

**GOVERNMENT OF INDIA  
CHEMICALS AND FERTILIZERS  
LOK SABHA**

UNSTARRED QUESTION NO:1455

ANSWERED ON:02.12.2014

SETTING UP OF PCPIR

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**Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:**

(a) whether the Government has received the proposals from various States to set up Petroleum; Chemicals and Petrochemicals Investment Region Project (PCPIR).

(b) if so, the details of action taken thereon so far, State/UT-wise;

(c) the necessary viability gap funding through existing schemes; and

(d) the time by which the PCPIR is likely to be made functional?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI HANSRAJ GANGARAM AHIR)

(a) & (b): Yes Sir, the Government has approved four PCPIRs in the States of Andhra Pradesh (Vishakhapatnam- Kakinada), Gujarat (Dahej), Odisha (Paradeep) and Tamil Nadu (Cuddalore - Nagapattinam). These are infrastructure driven projects.

(c): The Government provides necessary funding in creation or upgradation of physical infrastructure linkage to the PCPIR to make such projects viable, through Viability Gap Funding (VGF), as well as budget support for creation of these linkages.

The funding approved by the Cabinet Committee on Economic Affairs (CCEA) is as follows:-

(Rs. In crore)

	Andhra Pradesh	Gujarat	Odisha	Tamil Nadu	Total
VGF	1206.80	80.50	716.00	1143.00	3146.30
Budgetary Support	Nil	Nil	Nil	1500.00	1500.00
Grand Total	1206.80	80.50	716.00	2643.00	4646.30

(d): The four PCPIRs are at different stages of implementation. The PCPIRs are projects with long gestation periods in which investment by processing units takes place in a gradual manner and it may take 15-20 years to be fully functional.