

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:5186

ANSWERED ON:24.04.2015

DISINVESTMENT

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Will the Minister of FINANCE be pleased to state:

- (a) the details of disinvestment of Public Sector Undertakings made, targets achieved, failure encountered along with the reasons for the said failure during the last three years and current year;
- (b) whether Government proposes to revamp/fine tune disinvestment policies to achieve expected disinvestment targets in future, if so, the details thereof;
- (c) the proposed disinvestment targets fixed for PSUs along with the strategy devised to meet the targets during the year 2015-16;
- (d) whether the Government plans to include Maharatna and Navratna PSUs BSNL, Air India along with Steel plants in the disinvestment list, if so, the details thereof and the reasons therefor;
- (e) whether the receipts from the disinvestment of Government stake in PSUs are transferred to the National Investment Fund (NIF); and
- (f) if so, the details of funds transferred thereof during the last three years and current year, along with the purpose of the said transfers?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI JAYANT SINHA)

(a) The details of the Central Public Sector Enterprises (CPSEs) disinvested by the Government during the last three years and current year is shown in the tables below.

Table 1: Disinvestment in Financial Year 2015-16

S.No.	Name of CPSE	Receipts (in Rs. crore)
1.	Rural Electrification Corporation Ltd. (REC)	1,610.00
	Total	1,610.00
	Target (Budget Estimate#)	41,000

Excluding budgeted receipts from Strategic Disinvestment

Table 2: Disinvestment in Financial Year 2014-15

S.No.	Name of CPSE	Receipts (in Rs. crore)
1.	SAIL	1,719.54
2.	Coal India Ltd. (CIL)	22,557.63
	Total	24,277.17
	Target (Budget Estimate#)	36,925.00

Excluding budgeted receipts from disinvestment of Government stake in Non-Government companies

Table 3: Disinvestment in Financial Year 2013-14

S.No.	Name of CPSE	Receipts (in Rs. crore)
1.	Hindustan Copper Ltd. (HCL)	259.56
2.	ITDC Ltd.	30.17
3.	MMTC Ltd.	571.71
4.	National Fertilizers Ltd. (NFL)	101.08
5.	State Trading Corporation Ltd. (STC)	4.54
6.	Neyveli Lignite Corporation Ltd. (NLC)	358.21

7 Engineers India Ltd. (EIL)	497.32
8. Indian Oil Corporation Ltd. (IOCL)	5,341.49
9. CPSE-Exchange Traded Fund	3,000
10. National Hydroelectric Power Corporation (NHPC)	2,131.28
11. Power Grid Corporation of India Ltd. (PGCIL)	1,637.32
12. Bharat Heavy Electricals Ltd. (BHEL)	1,886.78
Total	15,819.46
Target (Budget Estimate)	40,000

Table 4: Disinvestment in Financial Year 2012-13

S.No.	Name of CPSE	Receipts (in Rs. crore)
1.	National Building Construction Corporation	124.97
2.	Hindustan Copper Ltd.	807.03
3.	NMDC Ltd.	5,973.27
4.	Oil India Ltd.	3,141.51
5.	NTPC Ltd.	11,457.54
6.	Rashtriya Chemicals and Fertilizers Ltd. (RCF)	310.15
7.	National Aluminium Company Ltd. (NALCO)	627.84
8.	Steel Authority of India Ltd. (SAIL)	1,514.50
	Total Receipts in FY 2012-13	23,956.81
	Target (Budget Estimate)	30,000

The disinvestment receipts have fallen short of target in the last three years. Actual disinvestment of CPSEs depends on market conditions and policy considerations.

(b) and (c) The Budget Estimate for disinvestment in 2015-16 is Rs.69,500 crore comprising Rs.41,000 crore from disinvestment of CPSEs and Rs.28,500 crore from "strategic disinvestment". In order to attain the stiff disinvestment target of 2015-16, the Government is making efforts to fast track the disinvestment approval process.

(d) At this time, there is no proposal to disinvest BSNL and Air India. Disinvestment in SAIL took place in 2014-15 and there is no proposal to further disinvest SAIL in the current financial year. Disinvestment of 10% equity in Rashtriya Ispat Nigam Limited was part of the Action Plan of Disinvestment for 2014-15, which however did not fructify in that year.

(e) Yes sir.

(f) The details of the funds transferred to the NIF during the last three years and current year along with the purpose of the said transfer are given in the table below.

Table 1: Funds transferred to the National Investment Fund (NIF)

Year	Amount transferred to NIF	Purpose of transfer
2012-13	Rs.23,933.74 crore	Used for the following schemes - Jawarharlal Nehru National Urban Renewal Mission (JNNURM), Accelerated Irrigation Benefits Programme (AIBP), Rajiv Gandhi Gramin Viduytikaran Yojana (RGVY) and National Rural Employment Guarantee Scheme (NREGS)
2013-14	Rs.17,634.38 crore	Used for Capital expenditure on Railways (Provisional)
2014-15	Rs.31,353.30 crore	Rs. 30,100 crore for Railways and (Revised Estimate) Rs.1,253.30 crore for investment in Public Sector Banks and Insurance Companies
2015-16	No transfer	has been effected till now