

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
DEPARTMENT OF HEAVY INDUSTRY

RAJYA SABHA
UNSTARRED QUESTION NO.40
TO BE ANSWERED ON 16.11.2016

Failure in procurement provision of raw material from MSEs by CPSUs

40. SHRI VIVEK GUPTA:

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

- (a) whether it is a fact that many Central Public Sector Undertakings (CPSUs) have violated the provision of procuring 20 per cent of their total raw material from Micro and Small Enterprises (MSEs);
- (b) if so, reasons and details of the Central Public Sector Undertakings (CPSUs) who have violated the provision;
- (c) whether Government has taken any action against the Central Public Sector Undertakings (CPSUs) who have violated the provision; and
- (d) if so, details thereof and if not, the reasons therefor?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI BABUL SUPRIYO)

(a) to (d): Development Commissioner, Micro, Small & Medium Enterprises, have informed that out of the data reported by 105 Central Public Sector Undertakings (CPSUs), 53 CPSUs have achieved more than 20% procurement from MSEs in the year 2015-16. The names of the CPSUs who have not completed with the 20% requirements are annexed.

Under the Public Procurement Policy for Micro and Small Enterprises Order, there is no provision for penal punishment against the defaulting procuring agencies. However, Department of Public Enterprises have issued instructions regarding penalization upto 1 mark at the time of annual evaluation of MoU of the CPSUs who fail to achieve the 20% mandatory procurement as per the provisions of the Public Procurement Policy.

ANNEXURE

Name of CPSUs who have procured less than 20% of total procurement from MSE in 2015-16

S.No.	Name of CPSUs
1.	RITES Ltd.
2.	National Handicapped Finance & Devp. Corpn.
3.	Andaman & Nicobar Island Forest & Plant Dev. Corpn. Ltd.
4.	NMDC Ltd.
5.	Mangalore Refinery & Petrochemicals Ltd.
6.	Bridge & Roof Co. (India) Ltd.
7.	Mazagon Dock Ltd. (P)
8.	Hindustan Aeronautics Ltd. (P)
9.	Bharat Dynamics Ltd. (P)
10.	BEML Ltd. (P)
11.	Moil Ltd. (P)
12.	Rajasthan Drugs & Pharmaceuticals Ltd.
13.	Mishra Dhatu Nigam Ltd.
14.	NTPC Ltd.
15.	Karnataka Antibiotics & Pharmaceuticals Ltd.
16.	FCI Aravali Gypsum & Minerals (India) Ltd.
17.	NHPC Ltd.
18.	Power Finance Corporation
19.	Hindustan Newsprint Ltd.
20.	THDC Ltd.
21.	Export Credit Guarantee Corpn. Of India Ltd.
22.	Indian Rare Earths Ltd.
23.	Mineral Exploration Corporation Limited
24.	Hindustan Copper Ltd.
25.	Rashtriya Ispat Nigam Ltd.
26.	Fertilizers & Chemicals (Travancore) Ltd.
27.	North Eastern Electric Power Corporation Ltd.
28.	State Trading Corporation of India Ltd.
29.	BBJ Construction Company Ltd.
30.	Engineering Projects (India) Ltd.
31.	India Trade Promotion Organisation
32.	Oil & Natural Gas Corporation Ltd.
33.	Numaligarh Refinery Ltd.
34.	Balmer Lawrie & Co. Ltd.
35.	Oil India Ltd.
36.	Housing & Urban Dev. Corpn. Ltd.
37.	M.S.T.C. Ltd.
38.	Coal India Ltd.
39.	Cochin Shipyard Ltd.
40.	Fresh & Healthy Enterprises Ltd.
41.	National Fertilizers Ltd.
42.	India Tourism Dev. Corpn. Ltd.
43.	NHDC Ltd.
44.	Power Grid Corporation of India Ltd.
45.	SAIL Refractory Company Ltd.
