

**GOVERNMENT OF INDIA
STEEL
LOK SABHA**

UNSTARRED QUESTION NO:4601
ANSWERED ON:06.08.2009
ACQUIREMENT OF STAKE BY NMDC
Sule Supriya

Will the Minister of STEEL be pleased to state:

- (a) whether the Government has asked the National Mineral Development Corporation (NMDC) to acquire stake in the ailing Kudremukh Iron Ore Company Limited (KIOCL) and has constituted a Committee to suggest ways for similar moves in other Public Sector Undertakings (PSUs);
- (b) if so, whether the Government has received the report of the Committee; and
- (c) if so, the recommendations made therein and the steps being taken by the Government thereon?

Answer

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

(a)to(c): A Committee has been constituted by the Ministry of Steel in May, 2009 to study the structure and functioning of MSTC, FSNL, KIOCL and HSCL and to suggest measures to achieve sustainable profits, enhanced business presence, diversification as well as re-organisation or merger with other companies with a view to optimizing efficiency and profitability. The Committee has not submitted.