

**GOVERNMENT OF INDIA
STEEL
LOK SABHA**

UNSTARRED QUESTION NO:1777
ANSWERED ON:05.12.2005
LOSSES INCURRED BY IISCO
Jha Shri Raghunath

Will the Minister of STEEL be pleased to state:

- (a) whether Indian Iron and Steel Company (IISCO) Burnpur has suffered heavy losses on account of short receipt of coal Chinakuri Colliery of the Eastern Coal Fields Limited;
- (b) if so, the details thereof;
- (c) whether any enquiry has been conducted in this regard;
- (d) if so, the outcome thereof; and
- (e) the follow-up action taken thereon?

Answer

MINISTER OF CHEMICALS & FERTILIZERS AND MINISTER OF STEEL (SHRI RAM VILAS PASWAN)

(a)&(b): Yes, Sir. Indian Iron and Steel Company (IISCO) suffered a loss of approximately Rs.3.77 crore due to faulty weighbridge at Chinakuri No.1 Colliery of M/s. Eastern Coal Fields Limited (ECL) which resulted in short loading. The details are as follows :-

Period Shortage

 % (MT)

2000-2001	2	974
2001-2002	6.3	3547
2002-2003	9.3	5523
2003-2004	11.9	3070
2004-2005	12.16	5561

(c)&(d): Yes, Sir. The Enquiry Committee concluded in its report that this was a case of system failure at the colliery end and recommended as follows :-

- i) M/s. ECL to arrange commissioning of a fully computerized and electronic weighing system with auto printing arrangement.
- ii) To accept IISCO's weighment for billing purpose till such time as the electronic system is installed.
- iii) To arrange for armed escorting of rakes.

(e) The follow up actions have been taken as given below:

- i) M/s. ECL has started weighment in Motion Electronic Weighing System since February`2005 bringing down shortages within acceptable norms.
- ii) Claims for refund of amount paid for the shortages have been filed with M/s ECL by IISCO.
- iii) The job of escorting of rakes has been finalised.