

**GOVERNMENT OF INDIA
STEEL
LOK SABHA**

UNSTARRED QUESTION NO:4496
ANSWERED ON:22.04.2010
MODERNISATION OF BURNPUR UNIT OF IISCO
Tarai Shri Bibhu Prasad

Will the Minister of STEEL be pleased to state:

- (a) whether the Burnpur Unit of The Indian Iron and Steel Company Ltd. (IISCO) has been modernised;
- (b) if so, the details thereof alongwith the original cost of modernisation;
- (c) whether the modernisation work has been delayed;
- (d) if so, the reasons therefor and the latest estimated cost of the project; and
- (e) the time by which the said modernisation work is likely to be completed?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF STEEL (SHRI A. SAI PRATHAP)

(a)to(e): Yes, Madam. Steel Authority of India Limited (SAIL) has undertaken modernization and expansion of its Burnpur unit of IISCO Steel Plant (ISP) which envisages increase in the installed hot metal capacity from 0.85 million tonne per annum (MTPA) to 2.91 million tonne per annum (MTPA).

The original "in-principle" approved cost for modernization and expansion of Burnpur unit of IISCO Steel Plant (ISP) in July, 2006 was Rs.8871 crores (net of cenvat) and the further estimated cost in July, 2008 is Rs.14, 443 crore (net of cenvat). Due to unforeseen soil conditions there has been increase in volume of civil and structural work. However, the implementation of various packages like design and engineering, civil and structural work, supply of equipment are in progress.

The facilities/packages under ISP expansion shall be progressively completed by June' 2011.