

**GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA**

UNSTARRED QUESTION NO:5110
ANSWERED ON:25.08.2000
WRITING OFF LOSSES
CHANDRA BHUSHAN SINGH;NARESH KUMAR PUGLIA

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

- (a) whether the Government have written off the amount of losses accumulated by Public Sector Undertakings under his Ministry during the last three years, till date;
- (b) if so, the details thereof PSU-wise;
- (c) whether any of these Undertakings, whose losses have been written off, referred for disinvestment;
- (d) if so, the details thereof; and
- (e) the reasons for writing off losses?

Answer

THE MINISTER FOR HEAVY INDUSTRIES & PUBLIC ENTERPRISES (SHRI MANOHAR JOSHI)

(a) to (e) Government has sanctioned financial restructuring of Rs.1004.65 Crores consisting of write-off of past loans/interest of Rs.599.54 Crores and conversion of loan/interest into equity of Rs.405.11 Crores, besides fresh infusion of Rs.511.67 crores for restructuring and revival of 9 PSUs under the Department of Heavy Industry during the last three years (from 1997-98 to 1999-2000) as per details given in the statement enclosed. Out of these 9 PSUs, 4 PSUs viz. Jessop & Co. Ltd. (JSP), Instrumentation Limited (ILK), Nepa Ltd. (NEPA) and Hindustan Cables Limited (HCL) have been referred for Disinvestment/Joint Venture (JV) formation.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF THE LOK SABHA UNSTARRED QUESTION NO.5110 FOR 25.8.2000 REGARDING WRITING OFF LOSSES ASKED BY SHRI NARESH PUGLIA AND SHRI CHANDRA BHUSHAN SINGH.

I. PSUs having BIFR sanctioned plans Rs. in Crores

Sl.No.	PSU	Year of sanction by BIFR/ Govt.	Year of funds by Govt.	Fresh sanction by Govt.	Write-off of loan into equity/debenture.	Conversion of loan into equity/debenture.
1.	Jessop & Co. Ltd., Calcutt	1997-98		43.00	119.98	21.11
2.	Instrumentation Limited, Kota	1998-99		66.00	17.00	25.98
3.	Burn Standard Co. Ltd., Calcutta	1999-2000		150.00	329.64	135.72
4.	National Instruments Ltd., Calcutta	1999-2000		21.00	-	-
5.	RBL Ltd., Calcutta	1997-98		4.13	0.21	2.15
	TOTAL			284.13	466.83	184.96

II. OTHER PSUs

1. Andrew Yule & Co. Ltd., 1997-98 44.00 - 12.49

Calcutta

2. Nepa Ltd., Madhya 1998-99 20.10 10.05 40.54
Pradesh

3. Hindustan Cables Ltd., 1998-99 143.00 122.66 167.12
Calcutta

4. Praga Tools Ltd., 1998-99 20.44 - -
Secundrabad

TOTAL 227.54 132.71 220.15

TOTAL (I) & (II) 511.67 599.54 405.11