

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

UNSTARRED QUESTION NO:705
ANSWERED ON:04.08.2011
CAPITAL HOLDINGS OF PSUs
Dhurve Jyoti

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

- (a) whether the public sector undertakings have huge capital which is not being directly invested in the production work;
- (b) if so, the quantum of the capital with these undertakings by the end of March, 2011;
- (c) the average annual growth rate of this capital during the last three years;
- (d) whether the Government have prepared any policy to invest this extra capital again in the production; and
- (e) if so, the details thereof?

Answer

THE MINISTER OF HEAVY INDUSTRIES & PUBLIC ENTERPRISES (SHRI PRAFUL PATEL)

(a) to (e): The total capital holdings in Central Public Sector Enterprises (CPSEs) in terms of 'net worth' and their annual growth rates during the last three years are shown below (Table 1):
Table 1.

(Rs. incrore)

Years	Net worth	Growth rate (%)	Net Fixed Assets	Growth rate (%)
	(+ capital-work-in Progress)			
2009-10	660245	12.53	677450	18.74
2008-09	587286	12.74	570513	16.29
2007-08	520923	14.71	490615	11.91

Source: Public Enterprises Survey (2009-10).

Table 1.also shows the net fixed assets (+ capital-work-in progress) or the investments made in CPSEs during the last three years. Both these figures are very close to each other in absolute values as well as in terms of growth rates.

Utilisation of capital holdings by the enterprises (CPSEs), moreover, depends upon their corporate plans, market conditions and the best judgment of their respective managements / Board of Directors.