

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

UNSTARRED QUESTION NO:1639
ANSWERED ON:27.02.2003
PERFORMANCE OF H.E.C.
BRAJ MOHAN RAM

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

- (a) the loss suffered by Heavy Engineering Corporation (HEC) Ranchi of Jharkhand State during the last three years and till date;
- (b) the names of the companies from which HEC, Ranchi received orders so far during the last three years and till date and the cost of machines supplied by it against these orders;
- (c) the amount received from selling and renting the assets of Heavy Engineering Corporation during the last three years and the financial assistance provided to the company by the Government; and
- (d) the complete details of the steps taken or proposed to be taken by the Government to salvage and revive HEC?

Answer

MINISTER OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI BALASAHEB VIKHE PATIL)

(a) The losses suffered by the company during last three years and till date are as under:-

Year	Loss (Rs. In crore)
1999-2000	57.06
2000-2001	189.26
2001-2002	173.78
2002-2003 (upto January, 2003)	90.89

(b) Please see the details in the annexure.

(c) The amount received from selling assets is nil. However, the details of the amount received against rent is as under:-

Year	Amount (Rs. In crore)
1999-2000	2.39
2000-2001	5.23
2001-2002	11.58

Financial assistance provided by the Government:-

Year	Amount (Rs. In crore)
1999-2000	64.80
2000-2001	107.36
2001-2002	137.61

(d) A number of revival package have been implemented to revive the company during 1972 to 1996. The last package was sanctioned in 1996 envisaging additional cash infusion of Rs.252.53 crore besides waiver of interest, conversion of loan into grant/equity etc. Substantial funds have been made available to the company. However, the company could not achieve the target envisaged in the sanction scheme.

ANNEXURE

Annexure referred to in reply to part (b) of the Unstarred Question No.1639 to be answered on 27.02.2003 regarding Performance of Heavy Engineering Corporation Limited - (HEC), Ranchi

Customer (Name of the companies Ranchi received from which HEC, orders)

Order received and supplies made against these orders during last 3 years and till date

	Order received in Rs. Crore			Supplies made in Rs. Crore					
	1999-2000	2000-01	2001-2002	2002-till date	1999-2000	2000-01	2001-02	2002-till date	
1. Steel Authority of India Limited (SAIL)	27	28	26	18	27	26	26	11	
2. Vizag Steel Plant (VSP)	4	2	8	0	4	2	8	0	
3. Coal India Limited & its subsidiaries	35		36	48	33	35	36	44	16
4. Railways	31		28	13	4	31	28	8	0
5. Defence organizations	1		14	2	1	1	14	2	0
6. MECON (ISRO)	3		15	1	1	3	15	1	0
7 BHEL	4		9	1	0	4	9	1	0
8. Others	26		34	17	13	26	34	17	1
Total	131		166	116	70	131	164	107	28