GOVERNMENT OF INDIA STEEL LOK SABHA

UNSTARRED QUESTION NO:1729
ANSWERED ON:16.07.2009
TAKING OVER OF SICK PRIVATE SECTOR STEEL UNITS
Ramasubbu Shri S.

Will the Minister of STEEL be pleased to state:

- (a) whether Steel Authority of India Limited (SAIL) has recently taken over some of the sick private sector steel units in the country;
- (b) if so, the details thereof along with the number of persons absorbed as a result thereof, category-wise;
- (c) where there is a proposal to take over more sick steel units in the country; and
- (d) if so, the details thereof?

Answer

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

(a)&(b): No private sector unit has recently been taken over by the Steel Authority of India Limited (SAIL). However, SAIL has purchased the assets of erstwhile M/s. Malvika Steel Limited, a division of Usha (India) Limited, located at Jagdishpur, Uttar Pradesh, through an auction by the Debt Recovery Tribunal (DRT)-I,Delhi. SAIL has not absorbed any personnel of M/s. Malvika Steel Limited.

(c)&(d): As of now, a proposal to take over Salem works of M/s. Burn Standard Co. Ltd. (a subsidiary of Bhatat Bhari Udyog Nigam Limited (BBUNL), a holding company under the administrative control of Ministry of Heavy Industries and Public Enterprises) is under consideration by SAIL.