

**GOVERNMENT OF INDIA  
SHIPPING, ROAD TRANSPORT AND HIGHWAYS  
LOK SABHA**

UNSTARRED QUESTION NO:1088

ANSWERED ON:02.08.2006

INVESTMENT IN SHIPBUILDING SECTOR

Adhalrao Patil Shri Shivaji; Adsul Shri Anandrao Vithoba; Karunakaran Shri P.; Verma Shri Ravi Prakash

**Will the Minister of SHIPPING, ROAD TRANSPORT AND HIGHWAYS be pleased to state:**

(a) whether the Government proposes to invest around Rs.7,000 crore in the shipbuilding section to modernize infrastructure and the research design base as reported in the Hindu dated May 20, 2006;

(b) if so, the details thereof;

(c) whether the Government also propose to set up two international size shipyards on east coast and west coast; and

(d) if so, the details thereof along with the amount likely to be incurred in this regard?

**Answer**

MINISTER OF SHIPPING, ROAD TRANSPORT AND HIGHWAYS (SHRI T.R. BAALU)

(a) & (b): Under the National Maritime Development Programme, revival of Hindustan Shipyard Limited and Hooghly Dock and Port Engineers Limited, modernization and enhancing capacity of the public sector shipyards, setting up of two international shipyards and strengthening of National Ship Design and Research Centre to enhance its design and research capabilities have been envisaged. A Statement giving details of proposed investment in the shipbuilding sector to modernize infrastructure and the research design base is annexed.

(c) & (d): There is a proposal under the National Maritime Development Programme for setting up of two international size shipyards, one on the East Coast and the other in the West Coast. A Committee set up under the Chairmanship of Chairman, Indian Ports Association to identify locations and measures for facilitating setting up of two international size shipyards has submitted its report which is under examination. The investment estimated for these shipyards is about Rs.3000 crore.

**ANNEXURE**

Annexure referred to in reply to parts (a) & (b) of the Lok Sabha Unstarred Question No.1088

(Rupees in Crore)

S.No.	Project Head	No.of	Funding	Total
	Project	Pattern		
	Budgetary	IEBR	Pvt/	
	Support	Others		
1.(a)	Capital restructuring and revival of Hindustan Shipyard Ltd. (HSL)	2	814.50	- - 814.50
(b)	Modernisation of HSL		261.00	261.00
2.(a)	Revival of Hooghly Dock and Port Engineers Ltd. (HDPEL)	2	390.09	- - 390.09
(b)	Modernisation of HDPEL		170.00	170.00

3. Cochin Shipyard Ltd.

(a) Small Ship repair Division 2 - 160.00 - 160.00

(b) Augmentation of facilities in - 800.00 - 800.00  
Cochin Shipyard Ltd.

4. Strengthening of National Ship Design 1 100.00 - - 100.00  
and Research Centre to enhance  
its design and research capabilities

5. Setting up of two international 1 1500.00 - 1500.00 3000.00  
size shipyards

6. Private investments in existing - - 1500.00 1500.00  
private sector yards

Grand Total 3235.59 960.00 3000.00 7195.59