

**LOK SABHA
UNSTARRED QUESTION NO.2665
FOR ANSWER ON 12/03/2018**

ESTABLISHMENT OF STEEL PLANTS

2665. SHRI PRABHAKAR REDDY KOTHA:

Will the Minister of STEEL be pleased to state:

- (a) whether the attention of the Government is drawn towards establishment of steel plant in Bayyaram of Khammam District of Telangana which is a promise made in the A.P. Reorganisation Act and if so, the details thereof;
- (b) whether the Government of Telangana has submitted a fresh proposal requesting the Union Government to expedite the process of establishment of the said steel plant and if so, the details thereof;
- (c) whether the Government has given any assurance in this regard and if so, the details thereof; and
- (d) the steps being taken by the Government to expedite the execution work of the said plant?

ANSWER

THE MINISTER OF STATE FOR STEEL

(SHRI VISHNU DEO SAI)

(a)to(d): In terms of the Thirteenth Schedule of the Andhra Pradesh Reorganisation Act, 2014, Steel Authority of India Ltd. (SAIL) was to examine the feasibility of establishing an integrated steel plant at Bayyaram in Khammam district of Telangana. As per the feasibility report submitted by SAIL on 02.12.2014, the setting up of steel plant is prima facie not financially viable.

Subsequently, a Task Force has been constituted on 19.10.2016 comprising of representatives from the Central and concerned State Governments, SAIL, RINL, NMDC Ltd., MECON Ltd. and MSTC Ltd. to suggest a road map for setting up of Steel Plants in Khammam district of Telangana. In the last meeting of the Task Force held on 27.12.2017, it was decided that the concerned State Government would share with MECON the data for preparation of report and work out realistic assumptions based on which MECON would complete the Project Report.
