

**MINISTRY OF STEEL**

DEMAND NO. 93

Ministry of Steel

*(In ₹ crores)*

	Actual 2015-2016			Budget 2016-2017			Revised 2016-2017			Budget 2017-2018		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Gross	31.90	...	31.90	85.62	...	85.62	328.11	110.00	438.11	44.14	...	44.14
Recoveries	-0.01	...	-0.01	...	...	...	...	...	...	...	...	...
Receipts	...	...	...	...	...	...	...	...	...	...	...	...
<b>Net</b>	<b>31.89</b>	...	<b>31.89</b>	<b>85.62</b>	...	<b>85.62</b>	<b>328.11</b>	<b>110.00</b>	<b>438.11</b>	<b>44.14</b>	...	<b>44.14</b>
A. The Budget allocations, net of recoveries, are given below:												
<b>CENTRE'S EXPENDITURE</b>												
<b>Establishment Expenditure of the Centre</b>												
1. Secretariat	21.26	...	21.26	26.06	...	26.06	24.54	...	24.54	28.49	...	28.49
<b>Central Sector Schemes/Projects</b>												
2. Scheme for Promotion of Research and Development in Iron and Steel sector	10.26	...	10.26	15.00	...	15.00	15.00	...	15.00	15.00	...	15.00
<b>Other Central Sector Expenditure</b>												
<b>Public Sector Undertakings</b>												
3. Interest Subsidy to Hindustan Steelworks Construction Limited for loans raised for implementation of VRS	...	...	...	44.05	...	44.05	88.10	...	88.10	...	...	...
4. Financial Restructuring of HSCL	...	...	...	...	...	...	200.00	110.00	310.00	...	...	...
<b>Total-Public Sector Undertakings</b>	...	...	...	<b>44.05</b>	...	<b>44.05</b>	<b>288.10</b>	<b>110.00</b>	<b>398.10</b>	...	...	...
<b>Others</b>												
5. Other Programmes	0.38	...	0.38	0.51	...	0.51	0.47	...	0.47	0.65	...	0.65
6. Actual Recovery	-0.01	...	-0.01	...	...	...	...	...	...	...	...	...
<b>Total-Others</b>	<b>0.37</b>	...	<b>0.37</b>	<b>0.51</b>	...	<b>0.51</b>	<b>0.47</b>	...	<b>0.47</b>	<b>0.65</b>	...	<b>0.65</b>
<b>Total-Other Central Sector Expenditure</b>	<b>0.37</b>	...	<b>0.37</b>	<b>44.56</b>	...	<b>44.56</b>	<b>288.57</b>	<b>110.00</b>	<b>398.57</b>	<b>0.65</b>	...	<b>0.65</b>
<b>Grand Total</b>	<b>31.89</b>	...	<b>31.89</b>	<b>85.62</b>	...	<b>85.62</b>	<b>328.11</b>	<b>110.00</b>	<b>438.11</b>	<b>44.14</b>	...	<b>44.14</b>

(In ₹ crores)

	Actual 2015-2016			Budget 2016-2017			Revised 2016-2017			Budget 2017-2018		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
<b>B. Developmental Heads</b>												
<b>Economic Services</b>												
1. Industries	10.64	...	10.64	59.56	...	59.56	303.57	...	303.57	15.65	...	15.65
2. Secretariat-Economic Services	21.25	...	21.25	26.06	...	26.06	24.54	...	24.54	28.49	...	28.49
3. Loans for Engineering Industries	...	...	...	...	...	...	...	110.00	110.00	...	...	...
<b>Total-Economic Services</b>	<b>31.89</b>	...	<b>31.89</b>	<b>85.62</b>	...	<b>85.62</b>	<b>328.11</b>	<b>110.00</b>	<b>438.11</b>	<b>44.14</b>	...	<b>44.14</b>
<b>Grand Total</b>	<b>31.89</b>	...	<b>31.89</b>	<b>85.62</b>	...	<b>85.62</b>	<b>328.11</b>	<b>110.00</b>	<b>438.11</b>	<b>44.14</b>	...	<b>44.14</b>
<b>C. Investment in Public Enterprises</b>												
1. Steel Authority of India Limited	...	6034.00	6034.00	...	6000.00	6000.00	...	4000.00	4000.00	...	3500.00	3500.00
2. Rashtriya Ispat Nigam Limited	...	1493.28	1493.28	...	1678.00	1678.00	...	1373.20	1373.20	...	1891.65	1891.65
3. Hindustan Steelworks Constructions Limited	...	38.08	38.08	...	...	...	...	50.32	50.32	...	40.00	40.00
4. NMDC Limited	...	3679.02	3679.02	...	3964.00	3964.00	...	3909.00	3909.00	...	5174.00	5174.00
5. KIOCL Limited	...	1873.66	1873.66	...	500.00	500.00	...	1983.02	1983.02	...	1800.00	1800.00
6. Manganese Ore India Limited	...	71.67	71.67	...	139.53	139.53	...	198.68	198.68	...	159.65	159.65
7. MECON Limited	...	10.03	10.03	...	5.00	5.00	...	15.00	15.00	...	5.00	5.00
8. MSTC Limited	...	50.30	50.30	...	10.00	10.00	...	44.51	44.51	...	32.79	32.79
9. Ferro Scrap Nigam Limited	...	26.63	26.63	...	12.00	12.00	...	31.21	31.21	...	34.62	34.62
<b>Total</b>	...	<b>13276.67</b>	<b>13276.67</b>	...	<b>12308.53</b>	<b>12308.53</b>	...	<b>11604.94</b>	<b>11604.94</b>	...	<b>12637.71</b>	<b>12637.71</b>

1. **Secretariat:** Provision is for Secretariat expenditure of the Ministry of Steel.

2. **Scheme for Promotion of Research and Development in Iron and Steel sector:** Under this scheme, financial assistance is provided to pursue R&D projects of national importance.

3. **Interest Subsidy to Hindustan Steelworks Construction Limited for loans raised for implementation of VRS:** For payment of interest on loans raised from banks for implementation of Voluntary Retirement Scheme (VRS). HSCL has availed term loans from three commercial banks, namely SBI ₹ 209.82 crore, Vijaya Bank ₹ 50.00 crore and ICICI Bank ₹ 258.54 crore totalling to ₹ 518.36 crore for funding VRS as

per the restructuring plan approved by the competent authority in the year 1999. These loans were provided with Government Guarantee for both the principal as well as the interest accruing thereon.

4. **Financial Restructuring of HSCL:** The Cabinet has approved the financial restructuring of HSCL in its meeting held on 25.05.2016, Accordingly, in RE 2016-17 ₹ 110 crore has been provided for VRS liabilities of HSCL on the basis of Supreme Court judgement as Loan and ₹ 200 crore for repayment of Bank Loans as grant, totalling to ₹ 310 crore to settle the balance sheet of HSCL before it is taken over by NBCC.

5. **Other Programmes:** These include establishment expenses on office of the Development Commissioner for Iron & Steel (DCI&S), Kolkata and provision for Awards to Distinguished Metallurgists given annually.