

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

UNSTARRED QUESTION NO:2681  
ANSWERED ON:09.12.2014  
SURPLUS CAPITAL WITH PSUS  
Dubey Shri Nishikant

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

- (a) whether huge amount of surplus capital is lying unproductive with certain Public Sector undertakings (PSUs);
- (b) if so, the details thereof PSU-wise and the reasons thereof; and
- (c) the corrective measures proposed to be taken by the Government in this regard?

**Answer**

THE MINISTER OF STATE FOR HEAVY INDUSTRIES & PUBLIC ENTERPRISES  
(SHRS G.M.SIDDESHWARA)

(a) & (b) : As per information available in the Public Enterprises Survey 2012-13, that was laid in the Parliament on 20.02.2014, all Central Public Sector Enterprises (CPSEs) taken together have total cash & bank balance of Rs. 2,66,599.79 cro.e. CPSE wise details of cash and bank balances are available in Public Enterprises Survey 2012-13. These cash and bank balances are used by CPSEs for various commercial purposes including payment of dividend and tax, discharge of liabilities, working capital, capital expenditure, expansion, modernization, acquisition, operational expenditure, deposit with banks/mutual Funds etc.

(c) Decisions on investment of funds in various projects, expansion, diversification, joint ventures, subsidiaries etc. are taken by the Board of the CPSEs as per laid down policy. Capital Expenditure (CAPEX) has been included as one of the parameter in Memorandum of Understanding (MoU) Guidelines 2015-16. Under which annual targets for CPSEs for different financial & non-financial parameters are fixed. The parameter `CAPEX` has been included for those CPSEs which have accumulated cash surpluses and there is a need/demand for capacity addition and the Management considers it as necessary/viable