

GOVERNMENT OF INDIA  
MINISTRY OF STEEL

**RAJYA SABHA**  
**UNSTARRED QUESTION NO.3019**  
FOR ANSWER ON 21/03/2018

**ESTABLISHMENT OF STEEL PLANTS AT KADAPA AND BAYYARAM**

3019. SHRI DHARMAPURI SRINIVAS:  
SHRI T.G. VENKATESH:

Will the Minister of STEEL be pleased to state:

- (a) whether it is a fact that the task force constituted to evaluate on the feasibility of steel plants at Kadapa in Andhra Pradesh and Bayyaram in Telangana has submitted its report to the Ministry, if so, the details thereof;
- (b) whether it is also a fact that both the State Governments have provided the necessary information to Mecon Ltd. on the establishment of steel plants, if so, the details thereof; and
- (c) whether Government has arrived at a decision to announce the establishment of steel plants at Kadapa and Bayyaram at the earliest, if so, the details thereof?

**ANSWER**

THE MINISTER OF STATE FOR STEEL

(SHRI VISHNU DEO SAI)

(a)to(c): Yes, Sir. 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 integrated steel plants at YSR Kadapa district of Andhra Pradesh and 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 Andhra Pradesh and 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 complete information/confirmation from both the State Governments, MECON would complete the Feasibility Report.

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