

**LOK SABHA
UNSTARRED QUESTION NO.9
FOR ANSWER ON 18/11/2019**

SPVs FOR STEEL PLANTS

9. SHRI LAVU SRI KRISHNA DEVARAYALU:

Will the Minister of STEEL be pleased to state:

- (a) whether it is true that to achieve 300 MTPA capacity of steel production by 2025, a high-level committee on manufacturing in its meeting in July, 2013, suggested for creating SPVs to set up steel plants in States like Odisha, Chhattisgarh, Jharkhand and Karnataka;
- (b) if so, the details thereof;
- (c) the time by which the decision is likely to be taken to set up steel plants; and
- (d) the constraints that the Government has in setting up one such steel plant in Andhra Pradesh?

ANSWER

THE MINISTER OF STEEL

(SHRI DHARMENDRA PRADHAN)

(a)&(b): Yes, Sir. In order to achieve the target of 300 MTPA of steel production capacity by 2025, High Level Committee on Manufacturing in its meeting dated 9.7.2013 & chaired by the then Prime Minister, had suggested a concept of Special Purpose Vehicle (SPV) for setting up of large Integrated Steel Plants in the country. Four mineral rich states namely Chhattisgarh, Odisha, Jharkhand and Karnataka were identified for developing such SPVs. However, as per the National Steel Policy, 2017 approved by the Union Cabinet, the target of 300 MTPA capacity is to be met by 2030-31.

(c)&(d): Steel being a deregulated sector, decisions relating to setting up of Steel Plants are taken by individual steel producers private or public sector, based on commercial consideration and market dynamics.
