

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

UNSTARRED QUESTION NO:498
ANSWERED ON:14.07.2014
BHARAT HEAVY ELECTRICALS LIMITED
Gandhi Shri Dilip Kumar Mansukhlal

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

- (a) the manufacturing capacity of Bharat Heavy Electricals Limited (BHEL) during each of the last three years;
- (b) whether BHEL proposes to enhance its operational capacity including setting up of certain new power projects and if so, the details thereof;
- (c) whether the lack of management capacity in BHEL is considered to be a major obstacle in achieving targets; and
- (d) if so, the corrective steps being taken by the Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
(SHRI PON. RADHAKRISHNAN)

(a): The manufacturing capacity / capability of Bharat Heavy Electricals Limited (BHEL) to deliver main power plant equipment during 2011-12, 2012-13 and 2013-14 is as follows:

2011-12	2012-13	2013-14
15,000 MW p.a.	20,000 MW p.a.	20,000 MW p.a.

(b) : BHEL has already expanded its manufacturing capacity / capability of main power plant equipment to 20,000 MW p.a. and is not contemplating any further enhancement in this regard.

BHEL contributes in the setting up of different power projects for various project developers / customers / Utilities by way of its role as manufacturer / supplier of main plant equipment/ package, and also as an Engineering, Procurement and Construction (EPC) contractor. As such, the Company on its own does not play the role of a power project developer.

However, the company has entered into a joint venture for setting up the new power project through business alliance and equity participation in Karnataka.

(c) : No, Madam. The managerial capacity & capabilities in BHEL are adequate and there is no such obstacle.

(d) : Does not arise in view of (c) above.