

**GOVERNMENT OF INDIA
STEEL
LOK SABHA**

UNSTARRED QUESTION NO:540
ANSWERED ON:14.07.2014
SPV FOR STEEL INDUSTRY
Sreeramulu Shri B.

Will the Minister of STEEL be pleased to state:

- (a) whether the steel production has been hit due to slowdown in its demand in sectors like automobiles, construction etc. in the country;
- (b) if so, the details thereof and the reasons therefor;
- (c) whether the Government proposes to float an entity or Special Purpose Vehicle (SPV) for domestic manufacturing of equipment required by steel plants;
- (d) if so, the details thereof along with the time by which it is likely to be implemented; and
- (e) if not, the reasons therefor along with the steps taken by the Government to meet the requirement of equipment in steel plants and reduce dependence on imports of such items?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF STEEL, MINES AND LABOUR AND EMPLOYMENT (SHRI VISHNU DEO SAI)

(a)&(b): No, Madam. The steel production in the country has been continuously rising during the last three years. The production of crude steel in the last three years has been as follows :-

Year	Million Ton
2011-12	74.29
2012-13	78.42
2013-14	81.54

However, the rate of growth of crude steel production is declining due to various factors such as slow down in the economy, affecting the overall demand in the country of various products including steel end using products.

(c)to(e): No, Madam. Substantial manufacturing facilities for steel plant equipment are located in various parts in the country in the private sector. In addition, Danieli C, Italy have set up a manufacturing facility for steel plant equipment at Sreicity (AP), near Chennai and SMS, Germany is also setting up a manufacturing facilities near Bhubaneshwar.