

GOVERNMENT OF INDIA
MINISTRY OF STEEL

RAJYA SABHA
UNSTARRED QUESTION NO.2686
FOR ANSWER ON 12/08/2015

FINANCIAL PERFORMANCE OF PUBLIC SECTOR STEEL COMPANIES

2686. SHRI D.P. TRIPATHI:
SHRI B.K. HARIPRASAD:

Will the Minister of STEEL be pleased to state:

- (a) whether the financial performance of public sector steel companies has improved during the last three years and the current year in Eastern India;
- (b) if so, the details thereof and if not, the reasons therefor;
- (c) the details of the companies which have registered profit and those which are running in losses in Eastern India;
- (d) whether there has been any increase in the operating cost and input cost of the steel companies during the last three years; and
- (e) if so, the details thereof and the reasons therefor along with the steps taken/being taken by Government to reduce the operating costs?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF STEEL AND MINES (SHRI VISHNU DEO SAI)

(a)to(c): Steel Authority of India Limited (SAIL), a public sector steel manufacturing company has operations which inter-alia cover Eastern India. The Profit After Tax (PAT) of SAIL during the last three years is as under:-

(Rs. in crore)

2012-13	2013-14	2014-15
2170	2616	2093

The profits of SAIL have mainly declined due to reduction in NSR (Net Sales Realization) of saleable steel, volatility in prices of coal and other inputs including increase in railway freight, port congestion charges, royalty on iron ore etc., and higher usage of imported coal due to lower availability of indigenous coal etc.

(d)&(e): Operational costs/ input costs of SAIL during the last three years have been about Rs.44150 crore, Rs.44667 crore and Rs.45693 crore for financial year 2012-13, 2013-14 and 2014-15 respectively.

All Plants/Units have been advised to focus on operating as well as on non-operating areas to reduce the cost of production including improvement in production, sales, product-mix & value added products, techno-economic parameters, management of funds etc.
