

**GOVERNMENT OF INDIA  
STEEL  
LOK SABHA**

UNSTARRED QUESTION NO:4273

ANSWERED ON:29.08.2011

INVESTMENT ACTIVITIES BY MECON

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

- (a) whether there is any proposal to expand the activities of MECON in new sectors such as power, infrastructure, oil and gas;
- (b) if so, the details thereof;
- (c) the details of the investments made by MECON in each of these sectors during the last three years and the current year;
- (d) the year-wise details of the financial targets of the company and their actual achievement during the said period; and
- (e) the steps taken by MECON to improve their performance during the current financial year?

**Answer**

THE MINISTER OF STEEL (SHRI BENI PRASAD VERMA)

(a)&(b): MECON Ltd. has been rendering engineering consultancy services in sectors like Power, Oil & Gas, and Infrastructure Projects. A reference list of major assignments carried out by MECON in these sectors in the recent past is enclosed at Annexure.

(c) MECON Ltd. being an Engineering Consultancy Organization does not deal in project investments.

(d) The year wise details of financial performance of MECON Ltd. against the targets of the company are as under:

(in Rs. Crore)

Particulars    2008-09    2009-10    2010-11    2011-12

	MoU Target	Actual Target	MoU Target	Actual Target	MoU Target	Actual Target	MoU Target	Actual Target
] (upto June 2011)								
Turnover	405.00	552.44	470.00	604.78	550.00	641.38	632.00	113.13
Total Income	443.04	614.66	515.00	668.86	608.00	689.42	693.00	126.38
Total Expenditure	388.04	528.46	439.10	533.36	513.00	539.94	570.00	105.64
Gross Margin	55.00	86.20	76.00	135.50	95.00	149.48	123.00	20.74
Net Profit Before Tax	35.62	74.76	64.50	124.69	84.08	140.93	114.32	18.63
Net Profit After Tax	30.62	65.88	55.00	82.62	55.49	93.68	76.34	12.59

(e) In order to improve its performance during the current financial year, MECON is making concerted (marketing) efforts for securing more assignments and is in constant touch with prospective clients in various sectors of its operation through Expression of Interest, presentation of MECON's capabilities and personal contacts besides promptly responding to the enquiries directly from the clients.

Moreover, MECON has association with reputed technology providers for the engineering of higher size units of thermal power plant, as well as for Hydel Power Plant and Nuclear Power Plant. Efforts are on for entering into technological tie-up with world leaders in other identified fields.

Annexure

Major Ongoing Consultancy Assignments – Power

Sl.No. Description

1. 2 X 500 MW Thermal Power Project of NLC Tamil Nadu Power Ltd. (NTPL) at Tuticorin
2. 2 X 120 MW Expansion of CPP for National Aluminium Company, Angul, Orissa
3. 1 X 250 MW Thermal Power Project for NLC at Bithnok.
4. 1 X 500 MW Captive TPP for JSW Steel Ltd., Toranagallu (post award services)
5. CPPs of SAIL plants, NALCO, BPSCL, etc.

Major Ongoing Consultancy Assignments - Oil & Gas

Sl.No. Description

1. Project management & consultancy for different projects like Sawana tap off for Nangal pipeline project (500 km), Kochi-Koottanad-Bangalore-Mangalore pipeline project (1115 km), Karanpur-Moradabad-Kashipur-Rudrapur pipeline project (160 km), spurlines for Bawana-Nangal pipeline project (270 km) and others for GAIL Ltd.
2. Engineering & PMC services for different projects like city gas distribution & CNG project for Pune-Pimpri-Chinchwad-Hyderabad-Kakinada for MNGL
3. Detailed engineering & consultancy services for construction of oil terminal at Ennore for HPCL, Mumbai

Major Ongoing Consultancy Assignments - Infrastructure

Sl.No. Description

1. COD at Agra, Jabalpur and Kanpur
2. Project Seabird at Karwar
3. 100 MLD SW-RO Desalination Plant at Nemmeli, Chennai
4. BARC - Rare Earth Material Plant