

GOVERNMENT OF INDIA
MINISTRY OF STEEL

RAJYA SABHA
UNSTARRED QUESTION NO.954
FOR ANSWER ON 25/07/2018

INVESTMENT IN JOINT VENTURES/SUBSIDIARIES OF SAIL

954. SHRI SANJAY SINGH:

Will the Minister of STEEL be pleased to state:

- (a) whether it is a fact that out of 29 joint ventures/subsidiaries of SAIL, only six are profitable;
- (b) if so, the action taken and the steps taken against the poor decision-making, given the fact that public money in the form of investment has been wasted and the employees are being penalised by stopping their pension, leave encashment and pay revision;
- (c) if so, the loss share of the remaining 23 units since 2015, year-wise; and
- (d) what is the total investment in these 29 joint ventures/subsidiaries out of the total Modernisation and Expansion investment upto 31st March, 2018?

ANSWER

THE MINISTER OF STATE FOR STEEL

(SHRI VISHNU DEO SAI)

- (a) No, Sir. Out of 29 Joint Ventures (JVs)/Subsidiaries of Steel Authority of India Limited (SAIL), based on the annual accounts for the financial year ending 31.03.2018, 7 are profitable.
- (b) After a detailed review done in June, 2017, SAIL decided to close 12 loss making Joint venture/Subsidiary Companies in addition of earlier decision to close down 4 Joint Venture Companies and 3 subsidiaries companies.
- (c) The loss share of the remaining 22 units since 2015, year-wise, is at **Annexure**.
- (d) The investment of SAIL in these 29 JVs/Subsidiaries/Associate Companies as on 31.03.2018 is Rs.1434.72 Crore. The expenditure in Modernisation and Expansion of SAIL does not include any investment in its JVs/Subsidiaries/Associate Companies.

Annexure

(Annexure referred to in part (c) of RSUSQ No.954 for reply on 25.07.2018)

DETAILS OF LOSS MAKING JOINT VENTURE/SUBSIDIARIES/ASSOCIATE COMPANIES OF SAIL (in crore)

Sl No.	Nature	Joint Venture/ Subsidiary/Associate	Net profit(+)/loss(-)		
			2017-18	2016-17	2015-16
1	JV	SAIL MOIL Ferro Alloys Private Limited	-0.91	-0.37	-0.42
2	JV	SAIL SCI Shipping Private Limited	0.00	0.00	0.00
3	JV	SAIL SCL Kerala Limited	-16.20	-12.46	-14.15
4	JV	SAIL Kobe Iron India Pvt. Limited	0.00	0.00	0.00
5	JV	S & T Mining Co. Private Limited	-5.53	-2.63	-4.16
6	JV	SAIL RITES Bengal Wagon Industry Private Limited	-4.14	-12.97	-5.48
7	JV	SAIL Bengal Alloy Castings Pvt. Limited	-0.01	-0.01	-0.01
8	JV	Bhilai Jaypee Cement Limited	-42.04	-68.73	-80.54
9	JV	VSL SAIL JVC Limited	-0.43	0.00	0.00
10	JV	Abhinav SAIL JVC Limited	-0.05	-0.07	-0.05
11	JV	SAIL Bansal Service Centre Limited	-0.59	-0.39	-0.83
12	JV	TMT SAL SAIL JV Limited	0.00	0.00	0.00
13	JV	SAL SAIL JVC Limited	-0.01	-0.01	-0.01
14	JV *	NMDC SAIL Limited	-0.01	-0.01	Not Applicable
15	JV *	Bastar railway Pvt. Limited	-2.41	-0.09	
16	Subsidiary	SAIL Jagdishpur Power Plant limited	-0.01	-0.01	0.00
17	Subsidiary	Chattisgarh mega Steel limited	-0.01	0.00	-0.01
18	Subsidiary	SAIL Sindri projects Limited	0.00	-0.01	-0.01
19	JV	UEC SAIL Information Technology Limited	#		
20	JV	Romelt SAIL (India) Limited			
21	JV	North East Steel and Galvanising Limited			
22	Subsidiary	IISCO Ujjain Pipe and Foundry Company Limited			
* The JV company came into existence in FY 2016-17.					
# The action for closure of these JVs/Subsidiary Companies is in process.					
