countries and declined in 45 countries while there is no change in the remaining two countries as compared to October 2007.

<sup>†</sup> Original notice of the question was received in Hindi.

(e) A financial crisis in the developed bloc, which has adversely affected demand globally, has put economic pressure on steel producing industries globally, leading to announcements of production cuts. With the meltdown in the international economies, India cannot remain untouched and some pressure on the economy, particularly on manufacturing, construction, auto industry, consumer goods etc. is felt which in turn slowed down the growth momentum of steel sector as well even though the output is positive.

In India also, there is a decline in the total quantity of steel produced during the month of November, 2008 in comparison to October, 2008 as well as the corresponding month of the previous year as indicated below, due to sluggish demand of steel on account of present global economic turmoil:-

Production of crude steel (in thousand tonnes)

| November 2008 | October 2008 | November 2007 |  |  |  |
|---------------|--------------|---------------|--|--|--|
| 4392#         | 4855#        | 4501          |  |  |  |

Source: Joint Plant Committee (JPC)

# Estimated

Statement

Crude steel production - October 2008

Monthly crude steel production in the 66 countries included

in the report, in thousands of metric tons

|                | Octobe | r | September | October | % Change               |       | 10 months | %      |
|----------------|--------|---|-----------|---------|------------------------|-------|-----------|--------|
|                | 2008   |   | 2008      | 2007    | Oct 08/07              | 2008  | 2007      | Change |
|                | 1      |   | 2         | 3       | 4                      | 5     | 6         | 7      |
| Austria        | 670    | е | 649       | 673     | -0.5                   | 6602  | 6343      | 4.1    |
| Belgium        | 900    | е | 874       | 941     | -4.4                   | 838   | 854       | 1.1    |
| Bulgaria       | 130    | е | 125       | 159     | -18.2                  | 12341 | 678       | -26.5  |
| Czech Republic | 404    |   | 544       | 557     | <b>-</b> 27 <b>.</b> 5 | 5661  | 5877      | -3.7   |
| Finland        | 401    |   | 370       | 340     | 18.1                   | 3924  | 3712      | 5.7    |
| France         | 1639   |   | 1507 r    | 1411    | 16.1                   | 16207 | 16467     | -1.6   |
| Germany        | 3877   |   | 4050 r    | 4199    | <b>-</b> 7 <b>.</b> 7  | 40111 | 40774     | -1.6   |
| Greece         | 225    | е | 218       | 241     | -6.6                   | 21782 | 191       | -0.6   |
| Hungary        | 198    |   | 198       | 201     | <b>-1.</b> 7           | 1914  | 1862      | 2.8    |
| Italy          | 2555   |   | 2517 r    | 2910    | -12.2                  | 26384 | 26424     | -0.2   |
| Luxembourg     | 220    | е | 211       | 266     | -17.2                  | 2477  | 2395      | 3.4    |
| Netherlands    | 530    |   | 619       | 619     | -14.4                  | 6199  | 6143      | 0.9    |
| Poland         | 850    | е | 821       | 859     | -1.1                   | 8995  | 8984      | 0.1    |
| Romania        | 480    | е | 466       | 512     | -11.5                  | 4714  | 5279      | -10.7  |

|                        | 1     |   | 2      | 3     | 4              | 5      | 6      | 7     |
|------------------------|-------|---|--------|-------|----------------|--------|--------|-------|
| Slovakia               | 250   |   | 301    | 331   | -24.5          | 4024   | 4238   | -5.0  |
| Slovenia               | 63    |   | 57     | 41    | 52.6           | 575    | 530    | 8.4   |
| Spain                  | 1875  | е | 1815 e | 1773  | 5.8            | 17423  | 16012  | 8.8   |
| Sweden                 | 428   |   | 450    | 513   | -16.4          | 4555   | 4686   | -2.8  |
| United Kingdom         | 967   |   | 1216 r | 1110  | -12.9          | 12012  | 11996  | 0.1   |
| Other E.U. (27) (e)    | 166   | е | 160 e  | 166   | 0.0            | 1624   | 1624   | 0.0   |
| European<br>Union (27) | 16829 |   | 17168  | 17853 | -5.7           | 176651 | 176069 | 0.3   |
| Bosnia-Herzegovina     | 63    |   | 42     | 57    | 10.1           | 524    | 481    | 9.1   |
| Croatia                | 10    | е | 10     | 6     | 64.3           | 82     | 65     | 27.2  |
| Macedonia              | 25    | е | 25 e   | 30    | -16 <b>.</b> 5 | 219    | 296    | -26.1 |
| Norway                 | 55    |   | 51     | 67    | -17.9          | 467    | 580    | -19.5 |
| Serbia                 | 64    |   | 107    | 75    | -14.0          | 1509   | 1283   | 17.7  |
| Switzerland            | 79    |   | 128    | 96    | -17.9          | 1158   | 1080   | 7.2   |
| Turkey                 | 1816  |   | 2166   | 2211  | -17.8          | 23246  | 21500  | 8.1   |
| Other European         | 2112  |   | 2529   | 2541  | -16.9          | 27206  | 25285  | 7.6   |
| Byelorussia            | 216   | е | 224    | 191   | 13.1           | 2210   | 2070   | 6.8   |
| Kazakhstan             | 360   |   | 390    | 395   | -8.9           | 3887   | 3969   | -2.1  |
| Moldova                | 77    |   | 59     | 62    | 24.2           | 798    | 808    | -1.2  |
| Russia                 | 4514  |   | 6098   | 6188  | -27.1          | 61469  | 60210  | 2.1   |
| Ukraine                | 1861  |   | 2482   | 3627  | -48.7          | 33479  | 35569  | -5.9  |
| Uzbekistan             | 59    |   | 58     | 55    | 7.3            | 574    | 552    | 4.0   |
| C.I.S (6)              | 7087  |   | 9311   | 10518 | -32.6          | 102417 | 103178 | -0.7  |
| Canada                 | 1460  | е | 1410   | 1333  | 9.5            | 14070  | 13018  | 8.1   |
| Cuba                   | 25    | е | 25 e   | 27    | -8.8           | 233    | 217    | 7.0   |
| El Salvador            | 6     | е | 6 e    | 6     | -4.8           | 66     | 61     | 8.1   |
| Guatemala              | 40    | е | 38     | 37    | 7.0            | 232    | 293    | -20.  |
| Mexico                 | 1400  | е | 1349 r | 1581  | -11.4          | 15523  | 14459  | 7.4   |
| Trinidad and<br>Tobago | 45    | е | 45     | 55    | -18.5          | 454    | 560    | -18.9 |
| United States          | 7056  |   | 7842 r | 8484  | -16.8          | 83030  | 81532  | 1.8   |
| North America          | 10032 |   | 10715  | 11524 | -12.9          | 113607 | 110140 | 3.1   |
| Argentina              | 481   |   | 488    | 497   | -3.4           | 4884   | 4407   | 10.8  |

| 2                     | 4      |   |         | 2      |              | <del>-</del> | 9       | -             |
|-----------------------|--------|---|---------|--------|--------------|--------------|---------|---------------|
| Second Sec            | 1      |   | 2       | 3      | 4            | 5            | 6       | 7             |
| Brazil                | 2897   |   | 3010    | 2899   | -0.1         | 29724        | 27901   | 6.5           |
| Chile                 | 135    | е | 130 e   | 152    | -10.9        | 1422         | 1402    | 1.5           |
| Colombia              | 100    | e | 95 e    | 103    | -3.1         | 948          | 1051    | -9.8          |
| Ecuador               | 7      | e | 7 e     | 6      | 18.6         | 71           | 73      | <b>-2.</b> 5  |
| Paraguay              | 7      | e | 6       | 8      | -10.3        | 70           | 81      | -13.5         |
| Peru                  | 105    | e | 100 e   | 87     | 21.0         | 975          | 689     | 41.6          |
| Uruguay               | 7      | е | 7 e     | 7      | -5.4         | 69           | 60      | 14.9          |
| Venezuela             | 425    | е | 410 e   | 441    | -3.5         | 3728         | 4152    | -10.2         |
| South America         | 4164   |   | 4253    | 4199   | -0.8         | 41890        | 39814   | 5.2           |
| Algeria               | 60     | е | 15 e    | 121    | -50.2        | 591          | 1068    | <b>-44.</b> 6 |
| Egypt                 | 477    |   | 531     | 509    | -6.2         | 5430         | 5162    | 5.2           |
| Libya                 | 110    | е | 105 e   | 91     | 21.3         | 1078         | 1038    | 3.8           |
| Morocco               | 40     | е | 40 e    | 40     | 0.7          | 458          | 435     | 5.4           |
| South Africa          | 645    | е | 767 e   | 780    | -17.4        | 7612         | 7615    | 0.0           |
| Zimbabwe              | 0      | е | 0 e     | 1      |              | 0            | 21      |               |
| Africa                | 1332   |   | 1458    | 1541   | -13.6        | 15169        | 15339   | -1.1          |
| Iran                  | 799    |   | 832     | 847    | <b>-5.</b> 7 | 8163         | 8299    | -1.6          |
| Qatar                 | 130    |   | 130 e   | 102    | 26.8         | 1182         | 911     | 29.8          |
| Saudi Arabia          | 415    |   | 425     | 453    | -8.4         | 4118         | 3764    | 9.4           |
| Middle East           | 1343   |   | 1387    | 1402   | -4.2         | 13464        | 12973   | 3.8           |
| China                 | 35901  |   | 39614   | 43237  | -17.0        | 427288       | 411264  | 3.9           |
| India                 | 4805   |   | 4630    | 4631   | 3.8          | 45913        | 43791   | 4.8           |
| Japan                 | 10097  |   | 10086 r | 10378  | -2.7         | 102441       | 99704   | 2.7           |
| South Korea           | 4585   |   | 4556 r  | 4328   | 5.9          | 45889        | 42540   | 7.9           |
| Taiwan, China         | 1540   | е | 1490 e  | 1807   | -14.8        | 17029        | 17191   | -0.9          |
| Asia                  | 56928  |   | 60376   | 64381  | -11.6        | 638559       | 614490  | 3.9           |
| Australia             | 630    | е | 655     | 666    | -5.4         | 6619         | 6629    | -0.2          |
| New Zealand           | 55     |   | 67      | 77     | -28.0        | 657          | 699     | -6.0          |
| Oceania               | 685    |   | 723     | 743    | -7.8         | 7276         | 7328    | -0.7          |
| Total 66<br>Countries | 100513 |   | 107919  | 114703 | -12.4        | 1136238      | 1104616 | 2.9           |

The 66 countries included in this table accounted for more than 98% of total world crude steel production in 2007

e - estimated

 $<sup>\</sup>ensuremath{^*}$  - not included in totals to avoid double-counting

r - revised