

**GOVERNMENT OF INDIA
DISINVESTMENT
LOK SABHA**

UNSTARRED QUESTION NO:5380
ANSWERED ON:28.04.2000
DISINVESTMENT OF PSUS
GEORGE EDEN;MINATI SEN

Will the Minister of DISINVESTMENT be pleased to state:

- (a) whether the Public Government are contemplating for recommending disinvestment of public sector units on the plea of making them more viable;
- (b) if so, the details of viability from disinvestment;
- (c) whether the Government are studying in depth for the reasons for sickness of the non-viable units; and
- (d) if so, the details thereof?

Answer

MINISTER OF STATE OF THE MINISTRY OF INFORMATION AND BROADCASTING AND MINISTER OF STATE C
DEPARTMENT OF DISINVESTMENT (SHRI ARUN JAITLEY)

(a)&(b) Disinvestment in PSUs is being done as per the declared policy of the Government for non-strategic PSUs.

(c)&(d) The analysis of reasons for sickness in PSUs is a continuous process and is part of overall performance-review undertaken by the respective administrative Ministries. Since the reasons for sickness vary from unit to unit, enterprises specific measures are taken by the administrative Ministries in consultation with management of PSUs and professionals/experts, wherever necessary. Further, sick industrial PSUs are referred to Board for Industrial & Financial Reconstruction for formulating appropriate revival/rehabilitation packages.