

**GOVERNMENT OF INDIA  
MINISTRY OF RAILWAYS**

**LOK SABHA  
UNSTARRED QUESTION NO.5079  
TO BE ANSWERED ON 24.07.2019**

**CORPORATIZATION OF PRODUCTION UNITS**

**†5079. SHRI DEEPAK BAIJ:**

**SHRI SU.THIRUNAVUKKARASAR:**

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

- (a) whether the Government is considering to corporatise some production units of Railways and if so, the details thereof;**
- (b) whether these are currently unable to function according to their capacity;**
- (c) if so, whether some changes would be made in the service conditions of those employees if the said units are converted into corporation;**
- (d) the details of those production units which are under consideration for conversion into corporation along with the total number of workers/ labourers currently working in them; and**
- (e) whether these units are in deficit or in profits and if so, the details thereof?**

**ANSWER**

**MINISTER OF RAILWAYS AND COMMERCE & INDUSTRY  
( SHRI PIYUSH GOYAL )**

**(a) to (e) A statement is laid on the Table of the House.**

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**STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF UNSTARRED QUESTION NO. 5079 BY SHRI DEEPAK BAIJ AND SHRI SU.THIRUNAVUKKARASAR TO BE ANSWERED IN LOK SABHA ON 24.07.2019 REGARDING CORPORATIZATION OF PRODUCTION UNITS.**

**(a) Government has envisaged preparation of an action plan for corporatization of the Rolling Stock Production Units. Existing Production Units are expected to become part of this structure in a phased manner. This is expected to be attended with the following benefits:**

- (i) State-of-the-art technology and modernization**
- (ii) Managerial autonomy**
- (iii) Superior operational efficiency due to better Management practices**
- (iv) Export capability**
- (v) Increase MSME business**
- (vi) Employment generation**
- (vii) Better benefits to employees**
- (viii) Making India an international hub for rolling stock manufacturing.**
- (ix) Attract investments.**

**(b) As against total capacity of 500 locomotives and 4200 coaches, Production Units manufactured 734 locomotives and 6076 coaches in the year 2018-19. This shows that the performance of these Units is very good.**

**(c) No final decision has been taken in this regard. However, if at all changes are to be made, these changes shall provide better benefits to employees as compared to existing scenario. The process will involve discussions with all stakeholders including employees.**

**(d) The total number of employees currently working in Production Units as on 01/07/2019 are as under:**

<b>Production Units</b>	<b>No of Employees</b>
<b>Integral Coach Factory (ICF), Chennai</b>	<b>9940</b>
<b>Rail Coach Factory (RCF), Kapurthala,</b>	<b>7581</b>
<b>Modern Coach Factory (MCF), Raebareli</b>	<b>2198</b>
<b>Chittaranjan Locomotive Works (CLW), Chittaranjan</b>	<b>10955</b>
<b>Diesel Locomotive Works (DLW), Varanasi</b>	<b>5798</b>
<b>Diesel Loco Modernisation Works (DMW), Patiala</b>	<b>3368</b>
<b>Rail Wheel Factory (RWF), Bangalore</b>	<b>1556</b>

**(e) The question of deficit or profit does not arise as Railway Production Units almost entirely work for railway's internal requirement on transfer cost basis.**

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