

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

**RAJYA SABHA**  
**UNSTARRED QUESTION NO. 676**  
**TO BE ANSWERED ON 08.02.2017**

**Concession and exemption given to PSUs**

676. DR. K.V.P. RAMACHANDRA RAO:

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

- (a) whether it is a fact that in spite of excise duty, customs duty and several other concessions and exemptions, certain PSUs are making losses, if so, the details thereof; and  
(b) PSU-wise concessions and exemptions given during last two years in financial-terms?

**ANSWER**

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

(a) No, Sir. So far as the Central Public Sector Enterprises (CPSEs) under the Department of Heavy Industry (DHI) is concerned, they are incurring losses due to number of factors such as poor order book, shortage of working capital, surplus manpower, obsolete plant and machinery and difficulty to adjust to changing market conditions etc.

(b) The details of concessions and exemptions in r/o of CPSEs under DHI are as follows:

- Cement Corporation of India (Rajban Unit in Himachal Pradesh) has been availing 100% excise duty exemption since 2010. It has availed excise duty concession amounting to Rs.7.37 crore and Rs.9.02 crore in the year 2014-15 and 2015-16 respectively.
- Hindustan Paper Corporation Ltd. was in receipt of grant for meeting its additional operational costs on account of transportation. It has availed grant amounting to Rs.83.50 crore and Rs.50.00 crore during 2015-16 and 2016-17 respectively.

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