GOVERNMENT OF INDIA STEEL LOK SABHA

UNSTARRED QUESTION NO:6358 ANSWERED ON:06.05.2013 NMDC PROJECTS IN CHHATTISGARH Patle Kamla Devi

Will the Minister of STEEL be pleased to state:

(a) whether the National Mineral Development Corporation (NMDC) earns maximum profits through iron ore mining in the State of Chhattisgarh and if so, the details thereof;

(b) whether Chhattisgarh receives adequate share of royalty from the Government in ratio of the profits earned by NMDC by exploiting the mineral resources of the region and if so, the details thereof and if not, the reasons therefor;

(c) whether the State Government of Chhattisgarh has received funds allocated by NMDC for the local area development under the corporate social responsibility scheme;

(d) if so, the details thereof and if not, the reasons therefor including the total funds allocated to Chhattisgarh during each of the last three years and the current year; and

(e) whether the Government proposes to consider the proposal for setting up a regional office in Raipur and if not, the reasons therefor?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF STEEL (SHRI BENI PRASAD VERMA)

(a) Yes, Madam. NMDC is earning profits through iron ore mining in the State of Chhattisgarh. The details of Profit Before Tax (PBT) of NMDC and the share of Bailadila sector, Chhattisgarh in the PBT of NMDC for the last three years are as below:

Sl No. Particulars 2009-10 2010-11 2011-12

(1) Profit Before Tax (PBT) (Rs in Crores)

(i) NMDC as a whole 5207.32 9727.17 10759.47

(ii) Share of Bailadila Sector (CG) 3391.68 7120.21 7391.49

(2) Share of Bailadila Sector as %age 65% 73% 69%

(b) The details of royalty paid to the State Government of Chhattisgarh by the NMDC during the last three years are given below:

(Rs. in crore)

Royalty & Cess Cess paid by NMDC in the Royalty & Cess paid paid by NMDC State of Chhattisgarh by NMDC in the State of Chhattisgarh

2009-10 360.61 300.74 83 %

2010-11 931.76 802.14 86 %

2011-12 1022.61 847.78 83 %

(c)&(d) Works proposed by the State Government of Chhattisgarh, which are in line with the plan and policies of NMDC's Corporate Social Responsibility (CSR) are taken up by NMDC in partnership mode for the Local Area Development. Apart from these, NMDC also plans & implements various CSR initiatives. The actual expenditure on CSR spent for Chhattisgarh by NMDC during the year 2009- 10 to 2012-13 is as follows:

(Rs. in crores) Year Overall Expenditure Amount Spent for Chhattisgarh on CSR 2012-13 101.10 91.56 2011-12 86.72 73.06 2010-11 62.23 53.43 2009-10 83.07 61.22

(e) NMDC already has its office in Raipur, Chhattisgarh.