

**GOVERNMENT OF INDIA  
STEEL  
LOK SABHA**

UNSTARRED QUESTION NO:1621  
ANSWERED ON:16.12.2013  
NATIONAL MINERAL DEVELOPMENT CORPORATION  
Viswanathan Shri P.

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

- (a) whether the sales and net profit of National Mineral Development Corporation (NMDC) has reduced drastically over the years;
- (b) if so, the details thereof for the last three years and the reasons therefor;
- (c) whether the Government has taken any steps to improve the profit and also the turnover of NMDC; and
- (d) if so, the details thereof and the targets fixed for the next three years and the steps taken in this regard?

**Answer**

THE MINISTER OF STEEL (SHRI BENI PRASAD VERMA)

(a)&(b): The details of the performance of the company over the last three years are given below :-

S1.

No.	Particulars	2010-11	2011-12	2012-13
1.	Sales (QTY IN LMT)	263.15	273.01	262.74
2.	Sales (RS. IN CRORES)	11368.94	11261.89	10704.27
3.	Net Profit (RS. IN CRORES)	6499.22	7265.39	6342.37

The sales and net profit of NMDC Ltd. have consistently increased year by year, except 2012-13. The decrease in the sales and net profit of NMDC during 2012-13 was on account of recessionary conditions prevailing in the national and international market resulting in drop in the price of iron ore in both international and national market. As per the Hon'ble Supreme Court's judgement, the company's expenditure in the year 2012-13 increased by Rs.337.13 crores being 10% of the sales proceeds at Donimalai Sector towards contribution to SPV in Karnataka.

(c)&(d): Iron ore Mining is a deregulated sector and Government does not interfere in the Commercial Activities of NMDC Ltd.