

**GOVERNMENT OF INDIA  
CHEMICALS AND FERTILIZERS  
LOK SABHA**

UNSTARRED QUESTION NO:2490  
ANSWERED ON:11.03.2010  
ASSISTANCE TO PHARMACEUTICAL AND FERTILIZER PSTF  
Reddy Shri Anantha Venkatarami

**Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:**

- (a) The details of assistance provided to pharmaceutical and public sector fertilizer undertakings during each of the last three years and the current financial year;
- (b) The details of profit/loss earned by these undertakings during the said period;
- (c) The steps taken by the Government to improve the performance of loss-making public sector undertakings; and
- (d) The proposals under consideration to expand/modernize the fertilizer units?

**Answer**

MINISTER OF THE STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI SRIKANT KUMAR JENA)

(a) Details of assistance provided to pharmaceutical and public sector fertilizer undertakings during each of the last three years and the current financial year;

Reply in respect of Pharma CPSUs:

Details of assistance provided to pharmaceutical public sector undertakings during each of the last three years and the current financial years are as under:-

(Rs in crore)

Name of PSU	2006-07	2007-08	2008-09	2009-10
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Hindustan Antibiotics Limited (HAL), Pimpri, Pune	131.69	20.17	10.00	5.79
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Bengal Chemicals & Pharmaceuticals Limited (BCPL), Kolkata	124.19	20.00	20.00	28.61
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Indian Drugs & Pharmaceuticals Limited (IDPL), Gurgaon	-	-	-	-
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Karnataka Antibiotics & Pharmaceuticals Limited (KAPL), Bangaluru	0.95	-	6.15	-
	(through HAL)		(through HAL)	

Rajasthan Drugs & Pharmaceuticals Limited (RDPL), Jaipur - - 2.00 -  
(through IDPL)

Bengal Immunity Limited (BIL), Kolkata - - 2.00 -  
(through BCPL)

# includes assistance provided under Rehabilitation Scheme approved by the Government of India.

Reply in respect of Fertilizers CPSUs:

The details of assistance in the form of Plan/Non-plan loans provided to Fertilizer PSUs are as follows:

Brahmaputra Valley Fertilizer Corporation Ltd:

BVFCL has received plan/non-plan loans for schemes under `Renewal & Replacement` for replacement/ procurement of capital items during last three years and current financial year as given below:-

Year Type of Fund Amount

2006-07 Loan (Plan) Rs. 10 Crores

2007-08 Loan (Plan) Rs. 7.47 Crores  
Loan (Non-Plan) Rs. 20.96 Crores

2008-09 Loan (Plan) Rs. 19.98 Crores

2009-10 Loan (Plan) Rs. 55.34 Crores  
(budgeted)

Fertilizes And Chemicals Travancore Ltd (FACT):.

A grant in aid of Rs.200 Cr. was given in March, 2008 to FACT to enable it to sustain its operation. Further, the allocation details of Plan funds (loans) during the last three years and current year are given below.

Year AMOUNT (Rs.crore)

2006-07 30.00

2007-08 15.00

2008-09 13.00

2009-10 33.515

(budgeted)

**Madras Fertilizers Ltd:**

The details of plan funds (loans) from GOI are as follows:

YEAR AMOUNT (RS. CRORE)

2006-07 9.00

2007-08 9.00

2008-09 12.97

2009-10 96.99  
(budgeted)

**Fertilizers Corporation of India Ltd:**

FCIL, a closed PSU under the Deptt. of Fertilizer has received assistance of Rs. 4.48 Crore once during the last three years, i.e. in the year 2006-07 towards payment of gratuity for training period to Voluntary Separation Scheme (VSS) employees.

(b) Profit/Loss position during last three years

Reply in respect of Pharma CPSUs:

(Rs. in crore)

Name of PSU 2006-07 2007-08 2008-09

IDPL (412.66) (438.88) (443.70)

BCPL (20.07) (10.68) (5.35)

HAL 200.49# (20.71) (22.09)

KAPL 4.19 5.19 6.00

RDPL## 3.11 3.80 0.48

Figures shown in bracket indicate Loss.

# After considering the extraordinary items towards reliefs/concessions received as per the Rehabilitation Scheme approved by BIFR amounting to Rs. 23954.94 lacs.

## Profit before tax

Reply in respect of Fertilizers CPSUs:

Name of Undertaking/Cooperative Net profit(+)/Net loss(-)

2006-07 2007-08 2008-09 2009-10 (Up to Dec.09)

Fertilizer Corporation of India Limited (FCI) (-) 1422.63 (-) 1504.83 #5 800.22 (-) 417.20

Hindustan Fertilizer Corporation Limited(HFC) (-)1065.14 (-) 1101.98 #4841.16 (-) 288.35

Rashtriya Chemicals & Fertilizers Limited (RCF) 148.74 158.15 211.58 165.45

National Fertilizers Limited(NFL) 176.10 108.65 97.46 118.24

Project & Development India Limited (PDIL) 10.05 7.80 14.82 9.26

Fertilizers And Chemicals Travancore Limited (FACT) (-) 124.72 8.97 42.95 (-63.39)

Madras Fertilizers Limited (MFL) (-) 114.78 (-) 134.85 (-) 145.38 (-)51.54

Brahmaputra Valley Fertilizer Corporation Ltd., (BVFCL) (-)62.37 (-) 105.83 (-) 215.04 (-) 104.40

FCI Aravali Gypsum & Minerals India Limited (FAGMIL) 6.31 7.54 9.04 4.93

#Book profit only after prior period adjustments on account of recalculation of the interest payable on Govt. of India loans.

the steps taken by Government to improve the performance of loss-making public sector undertakings:-

Reply in respect of Pharma CPSUs:

Government approved the Rehabilitation Scheme of HAL on 9th March 2006 which inter alia involves Cash Infusion of Rs. 137.59 crore and waiver of past loans and interests thereupon to the extent of Rs. 259.43 crore (as on 31.3.2005). Similarly, Government of India also approved the Revival Scheme of BCPL on 21st December 2006 which inter alia involves Cash Infusion of Rs. 207.19 crore and waiver of past loans and interests thereupon to the extent of Rs. 233.41 crore (as on 31.3.2005).

Apart from the above measures, Government also provided financial assistance to the above mentioned Pharma PSUs for upgradation of their manufacturing facilities WHO-GMP standards and also for setting up manufacturing facilities for Cephalosporin Antibiotics, upgradation of fermentation facilities for manufacture of Erythromycine Thiocyanate, setting up Quality Control laboratories & Integrated R&D Laboratories.

Reply in respect of Fertilizers CPSUs:

The loss making fertilizer PSUs are BVFCL, FACT, MFL, FCIL and HFCL. The Government is taking various steps to improve their

performances.

(d) the proposals under consideration to expand/modernize the fertilizer units?

Various proposals in the Department of Fertilizer are undergoing to expand/modernize following fertilizer units:-

- (i) National Fertilizers Limited (NFL)
- (ii) Madras Fertilizers Limited (MFL)
- (iii) Fertilizers and Chemicals Travancore Limited (FACT)
- (iv) Rashtriya Chemicals & Fertilizers Limited (RCF)
- (v) Bhahmaputra Vally Fertilizers Corporation Ltd., (BFVCL)