

Status of C&AG Commercial paragraphs as on 31.12.2022 in respect of MHI

| Ministry of Heavy Industries (present status of Pending Audit Paras) | | | | | | | |
|--|-------------------------------------|--|---|----------------------------------|----------------------------------|---|--|
| Sl. No. | Name of the CPSE | Report No & Audit Para No | Gist of the subject | 1 st ATN furnished on | 2 nd ATN furnished on | Vetting remark of C&AG received on | Present Status |
| 1. | Hindustan Paper Corporation Limited | Report No.21/2015, Para 1.7- Idle Investment. | The company lost the opportunity of saving in operating cost of Rs.4.35 crore annually on consumption of coal besides blocking its fund of Rs.22.07 crore for over 6 years due to delay in commissioning of AFBC Boiler at Cachar Paper Mill. | 23.06.2016 | 29.12.2021 | 13.12.2021 | Revised ATN has been sent to Lok Sabha Sectt. on 29.12.2021. Not to pursue the ATN as advised by the Audit. |
| 2. | Sambhar Salts Limited | Report No.21 of 2015, Para 1.8 - Unfruitful investment in salt refinery. | An amount of Rs.2,10,09,976/- was to be recovered against the contractor Pandian Engg. Ind. | 23.05.2016 | 23.03.2022. | Third vetting remark received (Covering letter is not received) | Reply under submission |
| 3. | Bharat Heavy Electricals Limited | Report 29 of 2017-18- Competiveness of BHEL in Emerging Market. | There was short fall in achievement of corporate plan targets and there was dependency on power sector and inappropriate steps in order to diversify in other potential growth area. There was failure to bridge technological gaps through in-house R&D Activities and Technology tie-ups. | 15.06.2022 | 21.07.2023. | 13.04.2023 | Revised ATN has been sent on 21.7.2023 to the Lok Sabha Secretariat. |

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| 4. | Bharat Heavy Electricals Limited | Report No.13 of 2019, Para 4.1 Undue benefit to employees towards Late Night Snacks Allowance | BHEL extended undue benefit to its employees towards payment of Late Night Snacks Allowance to the tune of Rs.16.69 crore, in violation of the Guidelines of DPE as well as its on Personnel Policy | 08.06.2021 | 07.09.2022 | 10.06.2022 | As desired by Audit, ATN has been sent to Lok Sabha Sectt. & C&AG on 07.09.2022. |
| 5. | Bharat Heavy Electricals Limited | Report 18 of 2020, Para 6.1 compliance on loss due to non-performance under a contract | Loss of Rs.28.35 crore due to non-performance under a contract of Union Government (Commercial) | 30.03.2022 | 31.03.2023 | 06.06.2023 | Admn. Div has furnished revised ATN on 26.9.2023. |
| 6. | Heavy Engineering Corporation Limited | Report No.18 of 2020, Para No.6.3-Land and Township Management(HEC). | Audit has pointed out that company does not have any profitable plan to utilize the remaining available land of 942.20 acres of land available with HEC. Non-recovery of Rs.75.30 crore from Government of Jharkhand due to encroachment of land. Non-realization of Rs.48.92 crore from GRSE, non-renewal of lease with NIFFT and un-authorised occupation etc. | 28.02.2022 | 24.08.2022 | 10.10.2022 | Reply under submission. |

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| 7. | Tunga-bhadra Steel Product Ltd | Report No.18 of 2020, Para 6.4-Avoidable payment of income tax | Avoidable payment of income tax: incorrect treatment of waiver of Government of India loan and other liabilities in the books of accounts by Tungabhadra Steel Products Limited resulted in avoidable payment of income tax of Rs.55.38 crore and further tax liability of Rs.41.18 crore. | 28.02.2022 | | 29.03.2022 | Admn. Div may indicate the further action taken. |
| 8. | Bharat Heavy Electricals Limited | Report No.14 of 2021, Para 5.1, Avoidable loss of Rs.13.69 crore due to laxities in supply of ACEMU Traction Electrics Multiple Unit. | Bharat Heavy Electricals Limited suffered a loss of Rs.13.69 crore due to laxity in supply of complete set of Alternate Current Electrical Multiple Unit. | 31.05.2022 | 05.09.2022 | 06.12.2022 | Admn. Div sought information from BHEL on 11.9.2023. |
| 9. | Bharat Heavy Electricals Limited | Report No. 14 of 2021, Para 5.2 Non-safeguarding of financial interest resulted in additional burden towards payment of safeguard duty. | The Management has constituted across Functional Team to look into the irregularities and deficiencies in the procurement of PV modules which has concluded that there was no negligence or laps on the part of officials involved in the procurement process and the entire process was carried in conformity with the NIT as framed and with purchase policy Guidelines. | 17.01.2022 | 05.09.2022 | 3.10.2023 | Admn. Division is examining the matter. |

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| 10. | Heavy Engineering Corporation Limited | Report No.14 of 2021, Para 5.3 Loss due to failure of HECL to ensure guaranteed availability of dragline 14 | HEC supplied three draglines to NCL which were commission in May, 2014(HMB-13), January 2016(HMB-15) and May, 2019(HMB-15)/ HEC was unable to ensure he guaranteed availability of two draglines, HMB-13 and HMB-14 and consequently NCL encashed (25.09.2019) four bank guarantees valuing 32.74 crore. | 13.09.2022 | 12.01.2023 | 23.03.2023 | Reply under submission. |
| 11 | Heavy Engineering Corporation Limited | Report No.14 of 2021, Para 5.4 Infructuous expenditure on technical audit | HEC entered into two technology transfer contracts including technical audit, without assurance of funds/in anticipation of getting manufacturing orders. Non-availability of funds and orders resulted in infructuous expenditure of Rs.12.47 crore (Rs.6.74 crore to CNITMASH, Russia and Rs.5.73 crore to OKBM, Russia) on technical audit. | 13.09.2022 | 12.01.2023 | 23.03.2023 | Reply under submission. |