

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

STARRED QUESTION NO:74
ANSWERED ON:29.07.2010
`CAPITAL HOLDINGS OF PSUS`
Vasava Shri Mansukhbhai D.

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

- (a) the total capital holdings of the Public Sector Undertakings (PSUs) in the country till December, 2007;
- (b) the rate at which the said capital has increased during the last three years;
- (c) whether a number of PSUs have a large amount of untapped capital holding;
- (d) if so, the details thereof;
- (e) whether these PSUs are unable to utilise their capital for productive purposes; and
- (f) if so, the reaction of the Government alongwith the remedial steps taken in this regard?

Answer

THE MINISTER OF HEAVY INDUSTRIES & PUBLIC ENTERPRISES (SHRI VILASRAO DESHMUKH)

(a)to (f): A statement is laid on the Table of the House.

Statement in reply to Lok Sabha Starred Question No.74 for answer on 29.7.2010 regarding 'Capital Holdings of PSUs' by Hon'ble Member, Shri Mansukh Bhai D. Vasava.

(a) & (b): Based on the information available in the Public Enterprises Survey (2008-09) that was laid in the Parliament on 25.2.2010, the capital holdings in Central Public Sector Enterprises (CPSEs) in terms of 'net worth' and their growth rates, during the last three years, are shown below (Table-1):

Table-1

(Rs. in crore)

Years	Networth /Capital Holding year (%)	Growth rate over the previous year (%)	Net Fixed Assets + Capital Work in Progress	Growth rate over the previous year (%)
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2006-07	454279	14.11	438402#	8.75
2007-08	520968	14.68	490596#	11.91
2008-09	588217	12.91	570173#	16.22

Note: #This excludes loans and advances of financial CPSEs.

(c) to (f): The 'net worth' and 'net fixed assets and capital work in progress' in CPSEs have been very close to each other, during the last three years, both in terms of absolute values as well as their growth rates (Table-1). Utilization of surplus funds by enterprises(including CPSEs), moreover, depends upon their corporate plans, market conditions and the best judgements of their respective managements / Board of Directors. The list of profit making CPSEs showing their capital holdings in terms of 'net worth' as well as utilization of funds in terms of 'net fixed assets' and 'capital work in progress' for the last three years is given at Annex.