

**GOVERNMENT OF INDIA  
AGRICULTURE  
LOK SABHA**

UNSTARRED QUESTION NO:3087  
ANSWERED ON:15.03.2011  
ALLEGED IRREGULARITIES IN DMS  
Jaiswal Shri Gorakh Prasad ;Mahendrasinh Shri Chauhan

**Will the Minister of AGRICULTURE be pleased to state:**

- (a) whether reports of alleged irregularities in Delhi Milk Scheme (DMS) causing huge losses to the institution have come to the notice of the Government during the last three years; and
- (b) if so, the details thereof and the reaction of the Government thereto; and
- (c) the measures taken by the Government so far to make DMS a profit earning institution?

**Answer**

THE MINISTER OF STATE FOR AGRICULTURE AND FOOD PROCESSING INDUSTRIES (SHRI ARUN YADAV)

(a)&(b) DMS has reported losses during the last three years due to the following reasons:

- i) increase in the cost price of raw material, light diesel oil, water, polythene film, electricity and Other consumable.
- ii) Lower capacity utilization of plant.
- iii) The plant and machinery at DMS is old requiring high manpower resulting in higher cost of production.

(c) For improving the profitability of DMS, Government has taken the following steps:

- i) Adopting professional approach in different areas of operation such as marketing, transportation and plant operations for increasing overall efficiency.
- ii) In order to reduce expenditure, packing of milk in Central Dairy is being completed in two shifts against three shifts.
- iii) Modernization of the obsolete plant, machinery and equipment is being undertaken to reduce the cost.