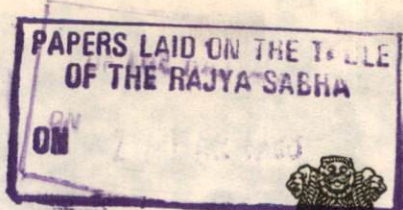


लोक/राज्य सभा पटल पर रखे जाने के लिये  
To be laid on the Table of Lok/Rajya Sabha



नई दिल्ली  
New Delhi  
दिनांक  
Date

अभिप्रमाणित  
Authenticated  
(अजित सिंह)  
(AJIT SINGH)



सत्यमेव जयते

उद्योग मंत्री, भारत सरकार  
Industry Minister, Govt. of India

**REPORT OF THE  
COMPTROLLER AND AUDITOR GENERAL  
OF INDIA**

**UNION GOVERNMENT**

**No. 1 (COMMERCIAL) OF 1989**

**INTRODUCTION**

PAPERS PAID BY THE  
OF THE INDIA  
68



REPORT OF THE  
COMPTROLLER AND AUDITOR GENERAL  
OF INDIA

PARLIAMENT LIBRARY  
(Office of the Comptroller and Auditor General)  
RC 80595.1  
12/4/1990

CAG  
351.7232 R  
M9.1

## TABLE OF CONTENTS

	Reference to	
	Chapter	Pages
PREFACE		(iii) to (iv)
OVERVIEW		(v) to (vi)
GENERAL		
Government Companies	I	1 - 16
General Insurance Companies	II	17 - 18
619 - B Companies	III	19 - 25
Statutory Corporations	IV	26 - 33
<b>ANNEXURES</b>		
<b>ANNEXURE 'A'</b>		
List of Companies/Corporations in which Government investment is more than Rs. 1 crore but the accounts of which are not subject to audit by the Comptroller and Auditor General of India.		35
<b>ANNEXURE 'B'</b>		
List of New Government Companies, Companies which were merged, Companies which were ceased to be Government Companies during the year.		36
<b>ANNEXURE 'C'</b>		
List of companies which defaulted in repayment of Government Loans/Interest		37 - 38
<b>ANNEXURE 'D'</b>		
List of Companies which declared dividend		39 - 41
<b>ANNEXURE 'E'</b>		
List of Companies which incurred a loss of Rs. 1 crore and above		42 - 45
<b>ANNEXURE 'F'</b>		
Summarised financial results of Government Companies for the year 1986-87		46 - 77
<b>ANNEXURE 'G'</b>		
Details of profit/loss of Insurance Companies		78 - 81
<b>ANNEXURE 'H'</b>		
List of Companies coming within the purview of section 619-B of the Companies Act, 1956		82
<b>ANNEXURE 'I'</b>		
Summarised financial results of Statutory Corporations for the year 1986-87		84 - 85

## PREFACE

Central Government commercial concerns, the accounts of which are subject to audit by the Comptroller and Auditor General of India (CAG), fall under the following four categories :-

- (i) Government Companies including subsidiaries of Government Companies.
- (ii) "Deemed Government Companies" under Section 619-B of the Companies Act, 1956
- (iii) Statutory Corporations.
- (iv) Departmentally managed commercial undertakings.

The reports on departmentally managed commercial undertakings are included in the other Reports of the Comptroller and Auditor General of India. This report deals with the first three categories of concerns and has been prepared for submission to the Government under Section 19-A of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 as amended in 1984.

2. There are however, certain companies and corporations in which Government have invested funds, but the accounts of which are not subject to audit by the Comptroller and Auditor General of India. Some of the important companies/corporations are :-

- (a) Reserve Bank of India, Industrial Development Bank of India, Nationalised Banks, Unit Trust of India, Export Import Bank of India, Industrial Re-construction Bank of India, National Bank For Agriculture and Rural Development, Regional Rural Banks and Life Insurance Corporation of India in respect of which there is no provision in relevant statutes for audit by the CAG.
- (b) State Bank of India and Industrial Finance Corporation of India, the majority interest in which vests with the statutory bodies mentioned in (a) above whose audit is not the responsibility of the CAG.
- (c) Companies in which less than 51 per cent of the shares is held by Government.

Annexure 'A' gives a list of undertakings falling

under (a) and (c) above in which Government investment is more than rupees one crore.

3. Government companies and companies under Section 619-B of the Companies Act, 1956 are audited by the Chartered Accountants appointed by the Central Government on the advice of CAG who is also empowered by the Companies Act, 1956 to conduct a supplementary or test audit, and to comment upon or supplement the report submitted by the Chartered Accountants. The Companies Act further empowers the CAG to issue directives to the Chartered Accountants in regard to the performance of their functions.

4. In respect of Air India, Indian Airlines, Oil and Natural Gas Commission, Damodar Valley Corporation, the International Airports Authority of India, Delhi Transport Corporation, National Airports Authority of India and Inland Water ways Authority of India which are statutory organisations, the CAG is the sole auditor, while in respect of Central Warehousing Corporation, Delhi Financial Corporation and the Food Corporation of India, he has the right to conduct audit independently of the audit conducted by the Chartered Accountants appointed under the respective Acts constituting these corporations. Since accounts of National Airports Authority of India and Inland Waterways Authority of India incorporated on 21.5.1986 and 27.10.1986 were not received upto 30.4.1988, their working results are not appearing in the Report.

5. Audit Boards are set up from time to time under the supervision and control of CAG for undertaking comprehensive appraisals on the working of the Government companies and Corporations. Each Audit Board consists of the Chairman, two whole-time members and two part-time members. The Chairman, and two whole-time members are officers of the Indian Audit and Accounts Department and are appointed by Comptroller and Auditor General of India. The two part-time members of each Board are appointed by Government of India after consultation with and the concurrence of the Comptroller and Auditor General of India.

During 1987 - 88, meetings of the Audit Board were held with the representatives of management/Ministries to consider the draft reports on the following companies :-

1. Hindustan Aeronautics Limited
2. Cochin Refineries Limited
3. Fertilisers and Chemicals Travancore Limited
4. Indian Rare Earths Limited

- 5. Bharat Pumps and Compressors Limited
- 6. Lubrizol India Limited

The Audit Reports in respect of all the above companies have since been finalised.

6. As in the previous years, for facility of consideration, the report of the Comptroller and Auditor General of India - Union Government (Commercial) 1989 will be presented in several parts as follows :-

- (a) Introduction - a general review of the working results of Government Companies, Deemed Government Companies and Corporations

- (b) Results of the Comprehensive Appraisals of the selected undertakings conducted by the Audit Board. Separate report will be presented for each undertaking.

- (c) Resume of the Company Auditors' Reports submitted by them under the directives issued by the Comptroller and Auditor General of India and that of comments on the accounts of the Government Companies under Section 619(4) of the Companies Act. 1956.

- (d) Miscellaneous topics of Interest noticed in the audit of the undertakings.

## OVERVIEW

### I. Introductory

As on 31st March, 1987 there were 235 Government Companies, including 66 subsidiaries, 10 Statutory Corporations and 5 Insurance Companies. Out of these, 24

Companies and 2 Statutory Corporations have not submitted their accounts even upto April 1988, and accounts of 2 companies were not due. The share capital, long-term loans and profits earned in respect of the above undertakings were as under :

		(Rupees in Crores)		
		Share Capital	Long-term Loans	Profit (Before tax & prior period adjustments)
Companies	197*	25,971.57	29,615.24	605.35
Statutory Corporations	8	1,473.08	5,706.42	2,371.15
Insurance Companies	5	168.40	—	279.86

\* Excluding 12 companies under construction.

### II. Companies

i) Out of 197 Companies, 107 Companies in which capital employed was Rs. 28,195.05 Crores, earned profit of Rs. 2,129.44 Crores during 1986-87. Out of the total profit, Rs. 1,232.38 Crores were earned by 29 companies in (a) Petroleum and Oil (11 Companies; Rs. 594.66 Crores), (b) Power (3 Companies; Rs. 226.85 crores) and (c) Trading and Services (15 Companies ; Rs. 410.87 Crores)

(Para 1.6.2)

ii) Out of 107 Companies which earned profit, 53 companies declared dividend amounting to Rs. 256.88 Crores. Of this, Petroleum & Oil (9 Companies) and Mahanagar Telephone Nigam Limited alone contributed Rs. 51.70 Crores and Rs. 84 Crores respectively.

(Para 1.6.2)

iii) 90 Companies in which capital employed was Rs. 13,213.74 crores incurred loss of Rs. 1,524.09 Crores. 56 companies had accumulated losses exceeding their paid-up capital. The cumulative losses of Rs. 6,712.98 crores of these 56 companies worked out to 219.0 percent of their paid-up capital of Rs. 3,065.79 crores.

(Para 1.6.3)

iv) The return on capital invested in 209 companies amounted to 4.3% in 1986-87.

(Para 1.7)

v) The long-term loans obtained by 209 companies (197 in operation and 12 in various stages of construction) stood at Rs. 30,144.37 crores at the end of March, 1987 which represented an increase of 22% over the loans of 212 companies amounting to Rs. 24,676.80 crores outstanding at the end of March, 1986.

vi) The following financial reliefs were given by the Government :

a) Loans amounting Rs.166.88 crores in respect of 5 companies were written off by the Government.

b) Penal interest amounting Rs. 7.55 crores in respect of 2 companies was not charged.

c) Rs. 21.01 crores was written off by way of reduction in capital.

d) Interest amounting Rs. 129.92 crores in respect of 9 companies was waived off.

e) Moratorium for repayment of loans aggregating Rs. 1,307.57 crores for the period ranging from 1 to 9 years in respect of 42 companies was granted.

f) 46 companies defaulted in repayment/payment of the instalment of Government loan and interest thereon amounting Rs. 1,020.80 crores.

The write off loans, waiver of interest etc. had their own impact on the resources of the Central Government.

(Para 1.3)

vii) During 1986-87, Government gave subsidy amounting Rs. 795.93 crores to 70 companies in the field of fertilizer production, export, coal mining and purposes like supply of controlled cloth and reimbursement of losses on import of sugar.

(Para 1.5)

### III. General Insurance Companies

i) General Insurance Corporation and its 4 subsidiaries earned a profit of Rs. 279.86 crores (before tax) during 1986. However, profit from underwriting business was only Rs. 30.46 crores which represented 10.9% of its total profit. More than 89% of profit of Insurance industry came from interest, dividends, and rental income.

(Para 2.3)

ii) While the 5 Insurance Companies together made profit of Rs. 64.67 crores in fire insurance and Rs. 50.60 crores in marine insurance during 1986, they suffered a loss of Rs. 84.81 crores under miscellaneous insurance portfolio as a result of which over-all profit in underwriting business was only Rs. 30.46 crores.

(Para 2.5)

### IV. 619 - B Companies

i) Out of 39,619-B Companies, the accounts of only 24 Companies were made available for audit; the accounts of remaining 15 companies were in arrears for period ranging from 1 to 10 years.

(Para 3.2)

ii) Out of the 24 companies, 16 earned a total profit of Rs. 87 crores (before tax). One company viz. Industrial Credit & Investment Corporation of India alone accounted for a profit of Rs. 72.94 crores.

(Para 3.4.1)

iii) 8 Companies incurred a total loss of Rs. 11.35 crores. Of these, one company viz. Ashoka Paper Mills alone incurred loss of Rs. 8.45 crores. The cumulative losses of 4 companies amounting Rs. 92.15 crores exceeded their paid-up capital of Rs. 6.86 crores as on 31st March 1987

(Paras 3.4.1 & 3.4.3.)

### V. Corporations

i) Of 8 Statutory Corporations, 7 statutory corporations (excluding Delhi Transport Corporation which has no

equity capital) in which capital employed was Rs. 13,461.61 crores earned profit of Rs. 2,534.91 crores out of which, profit of Rs. 2,294.30 crores was earned by ONGC alone in which capital employed was Rs. 5,782.65 crores. The remaining 6 corporations in which capital employed was Rs. 7,678.96 crores, earned profit of Rs. 240.61 crores.

(Para 4.6)

ii) Delhi Transport Corporation in which Central Government had an investment of Rs. 483.55 crores by way of long-term loans incurred a loss of Rs. 163.76 crores; the cumulative losses of the corporation upto March 1987 amounting Rs. 863.50 crores exceeded Central Government investment.

(Para 4.7)

iii) In case of Air India, profit declined from Rs. 66 crores in 1985-86 to Rs. 30.16 crores in 1986-87. Similarly, in the case of Indian Airlines, the profit declined to Rs. 38.73 crores in 1986-87 from Rs. 63.22 crores in 1985-86.

(Para 4.7)

iv) In case of International Airports Authority of India, while the profit (before tax) increased from Rs. 40.49 crores in 1985-86 to Rs. 55.80 crores in 1986-87., the Authority had not paid to Government a sum of Rs. 40.13 crores which represents the balance of annual net profits payable to the Central Government after making provision for General Reserve permitted by Government to be retained by the Corporation.

(Para 4.7)

v) Out of profit of Rs. 1,448.46 crores (after tax) of ONGC during 1986-87, a sum of Rs. 480.59 crores was attributable due to change in accounting policy relating to exploratory and developmental wells.

(Para 4.7)

vi) While the certified accounts of the Food Corporation of India showed a net profit of Rs. 81.10 crores, the corporation's working results showed a loss of Rs. 1.62 crores after making prior period adjustments.

(Para 4.7)

vii) Some other indicators of financial performance of these corporations are given below :

a) The rate of return on capital invested during 1986-87 declined to 21.9% as compared to 26.4% during 1985-86.

(Para 4.8)

b) The rate of return on capital employed also marginally declined to 25.4% during 1986-87 as compared to 27.9% in previous year.

(Para 4.9)

## Chapter I

### GOVERNMENT COMPANIES

#### 1.1 Number of Companies

As on 31st March, 1987, there were 169 companies with 66 subsidiaries (excluding 5 General Insurance Companies discussed in Chapter II of this Report) as against 167 companies with 69 subsidiaries (excluding 5 General Insurance Companies) as on 31st March 1986. During the year, 7 new Government Companies came into existence, 7 Companies were merged and one subsidiary company ceased to be Union Government company. Details are given in ~~Annexure~~ "B".

Annexure

The working results of the following 24 companies have not been included as the accounts of these companies for 1986-87 were not received (till 30th April 1988).

- |   |  |
|---|--|
| <ol style="list-style-type: none"> <li>1. Central Cottage Industries Corporation Limited.</li> <li>2. Vayudoot Limited (Accounts in arrears from 1985-86).</li> <li>3. Pawan Hans Limited.</li> <li>4. Rajasthan Electronics and Instruments Limited.</li> <li>5. Shipping Corporation of India Limited.</li> <li>6. National Bicycle Corporation of India Limited.</li> <li>7. Central Road Transport Corporation Limited (In liquidation with effect from 12th April, 1979).</li> <li>8. Cycle Corporation of India Limited.</li> <li>9. The Tea Trading Corporation of India Limited.</li> </ol> | <ol style="list-style-type: none"> <li>10. Hooghly Dock and Port Engineers Limited (Accounts in arrears from 1985-86).</li> <li>11. Jute Corporation of India Limited.</li> <li>12. Hindustan Copper Limited.</li> <li>13. Bharat Brakes and Valves Limited.</li> <li>14. Utkal Ashok Hotel Corporation Limited.</li> <li>15. Burn Standard Company Limited.</li> <li>16. Bharat Process and Mechanical Engineers Limited.</li> <li>17. Weighbird (India) Limited.</li> <li>18. Bengal Chemicals and Pharmaceuticals Limited.</li> <li>19. Bengal Immunity Limited.</li> <li>20. Assam Ashok Hotel Corporation Limited.</li> <li>21. Delhi State Industrial Development Corporation Limited.</li> <li>22. Delhi Tourism Development Corporation Limited (Accounts in arrears from 1984-85.)</li> <li>23. Delhi State Civil Supplies Corporation Limited. (Accounts in arrears from 1984-85)</li> <li>24. Delhi Scheduled Castes Financial and Development Corporation Limited (Accounts in arrears from 1983-84).</li> </ol> |
|---|--|

Out of the 7 new companies, the working results of 2 companies viz. India Renewable Energy Development Agency Limited and Indian Railway Finance Corporation Limited have not been included in this Report as their first accounts were not due.

**The names of the following 2 companies have undergone change during the year :-**

Old name	New Name
1) Helicopter Corporation of India Limited	Pawan Hans Limited
2) Cardamom Trading Corpn. Limited	Spices Trading Corpn. Limited



### 1.2 Paid-up Capital

The total paid-up capital of 209 companies (including subsidiaries) included in this Chapter of the Report was Rs. 29518.07 crores at the end of 1986-87 representing an increase of Rs. 4856.35 crores over the paid-up capital of Rs. 24661.72 crores of 212 companies at the

end of the previous year.

The break-up of the paid-up capital of these companies according to investments made by the Union Government/Union Government Companies, State Governments/State Government Companies and other parties as on 31st March, 1987 is as follows :-

Combination		Paid-up capital				(Rupees in crores)
		Number	Union Government/ Union Government Companies	State Government/ State Government Companies	Other parties	Total
1		2	3	4	5	6
(i)	Companies wholly owned by Union Government/ Union Government Companies.	157	28,507.79	-	-	28,507.79
(ii)	Companies jointly owned by Union Government/ Union Government Companies and State Government/State Government Companies.	20	203.20	18.08	-	221.28
(iii)	Companies jointly owned by Union Government/Union Government Companies and private parties.	17	298.09		74.45	372.54
(iv)	Companies jointly owned by Union Government/Union Government Companies, State Governments/State Government Companies, private parties, Nationalised Banks, GIC etc.	15	394.12	12.99	9.35	416.46
		209	29,403.20	31.07	83.80	29,518.07
	Percentage to total paid-up capital		(99.6)	(0.1)	(0.3)	(100)
	Figures for the previous year	212	24,550.50	30.02	81.20	24,661.72
			(99.5)	(0.1)	(0.4)	(100)

The total paid-up capital includes Rs. 2515.81 crores in 1986-87 and Rs. 2301.08 crores 1985-86 invested by the holding companies in the equity capital of their subsidiary companies.

### 1.3 Long term loans

The long-term loans obtained by 209 companies under review stood at Rs. 30,144.37 crores at the end of 1986-87. This represents an increase of Rs. 5,467.57 crores over the long term loans amounting to Rs. 24,676.80 crores of 212 Union Government Companies

(including subsidiaries) at the end of the previous year.

The break-up of long term loans according to the sources of finance viz. the Union Government/Union Government Companies, the State Governments, Foreign Credits and other parties as on 31st March, 1987 is as follows :-

(Rs. in Crores)

Source	1985-86	Percentage to total loans	1986-87	Percentage to total loans
Union Government/ Union Govt. Companies	16,414.92	66.5	17,216.79	57.1
State Govt./State Govt. Companies	12.83	0.1	24.16	0.1
Foreign Credits	2,208.05	8.9	3,141.04	10.4
Others	6,041.00	24.5	9,762.38	32.4
Total	24,676.80	100	30,144.37	100

Government wrote off loans aggregating Rs. 166.88 crores in respect of five companies. Interest on loans to 11 companies amounting Rs. 129.92 crores was waived and penal interest of Rs. 7.55 crores was not charged. In case of one company (Mining and Allied Machinery Corporation), Government wrote off Rs. 21.01 crores by way of reduction of capital. The details are as follows :-

(Rs. in lakhs)

(1)	(2)	Write off of loans	Waiver of interest	Penal interest not charged	Reduction of capital
(1)	(2)	(3)	(4)	(5)	(6)
1.	Mining and Allied Machinery Corp. Ltd.	10,892.92	455.31	-	2,101.00
2.	Richardson and Cruddas (1972) Ltd.	838.13	930.00	524.83	-
3.	Bharat Brakes and valves Ltd.	433.69	254.83	-	-
4.	Braithwaite and Company Ltd.	4,157.25	416.15	230.60	-
5.	Bharat Pumps & Compressors Ltd.	366.00	-	-	-
6.	Indian Iron & Steel Company Ltd.	-	3,415.00	-	-
7.	Hindustan Steel Works Construction Limited	-	1,009.49	-	-
8.	Bharat Refractories Limited	-	2,628.97	-	-

(1)	(2)	(3)	(4)	(5)	(6)
9.	Bharat Wagon and Engineering Company	-	266.16	-	-
10.	Mishra Dhatu Nigam Limited	-	3,610.00	-	-
11.	Sponge Iron India Ltd.	-	6.27	-	-
		16,687.99	12,992.18	755.43	2,101.00

In addition, financial relief by way of waiver of Steel Development Fund Contribution amounting to Rs. 403.50 lakhs was granted to two companies viz. Indian Iron & Steel Company (Rs. 357.00 lakhs) and Steel Authority of India Limited (Rs. 46.50 lakhs). The working capital loan of Rs. 8,334.00 lakhs granted to Mishra Dhatu Nigam was converted into equity.

Government granted moratorium for periods ranging from 1 to 9 years for repayment of loans aggregating Rs. 1,307.57 crores in respect of 42 companies during 1986-87.

Forty six companies defaulted in repayment/payment of the instalments of Government loans and interest

thereon amounting to Rs. 1,020.80 crores during 1986-87 as per details in Annexure 'C'.

It is significant to mention that when the burden arising from waiver of interest and write off of loans is borne by the Government, it has its own impact on their financial resources.

#### 1.4 Guarantees

In addition to long term loans, Government is also guaranteeing cash credit with Banks, loans raised from other sources etc. The position of amount guaranteed and amount outstanding as on 31st March 1987 is given below:

(Rs. in Crores)

	Nature of the guarantee	No of companies	Amount guaranteed	Amount out-standing as on 31st March, 1987
1.	For obtaining cash credit with State Bank of India and Nationalised Banks	38	545.20	551.83
2.	For loans raised by company from other sources	29	3,865.36	3,865.36
3.	Repayment of principal & interest in respect of letters of credit (offered by SBI to exporters abroad) to draw on it for funds in payment of specified goods to be shipped to India	12	111.77	114.22
4.	Repayment of principal and interest and fulfilment of payment obligations in prusance of agreements/letters of acceptance entered into with foreign consultants/contractors	19	1,091.18	611.82

## 1.5 Subsidy

Apart from the concessions mentioned in paragraphs 1.3 and 1.4 above, subsidies have also been granted to some companies for industrial housing scheme (as admissible to private sector companies), exports, etc. During 1986-87 subsidies paid to 70 companies, in respect of which information was available, aggregated Rs. 795.93 crores. The cumulative total of subsidies paid by Government to 94 companies upto 31st March 1987 was Rs. 4,655.30 crores.

## 1.6 Profitability

1.6.1 Out of 209 companies, 12 companies were in the stage of construction during the year. According to the annual accounts of the remaining 197 companies, there was an overall profit (before tax and prior period adjust-

ments) of Rs. 605.35 crores as against the overall profit (before tax and prior period adjustments) of Rs. 232.00 crores of 201 companies (excluding 11 companies in the stage of construction) during the previous year. After taking into account the prior period adjustments of Rs. 433.21 crores (credit), the profit would work out to Rs. 1038.56 crores during 1986-87 as against the profit of Rs. 292.76 crores during the previous year. Out of 209 companies 188 companies were common to both the years. These companies earned an overall profit (before tax and prior period adjustments) of Rs. 504.56 crores during 1986-87 as against an overall profit (before tax and prior period adjustment) of Rs. 394.64 crores earned by these companies in 1985-86.

A comparative position of profit (+)/loss (-) earned/incurred (before tax and prior period adjustments) by the various groups was as follows :-

(Rs. in Crores)

Group	1986-87	1985-86
I. Running concerns		
A. Industrial		
i) Engineering	(+) 232.59(38)	(+) 191.73(42)
ii) Chemicals	(-) 187.66(31)	(-) 158.21(29)
iii) Mining and Minerals	(+) 1.16(14)	(-) 49.01(14)
iv) Shipping and Transport	(-) 10.07(1)	(-) 14.64(2)
v) Ship-building and repairing	(-) 68.62(6)	(-) 45.98(6)
vi) Steel	(-) 23.22(4)	(+) 140.70(3)
vii) Petroleum and Oil	(+) 594.66(11)	(+) 353.79(11)
viii) Construction Undertakings	(-) 18.62(6)	(-) 1.13(6)
ix) Coal	(-) 404.12(8)	(-) 365.64(6)
x) Power	(+) 226.85(3)	(+) 197.97(3)
xi) Textiles	(-) 234.00(15)	(-) 185.05(15)
xii) Miscellaneous	(+) 7.74(13)	(-) 4.18(19)
	(+) 116.69(150)	(+) 60.35(156)
B. Trading and Services	(+) 410.87(15)	(+) 110.90(13)
C. Consultancy	(+) 20.49(8)	(+) 14.87(8)
D. Financial	(+) 48.39(6)	(+) 35.47(6)
Total	(+) 596.45(179)	(+) 221.59(183)
II. Promotional and Developmental Undertakings	(+) 8.90(18)	(+) 10.41(18)
Grand Total	(+) 605.35(197)	(+) 232.00(201)

(Figures given in the brackets indicate the number of companies).

It may be seen from the table that the performance of companies under Chemicals, Textiles, Steel, Shipbuilding and Repairing, Construction Undertakings and Coal under Industriail Group deteriorated when compared to the position obtaining in 1985-86.

### 1.6.2 Profit making companies :

Out of 197 companies, 107 companies earned a profit (before tax and prior period adjustments) of Rs. 2129.44 crores which represented 16.1 per cent of their paid-up capital of Rs. 13,216.85 crores invested in these companies after excluding the equity investment Rs. 574.26 crores made by the holding companies in their subsidiaries. After taking into account prior period adjustments (Rs. 340.08 crores - credit) and providing for taxation (Rs. 661.50 crores) and dividend (Rs. 256.88 crores) the balance retained by these companies amounted to Rs. 1551.14 crores.

#### Dividend

Out of 107 companies which earned profits, 53 companies declared dividends amounting to Rs. 256.88 crores representing 7.9 per cent of their paid-up capital of Rs. 3,250.42 crores. This works out to 0.9 per cent of the total paid-up capital of Rs. 29,518.07 crores invested in

the 209 companies under review. The companies which declared dividends, the amount of dividends declared etc. are given in Annexure 'D'.

### 1.6.3 Loss making Companies :

90 Companies having paid-up capital of Rs. 10,238.90 crores (excluding the equity investment of Rs. 1941.55 crores made by the holding companies in their subsidiaries) sustained losses totalling Rs. 1,524.09 crores (before prior period adjustments). After taking into account the prior period adjustments amounting to Rs. 93.13 crores (credit), the total loss stood at Rs. 1430.96 crores. Out of the loss of Rs. 1524.09 crores (before prior period adjustments), Rs. 1516.78 crores pertained only to the companies each of which incurred a loss of Rs. 1 crore or above. These companies are listed in Annexure . "E".

As will be seen from this annexure, 46 companies had accumulated losses exceeding their paid up capital.

In addition, the following 10 companies had also accumulated losses exceeding their paid up capital.

(Rs. in Lakhs)

Sl.No.	Name of Company	Paid up capital as on 31st March 1987	Cumulative loss
1.	2	3	4
1.	Vigyan Industries Limited	45.46	569.74
2.	Cotton Corpn. of India Limited	1,900.00	11,905.46
3.	Orissa Drugs & Chemicals Limited	54.45	63.79
4.	Goa Meat Complex Ltd.	61.83	128.51
5.	Industrial Credit Company Limited	1.00	2.56
6.	Maharashtra Electros melt Limited	499.54	1,476.87
7.	Goa Antibiotics and Pharmaceuticals Ltd.	85.00	88.78
8.	North Eastern Handicrafts and Handlooms Development Corpn. Ltd.	100.00	148.50
9.	Birds Jute and Exports Limited	39.48	264.45
10.	Project and Development (India) Limited	1,324.85	1,554.62
	Total	4,111.61	16,203.28

The cumulative losses of Rs. 6712.98 crores of these 56 companies (46+10) worked out to 219.0% of their paid up capital of Rs. 3,065.79 Crores.

1.6.4 The paid-up capital and profit/loss for four categories of Running concerns, Promotional and Develop-

mental Undertakings and Companies in the stage of construction for 1985-86 and 1986-87 are given below :-

(Rupees in lakhs)

1		(1985-86)			(1986-87)		
		No.	Paid-up capital	Profit (+)/Loss (-)	No.	*Paid-up capital	Profit (+)/Loss (-)
		2	3	4@	5	6 *	7@
(i)	Running concerns	183	18,98,446.41	(+) 22,158.59	179	23,29,064.68	(+) 59,644.71
	Companies which earned profit	103	12,62,528.00	(+) 1,60,263.05	97	13,12,685.77	(+) 2,09,910.25
	Companies which incurred loss	80	6,35,918.41	(-) 1,38,104.46	82	10,16,378.91	(-) 1,50,265.54
A.	Industrial	156	18,65,575.88	(+) 6,034.15	150	22,24,988.40	(+) 11,669.03
	Companies which earned profit	80	12,32,482.47	(+) 1,38,850.00	72	12,09,539.49	(+) 1,59,395.72
	Companies which incurred loss	76	6,33,093.41	(-) 1,32,815.85	78	10,15,448.91	(-) 1,47,726.69
B.	Trading and Services	13	7,103.00	(+) 11,089.82	15	74,572.00	(+) 41,087.24
	Companies which earned profit	10	5,078.00	(+) 12,962.62	12	74,442.00	(+) 41,089.50
	Companies which incurred loss	3	2,025.00	(-) 1,872.80	3	130.00	(-) 2.26
C.	Consultancy	8	1,231.53	(+) 1,487.38	8	1,281.53	(+) 2,049.02
	Companies which earned profit	7	431.53	(+) 4,903.19	7	481.53	(+) 4,585.61
	Companies which incurred loss	1	800.00	(-) 3,415.81	1	800.00	(-) 2,536.59
D.	Financial	6	24,536.00	(+) 3,547.24	6	28,222.75	(+) 4,839.42
	Companies which earned profit	6	24,536.00	(+) 3,547.24	6	28,222.75	(+) 4,839.42
	Companies which incurred loss	—	—	—	—	—	—
ii.	Promotional and Developmental Undertakings	18	15,525.49	(+) 1,041.13	18	16,510.75	(+) 890.04
	Companies which earned profit	11	8,375.28	(+) 2,560.96	10	8,999.55	(+) 3,033.05
	Companies which incurred loss	7	7,150.21	(-) 1,519.83	8	7,511.20	(-) 2,143.01
iii.	Companies in the stage of construction	11	3,22,092.20	—	12	3,54,650.60	—
	Total	212	22,36,064.10	(+) 23,199.72	209	27,00,226.03	(+) 60,534.75

@ Figures are before tax and prior period adjustments

\* Excludes share capital of Rs. 2,51,581.46 lakhs of subsidiaries held by the holding companies.

The overall profit of Rs. 605.35 crores in 1986-87 represented a rate of return of 2.0 per cent on equity capital and 2.2 per cent on net worth as against 0.9 per cent on equity and 1.0 per cent on net worth during the previous year.

1.6.5 Companies doing business abroad and executing works/contracts etc. in foreign countries do not disclose the working results of such operations abroad separately. However, on the basis of details collected from the managements, profits made/losses suffered in foreign contracts by some of the main companies are indicated below:

(Rupees in lakhs)

S.No.	Name of the Company	Paid-up Capital as on 31st March 1987	Overall profit (+)/Loss (-) (before tax and prior period adjustments)		Profit (+)/Loss (-) on foreign projects	
			1985-86	1986-87	1985-86	1986-87
1	2	3	4	5	6	7
1.	Bridge and Roof Company (India) Limited	524.00	(+) 93.65	(+) 47.41	(+) 303.57	(-) 37.25
2.	Engineers India Limited	100.00	(+) 2,494.28	(+) 1,894.29	(+) 145.44	(+) 111.29
3.	Telecommunications Consultants India Limited	30.00	(+) 364.50	(+) 539.69	(+) 592.30	(+) 719.53
4.	Engineering Projects (India) Limited	800.00	(-) 3,415.81	(-) 2,536.59	(-) 432.19	(+) 322.72
5.	The Handicrafts and Handlooms Exports Corpn. of India Ltd.	500.00	(-) 72.73	(-) 27.95	(-) 26.84	(-) 28.38
6.	India Tourism Development Corporation Limited	4,997.44	(+) 535.68	(+) 674.41	(+) 50.19	(+) 10.08
7.	Water and Power Consultancy Services (India) Limited	30.00	(+) 95.49	(+) 91.24	(+) 91.39	(+) 172.44
8.	Instrumentation Limited	1,077.53	(+) 412.86	(+) 348.87	(-) 2.73	(-) 0.20
9.	India Road Construction Corporation Limited	1,000.00	(-) 1,615.14	(-) 1,057.24	(-) 1,598.21	(-) 1,002.71
10.	Indian Railway Construction Company Limited	494.90	(+) 2,187.43	(+) 2,550.07	(+) 1,351.24	(+) 2,045.00
11.	H.M.T. (International) Ltd.	6.00	(+) 148.92	(+) 142.98	(+) 140.44	(+) 45.81
12.	Triveni Structurals Limited	750.00	(+) 72.55	(+) 185.75	(+) 10.76	(-) 27.58
13.	Hindustan Steel Works Construction Company Ltd.	2,000.00	(+) 215.14	(-) 1,003.82	(-) 650.14	(-) 702.60
14.	Metallurgical Engineering Consultants (India) Limited	201.53	(+) 1,341.26	(+) 1,356.17	(+) 160.43	(-) 128.54
15.	National Projects Constru- ction Corporation Limited	1,809.20	(-) 223.94	(-) 112.26	(+) 197.72	(-) 54.75
16.	National Buildings Construction Corpn. Ltd.	1,400.00	(-) 563.58	(-) 2,157.11	(+) 5.73	(-) 2,115.74
17.	Electronics Trade and Tech. Dev. Corpn. Ltd.	280.00	(+) 318.98	(+) 299.41	(-) 1.70	(-) 6.26

### 1.7 Return on capital invested

As (a) the capital structure differs from company to company, (b) rates of interest charged on long-term loans given to the companies are not uniform and (c) certain special facilities have been given by Government to some companies, the profits indicated in the accounts of the companies do not reflect the real comparable return on the total investment. In Annexure F, an attempt, has therefore, been made to study the results on a uniform basis except to the extent that allowance has not been made for subsidies received from Government on various accounts. For this purpose, the capital taken into account is not merely the equity capital but the total paid-up capital, the long term loans and the free reserves at the close of the year after making allowance for the investments made by the holding companies in their subsidiaries. Similarly, the return has

been taken not only as the profit or loss (before tax and prior period adjustments) disclosed in the accounts but also the interest paid on long-term loans. On this basis, the return in 1986-87 on a total investment of Rs. 64,404.74 crores made in 209 companies amounted to Rs. 2,737.76 crores (before tax and prior period adjustments) which comes to 4.3 per cent of the investment in 1986-87 as against 3.8 per cent in 1985-86.

After taking into account the prior period adjustments of Rs. 433.21 crores (credit), the return on capital invested would work out to Rs. 3170.97 crores, being 4.9 per cent of the investment during 1986-87 as against 3.9 per cent in the previous year.

The return on capital invested according to various groups of undertakings is indicated below :-

	Sector	Capital invested	Profit (+)/ Loss (-) (before tax and prior period adjustments)	Interest on long-term loans	Total return (3 + 4)	Percentage of return on capital invested
(i)	Running concerns					
				(Rupees in lakhs)		
(A)	Industrial	54,09,552.38 (44,95,019.14)	(+) 11,669.03 [(+) 6,034.15]	1,79,480.91 (1,48,636.30)	(+) 1,91,149.94 [(+) 1,54,670.45]	3.5 (3.4)
(B)	Trading and Services	2,25,911.78 (60,193.96)	(+) 41,087.24 [(+) 11,089.82]	6,915.70 (1,938.97)	(+) 48,002.94 [(+) 13,028.79]	21.2 (21.6)
(C)	Consultancy	26,854.77 (20,945.11)	(+) 2,049.02 [(+) 1,487.38]	2,198.50 (1,607.69)	(+) 4,247.52 [(+) 3,095.07]	15.8 (14.8)
(D)	Financial	3,02,521.88 (2,59,651.33)	(+) 4,839.42 [(+) 3,547.24]	18,824.87 (14,825.17)	(+) 23,664.29 [(+) 18,372.41]	7.8 (7.1)
	Total	59,64,840.81 (48,35,809.54)	(+) 59,644.71 [(+) 22,158.59]	2,07,419.98 (1,67,008.13)	(+) 2,67,064.69 [(+) 1,89,166.72]	4.5 (3.9)
(ii)	Promotional and Developmental Undertakings	68,069.48 (60,791.02)	(+) 890.04 [(+) 1,041.13]	3,665.37 (2,318.62)	(+) 4,555.41 [(+) 3,359.75]	6.7 (5.5)
(iii)	Companies in the stage of construction	407,563.65 (4,69,322.87)	- -	2,156.00 (10,232.96)	(+) 2,156.00 [(+) 10,232.96]	0.5 (2.2)
	Total of all the groups	64,40,473.94 (53,65,923.43)	(+) 60,534.75 [(+) 23,199.72]	2,13,241.35 (1,79,559.71)	(+) 2,73,776.10 [(+) 2,02,759.43]	4.3 (3.8)

Note : Figures in brackets indicate previous year's figures.

### 1.8 Return on capital employed

In Annexure F, an attempt has also been made to calculate the return on capital employed on Running concerns and Promotional and Developmental Undertakings. For this purpose, capital employed has been taken as the net fixed assets (excluding capital work-in-progress) plus working

capital of each concern as a whole without segregating the data in respect of the units under construction/development. In calculating the return on capital employed, interest on all kinds of borrowings, which are charged to the profit and loss account before arriving at the net profit/loss, have been adjusted to the net profit/loss as disclosed in the profit and loss account. On this basis, the return in 1986-87



on total capital employed of Rs. 41408.79 crores in 179 Running concerns and 18 Promotional and Developmental Undertakings amounted to Rs. 2953.12 crores (before tax and prior period adjustments) representing 7.1 per cent of capital employed in 1986-87 as against 6.4 per cent in 1985-86.

After taking into account the prior period adjust-

ments of Rs. 433.21 crores (credit), the return on capital employed during 1986-87 would work out to Rs. 3386.33 crores representing 8.2 per cent as against 6.6 per cent in 1985-86.

Sector-wise details of return on capital employed for 1986-87 are indicated below:-

Sector	Capital Employed	Profit (+)/ Loss (-) (before tax and prior period adjustments)	Total interest charged to profit and Loss A/cs.	Total Return (3 & 4)	Percentage of return to capital employed
1	2	3	4	5	6
		(Rupees in lakhs)		(Rupees in lakhs)	
(i) Running Concerns					
(A) Industrial	34,54,863.59 (29,73,883.94)	(+) 11,669.03 [(+) 6,034.15]	1,96,153.07 (1,67,595.13)	(+) 2,07,822.10 [(+) 1,73,629.28]	6.0 (5.8)
(B) Trading and Services	2,43,485.94 (91,130.33)	(+) 41,087.24 [(+) 11,089.82]	12,387.76 (8,470.84)	(+) 53,475.00 [(+) 19,560.66]	22.0 (21.4)
(C) Consultancy	19,704.89 (16,680.86)	(+) 2,049.02 (+) (1,487.38)	3,054.82 (2,452.29)	(+) 5,103.84 [(+) 3,939.67]	25.9 (23.6)
(D) Financial	3,19,574.74 (2,71,201.51)	(+) 4,839.42 [(+) 3,547.24]	18,825.00 (14,854.76)	(+) 23,664.42 [(+) 18,402.00]	7.4 (6.8)
Total	40,37,629.16 (33,52,896.64)	(+) 59,644.71 (+) (22,158.59)	2,30,420.65 (1,93,373.02)	(+) 2,90,065.36 [(+) 2,15,531.61]	7.2 (6.4)
(ii) Promotional and Developmental Undertakings	1,03,249.74 (91,118.45)	(+) 890.04 [(+) 1,041.13]	4,356.93 (3,148.27)	(+) 5,246.97 [(+) 4,189.40]	5.1 (4.6)
Total of all the groups	41,40,878.90 (34,44,015.09)	(+) 60,534.75 [(+) 23,199.72]	2,34,777.58 (1,96,521.29)	(+) 2,95,312.33 [(+) 2,19,721.01]	7.1 (6.4)

Note : Figures in brackets indicate previous year's figures.

### 1.9 Rate of Growth

In the following paragraph, a study of the rates of growth of paid-up capital and Reserves and Surplus, Gross Assets, and Value of Production for 1986-87 has been made.

(a) *Paid-up capital and Reserves and Surplus* :- The rate of growth of paid-up capital and reserves and surplus during 1986-87 had decreased in comparison to the previous year's rate of growth. However, in the case of running concerns, there was substantial increase.

Sector	Paid-up Capital and Reserve and Surplus *			Increase (Col.4-3)	Rate of Growth (Percentage)	
	1984-85	1985-86	1986-87		1985-86	1986-87
	2	3	4		6	7
(Rupees in lakhs)						
i) Running Concerns						
A) Industrial	20,69,163.52	23,39,520.50	28,03,027.92	4,63,507.42	13.1	19.8
B) Trading and Services	42,294.69	48,110.62	1,34,439.32	86,328.70	13.7	179.4
C) Consultancy	12,470.34	13,126.35	23,198.08	10,071.73	5.3	76.7
D) Financial	49,232.77	54,948.36	62,163.48	7,215.12	11.6	13.1
Total	21,73,161.32	24,55,705.83	30,22,828.80	5,67,122.97	13.0	23.1
ii) Promotional and Developmental Undertakings	52,732.94	57,910.08	59,907.63	1,997.55	9.8	3.4
iii) Companies in the stage of construction	86,584.53	3,22,097.61	3,55,196.03	33,098.42	272.0	10.3
Total of all the Groups	23,12,478.79	28,35,713.52	34,37,932.46	6,02,218.94	22.6	21.2
Number of Companies	203	212	209			

\* Excludes share capital of subsidiaries to the extent of Rs. 2,515.81 crores held by holding companies.

The net worth (representing equity capital plus reserves and surplus less intangible assets) of 209 companies at the end of 1986-87 was Rs. 26,966.17 crores as against Rs. 22,148.18 crores as on 31st March 1986 in respect of

212 companies.

(b) *Gross Assets* : As against the overall growth of total assets of 10.3 per cent in 1985-86, the growth of such assets during 1986-87 was 20.4 per cent.

Sector	* Total Gross Assets			Increase (4-3)	Rate of growth (Percentage)	
	1984-85	1985-86	1986-87		1985-86	1986-87
	1	2	3		4	5
(Rupees in lakhs)						
i) Running Concerns						
A) Industrial	59,71,356.40	67,92,441.95	79,46,780.60	11,54,338.65	13.7	17.0
B) Trading and Services	1,58,307.34	1,47,701.52	4,33,338.83	2,85,637.31	(-) 6.7	193.4
C) Consultancy	1,10,159.09	1,12,853.79	1,07,569.61	(-) 5,284.18	2.4	(-) 4.7
D) Financial	2,44,118.80	83,186.91	12,445.96	(-) 70,740.95	(-) 65.9	(-) 85.0
Total	64,83,941.63	71,36,184.17	85,00,135.00	13,63,950.83	10.1	19.1
ii) Promotional and Developmental Undertakings	94,796.85	1,06,837.02	1,22,128.25	15,291.23	12.7	14.3
iii) Companies in the stage of construction	2,37,378.59	2,74,695.66	4,29,765.12	1,55,069.46	15.7	56.5
Total of all the groups	68,16,117.07	75,17,716.85	90,52,028.37	15,34,311.52	10.3	20.4
Number of companies	203	212	209			

Excludes accumulated losses of the undertakings and investments made by the holding companies in the share capital of subsidiaries.

(c) *Value of production/business* :- Though there was increase in the rate of growth of value of production/business in respect of Trading and Services, financial concerns and promotional and Developmental Undertak-

ings there was substantial decrease in the rate of growth of value of production/business in the Industrial and consultancy concerns during 1986-87 as compared to 1985-86 as indicated below :-

Sector	Value of production/business			Increase (4 - 3)	Rate of growth (Percentage)	
	1984-85	1985-86	1986-87		1985-86	1986-87
1	2	3	4	5	6	7
i) Running concerns	(Rupees in lakhs)					
A) Industrial	36,73,613.97	41,99,393.50	46,28,183.62	4,28,790.12	14.3	10.2
B) Trading and Services	6,28,317.54	6,48,977.93	6,75,177.18	26,199.25	3.3	4.0
C) Consultancy	25,442.02	34,810.08	14,092.19	(-) 20,717.89	36.8	(-)59.5
D) Financial	18,443.81	21,273.48	26,361.76	5,088.28	15.3	23.9
Total	43,45,817.34	49,04,454.99	53,43,814.75	4,39,359.76	12.9	8.9
ii) Promotional and Developmental Undertakings	31,106.07	29,411.93	29,763.76	351.83	(-) 5.4	1.2
Total of all the groups	43,76,923.41	49,33,866.92	53,73,578.51	4,39,711.59	12.7	8.9
Number of Companies	188	201	197			

As against 143.3 per cent of value of production/business to capital employed in 1985-86, the percentage of value of production/business to capital employed during 1986-87 was 129.7. The percentage of value of production/business to capital employed, however, increased in 1986-87 in respect of Financial concerns as indicated below :-

Sector	Value of production/business	Capital employed	Percentage of value of production to capital employed	Value of production/business	Capital employed	Percentage of value of production to capital employed
		1985-86		1986-87		
1	2	3	4	5	6	7
(i) Running Concerns	(Rupees in lakhs)					
(A) Industrial	41,99,393.50	29,73,883.94	141.2	46,28,183.62	34,54,863.59	133.9
(B) Trading and Services	6,48,977.93	91,130.33	712.1	6,75,177.18	2,43,485.94	277.3
(C) Consultancy	34,810.08	16,680.86	208.7	14,092.19	3,19,704.89	71.5
(D) Financial	21,273.48	2,71,201.51	7.8	26,361.76	19,574.74	8.2
Total	49,04,454.99	33,52,896.64	146.3	53,43,814.75	40,37,629.16	132.3
(ii) Promotional and Developmental Undertakings	29,411.93	91,118.45	32.3	29,763.76	1,03,249.74	28.8
Total of all the groups	49,33,866.92	34,44,015.09	143.3	53,73,578.51	41,40,878.90	129.7
Number of companies		201			197	

## 1.10 (a) Sources of Funds

Funds received from internal sources as well as external sources are given below:-

Sector	Internal sources (Reserves and Surplus provisions and depreciation)	1985-86		Total funds	Internal sources (Reserves and Surplus provisions and depreciation)	1986-87		Percentage of total funds			
		External sources (Additional Capital & Borrowing etc.)	Total funds			Internal sources	External sources	Internal sources	External sources		
(i) Running concerns :	(Rupees in crores)										
(A) Industrial	2,889.52	8,121.11	11,010.63	3,076.40	8,467.96	11,544.36	26.2	73.8	26.6	73.4	
(B) Trading and Services	47.29	(-) 10.74	36.55	372.90	1,123.95	1,496.85	-	-	24.9	75.1	
(C) Consultancy	7.21	121.26	128.47	16.29	(-) 87.55	(-) 71.26	5.6	94.4	-	-	
(D) Financial	29.56	418.28	447.84	38.24	445.72	483.96	6.6	93.4	7.9	92.1	
Total	2,973.58	8,649.91	11,623.49	3,503.83	9,950.08	13,453.91	25.6	74.4	26.0	74.0	
(II) Promotional & Developmental Undertakings	37.30	100.17	137.47	54.99	929.69	948.68	25.6	72.9	5.6	94.4	
	3,010.88	8,750.08	11,760.96	3,558.82	10,879.77	14,438.59	25.6	74.4	24.6	75.4	
(III) Companies in the stage of construction	4.57	1,754.48	1,759.05	11.91	671.91	683.82	0.3	99.7	1.7	98.3	
Grand total	3015.45	10504.56	13520.01	3570.73	11551.68	15122.41	22.3	77.7	23.6	76.4	

## (b) Cash and bank balances

The cash and bank balances held by 209 companies as on 31st March 1987 amounted to Rs. 2,851.67 crores. The outstanding balances in the cash credit account which had been operated by 101 companies, amounted to Rs. 2,307.74 crores as on 31st March, 1987.

Inventories of 166 running concerns and 16 Promotional and Developmental Undertakings as on 31st March 1987 are indicated below. In compiling these figures, the data relating to certain companies carrying on servicing, financing and consultancy business and also of companies in the stage of construction have been excluded (27 companies).

## 1.11. Inventories

(Rupees in lakhs)

Group	No. of companies	1986-87		Total	Net Sales	Percentage of 5 to 6
		Raw materials, stores and spares including in-Transit loose tools, Jigs and fixtures etc.	Stock (Finished and Semi-Finished goods)			
1	2	3	4	5	6	7
(i) Running Concerns						
(A) Industrial	147 (153)	6,70,747.34 (6,36,463.54)	7,21,938.85 (6,47,870.09)	13,92,686.19 (12,84,333.63)	44,23,450.00 (40,69,069.95)	31.5 (31.6)
(B) Trading and Services	15 (11)	8,751.76 (190.07)	49,588.87 (62,268.00)	58,340.63 (62,458.07)	7,43,462.88 (6,47,708.88)	7.8 (9.6)
(C) Consultancy	4 (9)	473.34 (666.74)	41,639.50 (54,593.63)	42,112.84 (55,260.37)	23,741.51 (31,320.22)	177.4 (176.4)
Total	166 (173)	6,79,972.44 (6,37,320.35)	8,13,167.22 (7,64,731.72)	14,93,139.66 (14,02,052.07)	51,90,654.39 (47,48,099.05)	28.8 (29.5)
(ii) Promotional and Developmental Undertakings	16 (18)	2,334.19 (2,775.92)	5,081.27 (5,151.41)	7,415.46 (7,927.33)	27,844.53 (31,459.65)	26.6 (25.2)
Grand total	182 (191)	6,82,306.63 (6,40,096.27)	8,18,248.49 (7,69,883.13)	15,00,555.12 (14,09,979.40)	52,18,498.92 (47,79,558.70)	28.8 (29.5)

Note : Figures in brackets indicate previous year's figures.

As on 31st March 1987, the total inventory amounted to Rs. 15,005.55 crores as against Rs. 14,099.79 crores as on 31st March 1986 and represented 28.8 percent of net sales in 1986-87 as compared to 29.5 percent in 1985-86.

24 companies had declared that stores not moving for periods of 2 years or more at the end of 1986-87 amounted to Rs. 30.93 crores.

#### 1.12.1 Customer composition and analysis of sales

Information regarding customer composition viz. sales to Government Departments, Public Sector Undertakings, Exports and Other Parties was available in respect of 192 companies with total sales of Rs. 52,157.79 crores in 1986-87 and 192 companies with total sales of Rs. 48,070.81 crores in 1985-86. The analysis indicates the following position :-

	(Percentage of total sales)	
	1985-86	1986-87
(i) Sales to Government Departments	18.5	13.7
(ii) Sales to Public Sector Undertakings	14.2	15.8
(iii) Exports	3.7	4.1
(iv) Sales to other Parties	63.6	66.4

#### 1.12.2 Ratio of sales to capital employed

The figures of sales and capital employed for 1985-86 (194 companies) and 1986-87 (197 companies) are indicated below:-

Group	Sales	1985-86	Percentage of sales to capital employed	1986-87	Percentage of sales to capital employed	
		Capital employed		Sales		Capital employed
1	2	3	4	5	6	7
		(Rupees in lakhs)		(Rupees in lakhs)		
(i) Running concerns						
(A) Industrial	40,88,696.26	29,68,338.03	137.7	44,87,860.58	34,54,863.59	129.8
(B) Trading and Services	6,49,309.41	91,130.33	712.5	7,32,757.54	2,43,485.94	300.9
(C) Consultancy	27,972.56	16,680.56	167.7	27,045.51	19,704.89	137.2
(D) Financial	21,268.45	2,71,127.47	7.8	26,361.76	3,19,574.74	8.2
Total	47,87,246.68	33,47,276.39	143.0	52,74,025.39	40,37,629.16	130.6
(ii) Promotional and Developmental Undertakings	31,557.78	91,118.45	34.6	32,020.50	1,03,249.74	31.0
Total of all the groups	48,18,804.46	34,38,394.84	140.1	53,06,045.89	41,40,878.90	128.1

It will be seen that the percentage of sales to capital employed decreased during 1986-87 in all the groups except Financial running concerns as compared to the previous year.

### 1.12.3 Ratio of Sundry Debtors to Sales

Figures of Sundry Debtors and Sales for the last 2 years are given below :

Group	1985-86			1986-87		
	Sundry debtors	Sales	Percentage of 2 to 3	Sundry debtors	Sales	Percentage of 5 to 6
1	2	3	4	5	6	7
	(Rupees in lakhs)			(Rupees in lakhs)		
(i) Running concerns						
(A) Industrial	5,87,934.87	40,88,696.26	14.4	6,51,126.11	44,87,860.58	14.5
(B) Trading and Services	39,358.38	6,49,309.41	6.1	61,807.74	7,32,757.54	8.4
(C) Consultancy	11,824.46	27,972.56	42.3	13,806.94	27,045.51	51.1
(D) Financial	59.77	21,268.45	0.3	29.44	26,361.76	0.1
Total	6,39,377.48	47,87,246.68	13.4	7,26,770.23	52,74,025.39	13.8
(ii) Promotional and Developmental Undertakings	7,198.11	31,557.78	22.8	8,517.00	32,020.50	26.6
Total of all the groups	6,46,575.59	48,18,804.46	13.4	7,35,287.23	53,06,045.89	13.9
Number of companies	194			197		

It will be seen that the percentage of sundry debtors to sales increased during 1986-87 in all groups except financial Running concerns.

1.13 Although returns on capital employed and capital invested are important parameters for measurement of efficiency of working of undertakings, these cannot be taken as the sole criteria for this purpose. Various socio-economic objectives like creation of employment opportunities, contribution to the national exchequer by way of duty, provision of housing and urban development, export and foreign exchange earnings etc. should also be taken into account. Some of these aspects are considered below :-

#### (a) Central Excise Duty

The total amount of central excise duty, charged to the profit and loss account of 98 companies whose products were subject to central excise duty during 1986-87, was Rs. 3083.64 crores and the value of production of these companies was Rs. 39,289.52 crores.

#### (b) Exports and Foreign Exchange Earnings

(i) Out of 192 companies (in respect of which information regarding composition of sales was available), 87 companies made a total export of Rs. 2,807.40 crores during 1986-87.

(ii) Total foreign exchange earned by 28 companies (in respect of which information was available) in rendering services (e.g. shipping, ship-repairs, consultancy etc.) in 1986-87 was Rs. 277.09 crores as against Rs. 172.35 crores (19 companies) in 1985-86.

#### (c) Employment Statistics

(i) The total number of persons employed as on 31st March 1987 was 22,10,777.

(ii) Total amount of salaries, wages and other benefits charged in the accounts was Rs. 6,386.67 crores.

(d) *Social Overheads*

These have been analysed under two broad categories viz. township and other social overheads.

(i) *Township maintenance*

For 15,42,669 employees in 92 companies, only 6,54,818 houses were constructed as on 31st March 1987. Information in respect of 84 companies for 1985-86 and 92 companies for 1986-87 has been analysed below :-

	1985-86	1986-87
	(Rupees in crores)	
(i) Maintenance and Administrative Expenses	179.77	207.57
(ii) Depreciation on township	152.21	156.26
(iii) Interest on capital outlay	19.25	31.52
<b>Total</b>	<b>351.23</b>	<b>395.35</b>
(iv) Rent receipts and other miscellaneous collections	36.89	42.72
(v) Net expenditure on township	314.34	352.63

(ii) Total cost of other social overheads like educational facilities, social and cultural activities, transport facilities, canteen subsidy etc. amounted to Rs. 502.80 crores in 1986-87 as against Rs. 433.99 crores in 1985-86.

1.14 *Capacity Utilization*

Utilization of capacity in some of the core sectors like steel, cement, power and fertilizers was as under :-

Sector	No. of Companies	Units	Installed Capacity	1986-87		1985-86		
				Actual Production	Percentage	Installed Capacity	Actual Production	Percentage
(i) Steel								
(a) Steel ingots	2	000 Tonnes	11,083	6,969	62.9	10,120	7,053	69.7
(b) Saleable Steel	2	"	8,172	6,421	78.6	7,775	6,089	78.3
(c) Pig Iron	1	"	1,455	1,169	80.3	1,795	1,063	59.2
(d) Sponge Iron	1	"	60	50	83.3	60	41	68.3
(ii) Cement	1	"	2,745	1,966	71.6	2,745	1,972	71.8
(iii) Fertilizers								
Urea	7	"	6,690	4,445	64.4	6,690	3,695	55.2
(iv) Power	3	—	2,735 MW	17278.28 Million Units	-	2535 MW	15430.38 Million Units	-

It will be seen that compared to 1985-86, the utilization of capacity generally improved during 1986-87 in all cases except in the case of steel ingots where despite an

increase in capacity from 10,120 thousand tonnes to 11,083 thousand tonnes, the production actually declined from 7,053 thousand tonnes to 6,969 thousand tonnes.

## Chapter - II

### GENERAL INSURANCE COMPANIES

2.1 As on 31st December 1986 there was one insurance company viz., General Insurance Corporation of India registered under the Insurance Act 1938 with four subsidiary companies as mentioned below :

- (i) The New India Assurance Company Limited, Bombay
- (ii) United India Insurance Company Limited, Madras
- (iii) National Insurance Company Limited, Calcutta
- (iv) The Oriental Insurance Company Limited, New Delhi.

2.2 The investment in these five companies was Rs. 168.40 crores by way of equity capital at the end of 1986 as against Rs. 113.50 crores at the end of 1985. The net worth of these companies at the end of 1986 was Rs. 844.34 crores as against Rs. 707.63 crores at the end of 1985. The Company-wise details are given in Annexure G.

#### 2.3 Profitability

The total profit earned by the five companies during 1985 and 1986 was as under

	(Rupees in Crores)											
	GIC		NATIONAL		NEW INDIA		ORIENTAL		UNITED INDIA		TOTAL	
	1986	1985	1986	1985	1986	1985	1986	1985	1986	1985	1986	1985
(a) Total Underwriting profits	(-)2.15	6.21	9.16	3.32	15.05	5.31	5.95	4.51	2.45	(-)6.93	30.46	12.42
(b) Interest, dividends and rent (Net)	70.52	60.64	34.86	28.30	64.22	52.56	41.40	35.30	39.52	34.04	250.52	210.84
(c) Profit prior to tax (after providing for other income and outgo).	66.82	67.62	45.61	32.92	78.33	61.10	47.39	39.93	41.71	27.81	279.86	229.38
(d) Net profit	52.62	53.22	29.61	18.92	46.13	39.40	32.34	25.63	24.29	19.50	184.99	156.67

It will be seen that the under-writing profits were Rs. 30.46 crores during 1986 representing only 10.9 per cent of total profit before tax of Rs. 279.86 crores.

#### 2.4 Premium Income/claims

Net Premium income (including portfolio premium) of the General Insurance Corporation of India and the four subsidiaries was Rs. 1,366.34 crores in 1986 as against Rs. 1,190.51 crores in 1985.

The net claims for the year 1986 amounted to Rs. 904.32 crores as against Rs. 794.93 crores during the previous year.

#### 2.5 Under-writing profits

Under-writing profits (i.e., profit from fire, marine and miscellaneous insurance business) of these companies increased from 12.42 crores in 1985 to Rs. 30.46 crores in 1986 as per details in the table given below :

(Rupees in crores)

	GIC		NATIONAL		NEW INDIA		ORIENTAL		UNITED INDIA		TOTAL	
	1986	1985	1986	1985	1986	1985	1986	1985	1986	1985	1986	1985
Fire insurance	6.28 (8.0)	7.37 (9.5)	9.34 (13.9)	7.71 (13.1)	21.36 (22.3)	12.67 (15.3)	11.18 (16.6)	13.24 (23.5)	16.51 (20.2)	6.32 (8.1)	64.67 (16.6)	47.31 (13.4)
Miscellaneous Insurance	-27.46 (-20.1)	-5.04 (-4.5)	-6.90 (-6.4)	-4.26 (-4.7)	-19.33 (-10.5)	-10.91 (-6.8)	-10.11 (-8.8)	-6.77 (-7.2)	-21.01 (-14.5)	-13.79 (-11.6)	-84.81 (-12.3)	-40.77 (-7.1)
Marine insurance	19.03 (26.5)	3.88 (5.3)	6.72 (15.0)	-0.13 (-0.3)	13.02 (-21.0)	3.55 (6.7)	4.88 (10.7)	-1.96 (-4.8)	6.95 (11.1)	0.54 (1.0)	50.60 (17.6)	5.88 (2.3)
Total	-2.15 (-0.7)	6.21 (2.4)	9.16 (4.2)	3.32 (1.8)	15.05 (4.4)	5.31 (1.8)	5.95 (2.6)	4.51 (2.4)	2.45 (0.8)	-6.93 (-2.7)	30.46 (2.2)	12.42 (1.0)

Note : Figures in brackets are percentage to corresponding net premium.



**It will be seen that :**

- (a) All the five companies incurred higher losses from miscellaneous insurance business during 1986 compared to 1985; the total losses incurred by the five companies which were Rs. 40.77 crores during 1985 increased by 108 per cent to Rs. 84.81 crores during 1986.
- (b) While total under-writing profits earned by four subsidiary companies increased in 1986 compared to 1985, the holding company which earned profit of Rs. 6.21 crores during 1985 incurred loss of Rs. 2.15 crores during 1986.

2.6 Some other aspects of the working of the General Insurance Corporation of India and the four subsidiary companies are mentioned below :-

- (a) Premium less re-insurance derived from business effected in India and out of India amounted to Rs. 1,142.44 crores and Rs. 223.90 crores during 1986 against Rs. 983.11 crores and Rs. 207.39 crores respectively during 1985.

- (b) Claims paid to claimants out of India during 1986 amounted to Rs. 134.36 crores as against Rs. 627.41 crores paid to claimants in India. The corresponding figures for 1985 being Rs. 129.16 crores and Rs. 504.03 crores respectively.
- (c) The estimated liability in respect of claims whether due or intimated at the end of 1986 was Rs. 1,132.82 crores as against Rs. 990.29 crores at the end of 1985.
- (d) The reserves for unexpired risks for the various classes of insurance business stood at Rs. 828.04 crores at the end of December, 1986 as against Rs. 726.79 crores at the end of December 1985.

### 2.7 *Investment in foreign countries*

The General Insurance Corporation of India and its subsidiaries and Life Insurance Corporation of India participated in the paid-up capital of 7 subsidiaries and associated companies floated in foreign countries for undertaking insurance business. As on 31st December 1986, the shareholding of GIC & its subsidiaries was Rs. 2.94 crores out of total paid-up capital of Rs. 10.51 crores in these companies.

## Chapter III

### 619-B COMPANIES

#### 3.1 *Number of Companies*

Section 619-B of the Companies Act, 1956 provides that the provisions of Section 619 (which regulates the audit of Government Company) shall apply to a company in which Government and/or Government owned/controlled Companies/Corporations together hold not less than 51 per cent of the paid-up share capital, as if it were a Government Company. The Companies Act does not specify the Corporations owned by the Central/State Governments. The Government of India, Department of Company Affairs clarified in March, 1976 that the following institutions were the Corporations owned or controlled by the Central Government within the meaning of Section 619-B of the Companies Act :-

- (i) Nationalised Banks
- (ii) Life Insurance Corporation of India
- (iii) General Insurance Corporation of India
- (iv) Industrial Development Bank of India
- (v) Industrial Finance Corporation of India
- (vi) Industrial Credit and Investment Corporation of India.

The Industrial Credit and Investment Corporation of India was, however, excluded in August 1976, from the list of Corporations owned or controlled by the Central Government. In February, 1977, Industrial Finance Corporation of India was also similarly excluded. The Ministry of Industry, Department of Company Affairs, in consultation with the Ministry of Law, intimated (March 1987) that the control envisaged in Section 619-B of the Companies Act, 1956 is direct control by Government and not indirect control through intermediaries and as such these two institutions had been excluded.

There is no independent mechanism available with the Government of India to know immediately when a company comes within the purview of Section 619-B of the Companies Act, 1956. The Comptroller and Auditor General of India comes to know of the existence of a 619-B

Company when a request is received from Government of India for appointment of statutory auditor. The Department of Company Affairs had taken the view that the onus of complying with the provisions of Section 619-B of the Companies Act, 1956 lay with the concerned company and the Statutory Auditor.

According to information available with the Comptroller and Auditor General of India, as on 31st March 1987, there were 44 companies coming within the scope of Section 619-B of the Companies Act in which not less than 51 per cent of the paid-up share capital was held by Central Government, Central Government companies and Corporations owned or controlled by the Central Government. This includes 5 companies the financial results of which have been included in the chapter on Central Government companies because these are wholly owned by the Central Statutory Corporations. Details of remaining 39 companies are given in Annexure 'H'.

During the year, two companies ceased to be Section 619-B companies due to change in their shareholding pattern viz :

- (i) Industrial Reconstruction Corporation of India Ltd.
- (ii) Vidyut Steels Limited

#### 3.2 *Position of Accounts*

Of the 39 companies mentioned above, certified accounts of only 24 companies were made available to the Comptroller and Auditor General of India for supplementary audit under Section 619(4) of the Companies Act, 1956 (upto 31st March 1988). Therefore, in this report the performance of those 24 companies has been analysed. In respect of 15 companies, the accounts in arrears are also indicated in Annexure 'H'.

#### 3.3 *Paid-up Capital*

- (i) Out of total paid-up capital of Rs. 106.12 crores of these 24 companies as indicated below, the share of Central Government and companies and corporations owned or controlled by Central Government was of the order of Rs. 71.38 crores i.e. 67.3 per cent.

The pattern of share holding was as under :-

1	Share holding	Percentage of the total paid-up capital
1	2	3
	(Rupees in lakhs)	
Central Government	4.54	..
State Governments	243.37	2.3
Companies and Corporations owned or controlled by Central Government	7,133.11	67.3
Companies and Corporations owned or controlled by State governments	565.44	5.3
Others	2,665.86	25.1
<b>Total</b>	<b>10,612.32</b>	<b>100.0</b>

(ii) The sectoral distribution of the paid-up capital, reserves and surplus and net worth of 24 companies as on 31st March 1987 is indicated below :-

Sector	No. of companies	Paid-up capital	Reserves and surplus	Total	Net worth
1	2	3	4	5	6
		(Rupees in lakhs)			
Engineering	3	302.76	1,080.51	1,383.27	57.92
Chemicals and Pharmaceuticals	1	509.61	30.00	539.61	- 6973.35
Mining and Minerals	2	984.89	16.41	1,001.30	640.91
Textiles	1	70.00	-	70.00	- 170.98
Miscellaneous	6	1,413.19	995.28	2,408.47	2280.41
Consultancy	9	129.40	15.12	144.52	116.00
Financial and Promotioal	2	7,202.47	18,107.01	25,309.48	25,121.68
	24	10,612.32	20,244.33	30,856.65	21,072.59

### 3.4 Profitability

3.4.1 Of the 24 companies under review, 16 earned a total profit of Rs. 87.00 crores (before tax and prior period adjustments) and 8 companies incurred a total loss of Rs. 11.35 crores (before prior period adjustments), thus resulting in an overall profit of Rs. 75.65 crores as compared to overall profit of Rs. 52.65 crores made by 22 companies in

the previous year. After taking into account prior period adjustments (Rs. 2.90 crores debit) and providing for taxation (Rs. 12.53 crores) and dividend (Rs. 11.46 crores), the balance of profit retained by 16 companies earning profits amounted to Rs. 60.11 crores as against the retained profits of Rs. 36.62 crores of 15 companies during the previous year.

A further analysis of the data revealed the following position :-

(i) Out of the total profit before tax and prior period adjustments of Rs. 87 crores earned by 16 companies, one company viz., Industrial Credit and Investment Corporation of India Limited, Bombay alone earned profit of Rs. 72.94 crores during 1986-87. Likewise, one company viz., Ashoka Paper Mills alone incurred loss of Rs. 8.45 crores out of total loss of Rs. 11.35 crores incurred by 8 companies.

(ii) 5 companies which earned a total profit of Rs. 5708.60 lakhs during 1985-86 earned higher profits amounting to Rs. 8,273.52 lakhs during 1986-87.

(iii) 7 companies witnessed a decline in its profit from Rs. 541.00 lakhs during 1985-86 to 411.32 lakhs during 1986-87.

(iv) 2 companies which incurred a loss of Rs. 125.08 lakhs during 1985-86 further increased their losses to Rs. 196.71 lakhs during 1986-87.

(v) 2 companies witnessed decline in their loss from Rs. 927.28 lakhs during 1985-86 to Rs. 881.33 lakhs during 1986-87.

(vi) 4 companies which incurred loss of Rs. 19.68 lakhs during 1985-86 considerably improved their performance by earning a profit of Rs. 15.21 lakhs during 1986-87.

(vii) 4 companies which earned a profit of Rs. 89.54 lakhs during 1985-86 incurred a loss of Rs. 57.06 lakhs during 1986-87.

However, sector-wise performance of these 24 companies has improved during 1986-87 as compared to the previous year as indicated below :-

Sector	1985-86			1986-87		
1	2			3		
(Rupees in lakhs)						
Engineering	(+)	35.52	(3)	(-)	175.91	(3)
Chemicals and Pharmaceuticals	(-)	861.81	(1)	(-)	844.50	(1)
Textiles	(-)	65.47	(1)	(-)	36.83	(1)
Steel	(+)	454.35	(1)	-	-	-
Consultancy	(+)	7.45	(8)	(-)	10.99	(10)
Financial and Promotional	(+)	5,175.73	(2)	(+)	7,301.25	(2)
Mining and Minerals	(+)	5.71	(1)	(+)	345.89	(2)
Miscellaneous	(+)	514.34	(5)	(+)	986.04	(5)
Total	(+)	5,265.82	(22)	(+)	7,564.95	(24)

Note :- Figures in bracket indicate the number of companies.

As far as the profit earning companies are concerned, the profit of Rs. 87.00 crores (before tax and prior period adjustments) earned by them represented 88.5 per cent of their total paid-up capital of Rs. 98.30 crores.

### 3.4.2 Dividend

Of the 16 companies which made profit, the following four companies declared dividend :-

S.No	Name of the Company	Paid-up capital	Amount of dividend declared/proposed	Percentage of dividend to paid-up capital
1	2	3	4	5
			(Rupees in lakhs)	
1.	Dishergarh Power Supply Company Limited	124.00	20.92	16.9
2.	Shriram Pistons and Rings Limited	62.78	1.54	2.4
3.	Vikrant Tyres Limited	1,111.80	204.00	18.3
4.	The Industrial Credit and Investment Corporation of India Limited	6,702.47	895.16	13.4
	Total	8,001.05	1,121.62	14.0

### 3.4.3 Cumulative Loss

As on 31st March 1987, the cumulative loss of the following four companies was more than their paid-up capital :

S.No.	Name of the Company	Paid-up capital	Cumulative Loss
		(Rupees in lakhs)	
1.	Derco Cooling Coils Limited	34.99	135.84
2.	The Braithwaite Burn and Jessop Construction Company Limited	71.00	1,325.35
3.	Ashok Paper Mills Limited	509.61	7,512.96
4.	Madan Industries Limited	70.00	240.98
	Total	685.60	9,215.13

### 3.5 Return on capital invested

For the reasons stated in paragraph 1.7 of chapter I of this report, which also hold good in the case of companies coming within the scope of Section 619-B of the Compa-

nies Act, 1956, an attempt has been made to analyse the working results of these companies on uniform basis. On this basis the return in 1986-87 on a total investment of Rs. 2887.76 crores in the form of equity, long-term loans and free reserves in respect of 24 companies amounted to

Rs. 274.84 crores representing 9.5 per cent in 1986-87 as against 8.1 per cent in 1985-86 as shown below :

Sector	No. of Companies	Capital invested	Profit(+)/Loss(-) (before tax and prior period adjustments)		Interest on long term loans	Total return	Percentage of total return to capital invested		
							1986-87	1985-86	
1	2	3	4		5	6	7	8	
(Rupees in lakhs)									
Engineering	3	2,979.81	(-)	175.911	46.69	(-) 29.22	Negative	6.5	(3)
Chemicals and Pharmaceuticals	1	3,476.06	(-)	844.50	271.70	(-)558.14	Negative	Negative	(1)
Mining and Minerals	2	4,500.61	(+)	345.89	506.23	(+)852.12	18.9	19.4	(1)
Textiles	1	204.34	(-)	36.83	15.87	(-)20.96	Negative	Negative	(1)
Steel	-	-	-	-	-	-	-	20.9	(1)
Miscellaneous	5	7,999.10	(+)	986.04	630.50	(+)1,611.02	20.1	6.1	(5)
Consultancy	10	183.66	(-)	10.99	0.65	(-)0.90	Negative	5.8	(8)
Financial and Promotional	2	2,69,432.04	(+)	7,301.25	18,328.95	(+)25,630.20	9.5	9.2	(2)
<b>Total</b>	<b>24</b>	<b>2,88,775.62</b>	<b>(+)</b>	<b>7,564.95</b>	<b>19,900.59</b>	<b>(+)27,484.12</b>	<b>9.5</b>	<b>8.1</b>	<b>(22)</b>

Note :- Figures in brackets indicate the number of companies whose audited accounts were available for that year.

### 3.6. Return on capital employed

The return in 1986-87 on a total capital employed of Rs. 469.71 crores in 24 companies amounted to Rs. 278.27 crores representing 59.2 per cent of capital employed in 1986-87 as against 58.5 per cent in 1985-86 as indicated below:-

Sector	No. of companies	Capital employed	Profit(+)/Loss(-) (before tax and prior period adjustments)		Total interest charged to P&L account	Total return	Percentage of return on capital employed		
							1986-87	1985-86	
1	2	3	4		5	6	7	8	
(Rupees in lakhs)									
Engineering	3	2,951.65	(-)	175.91	478.52	(+)302.61	10.3	21.8	(3)
Chemicals and Pharmaceuticals	1	7,161.21	(-)	844.50	286.36	(-)558.14	Negative	Negative	(1)
Textiles	1	46.59	(-)	36.83	28.05	(-)8.78	Negative	Negative	(1)
Consultancy	10	171.41	(-)	10.99	0.98	(-)10.19	Negative	6.0	(8)
Financial and Promotional	2	22,387.58	(+)	7,301.25	18,328.95	(+)25,630.20	114.5	103.6	(2)
Mining and Minerals	2	4,207.65	(+)	345.89	502.73	(+)848.62	20.2	87.8	(1)
Miscellaneous	5	10,044.80	(+)	986.04	627.35	(+)1,622.39	16.2	9.6	(5)
Steel	-	-	-	-	-	-	-	22.6	(1)
<b>Total</b>	<b>24</b>	<b>46,970.89</b>	<b>(+)</b>	<b>7,564.95</b>	<b>20,252.94</b>	<b>(+)27,826.71</b>	<b>59.2</b>	<b>58.5</b>	<b>(22)</b>

Note :- Figures in brackets indicate the number of companies whose audited accounts were available for that year.

### 3.7 Inventories

Inventories of 12 companies (excluding 12 companies carrying on consultancy and Financial and Promotional business) amounted to Rs. 87.12 crores as on 31st March, 1987 as against Rs. 65.92 crores in the previous year (12 companies) and represented 26.1 per cent of net sales in 1986-87 as compared to 25.0 per cent of net sales in 1985-86.

Sector	No. of companies	Raw Materials stores and spares (including in-transit) loose tools, jigs and fixtures etc.	Stock (finished and semi-finished goods)	Total	Net sales	Percentage
1	2	3	4	5	6	7
		(Rupees in lakhs)				
Engineering	3 (3)	1,349.79 (1,594.63)	4,950.55 (2,076.58)	6,300.34 (3,671.21)	8,456.06 (8,690.68)	74.5 (42.2)
Chemicals and Pharmaceuticals	1 (1)	364.86 (364.86)	5.22 (5.22)	370.08 (370.08)	— —	— —
Textiles	1 (1)	19.54 (19.86)	4.86 (7.40)	24.40 (27.26)	— (51.46)	— (53.0)
Steel	— (1)	— (139.90)	— (9.05)	— (148.95)	— (1,473.66)	— (10.1)
Mining and Minerals	2 (1)	133.72 (0.25)	10.71 (3.86)	144.43 (4.11)	4,175.07 (41.32)	3.5 (9.9)
Miscellaneous	5 (5)	1,383.28 (1,553.30)	489.01 (816.74)	1,872.29 (2,370.04)	20,729.30 (16,082.42)	9.0 (14.7)
	12 (12)	3,251.19 (3,672.80)	5,460.35 (2,918.85)	8,711.54 (6,591.65)	33,360.43 (26,339.54)	26.1 (25.0)

Note :- Figures in brackets indicate previous year's figures.

### 3.8 Sources of funds

Funds received from internal and external sources during 1986-87 and 1985-86 are compared below :-

Year	No. of companies	Amount (Rupees in crores)	Percentage to total funds (i.e. internal and external)	Amount (Rupees in crores)	Percentage to total funds (i.e. internal and external)
1985-86	22	39.34	7.7	469.52	92.3
1986-87	24	88.47	14.0	544.11	86.0

### 3.9 Sundry debtors and sales

Comparative position of sundry debtors and sales for the years 1985-86 and 1986-87 in respect of the companies other than those falling in the categories of "Financial and Promotional and `Consultancy" is as follows :-

Year	No. of companies	Sundry debtors	Sales	Percentage of Sundry debtors to sales
1	2	3	4	5
		(Rupees in Crores)		
1985-86	12	31.29	263.40	11.9
1986-87	12	37.84	333.60	11.3

### 3.10 Value of production/business

As on 31st March 1987, the value of production/business of 12 companies amounted to Rs. 346.55 crores as against Rs. 316.74 crores of 12 companies in the previous year and represented 141.9 per cent of the capital employed

of Rs. 244.15 crores as compared to 195.9 per cent of the capital employed of Rs. 161.67 crores in 1985-86. In compiling these figures, the date relating to certain companies (12) carrying on 'Financial and Promotional and 'Consultancy' business have been excluded. Sectoral distribution is indicated below :-

Sector	1985-86			1986-87		
	Value of production	Capital employed	Percentage of value of production to capital employed	Value of production	Capital employed	Percentage of value of production to capital employed
1	2	3	4	5	6	7
		(Rupees in Crores)			(Rupees in Crores)	
Engineering	95.30	25.05	380.4	97.18	29.52	329.2
Chemicals and Pharmaceuticals	...	14.58	...	...	71.61	...
Textile	0.18	0.71	25.4	0.03	0.47	6.4
Steel	14.77	41.10	35.9	...	...	...
Miscellaneous	167.48	94.84	176.6	207.91	100.59	206.7
Mining and Minerals	39.01	(-) 14.61	267.0	41.43	41.96	98.7
<b>Total</b>	<b>316.74</b>	<b>161.67</b>	<b>195.9</b>	<b>346.55</b>	<b>244.15</b>	<b>141.9</b>



## Chapter IV

### STATUTORY CORPORATIONS

#### 4.1 Number of Corporations

As on 31st March 1987, there were ten Union Government Corporations (Air India, Indian Airlines, The International Airports Authority of India, Central Warehousing Corporation, Delhi Financial Corporation, Delhi Transport Corporation, The Food Corporation of India, National Airports Authority of India, Oil and Natural Gas Commission and Inland Waterways Authority of India) under the audit of the Comptroller and Auditor General of India.

#### 4.2 Paid-up Capital

Out of 10 corporations, accounts of two corporations viz. National Airports Authority of India and Inland Water-

ways Authority of India were not received as on 30.4.1988. Delhi Transport Corporation had no equity capital and had been carrying on its operations through government loans received from time to time for meeting the capital expenditure and ways and means requirements. The total paid-up capital of 7 corporations as on 31st March 1987 was Rs. 1398.71 crores and represented an increase of Rs. 69.62 crores over the paid-up capital of Rs. 1329.09 crores at the end of the previous year.

The break-up of the paid-up capital of these 7 corporations, according to the investments made by the Union Government and others as on 31st March 1987 was as follows:-

	Number	Union Government	Others	Total
1	2	3	4	5
(Rupees in lakhs)				
i) Corporations wholly Owned by Union Government	5	1,32,404.99	—	1,32,404.99
ii) Corporations jointly owned	2	3,742.50 *	3,723.82	7,466.32
Total	7	1,36,147.49 (97.3%)	3,723.82 (2.7%)	1,39,871.31 (100%)
Figures for the year 1985-86:	7	129,347.50 * (97.3%)	3,561.02 (2.7%)	1,32,908.52 (100%)

\* Includes contribution from Delhi Administration and Chandigarh Administration.

#### 4.3 Long term loans

The total long-term loans obtained by the eight corporations (including DTC) stood at Rs. 5706.42 crores at the end of 1986-87 and represented an increase of Rs. 2004.59 crores over the long-term loans of Rs. 3701.83 crores at the

end of previous year.

The break-up of long-term loans of these corporations, according to the source of finance viz. Union government, foreign credits and others as on 31st March 1987 was as follows :-

	1985-86	1986-87	Increase(+)/ decrease(-)
(Rupees in lakhs)			
Union Government	1,22,106.62 (33.0)	2,49,701.19 (43.8)	(+)1,27,594.57
Foreign Credits	1,92,568.45 (52.0)	2,67,589.50 (46.9)	(+) 75,021.05
Others	55,508.13 (15.0)	53,351.55 (9.3)	(-) 2,156.58
Total	3,70,183.20 (100%)	5,70,642.24 (100%)	(+)2,00,459.04

Note :- Figures in bracket indicate percentage

The Union Government granted moratorium during the year for periods ranging from 5 to 6 years for repayment of loans aggregating Rs. 76.00 crores to only 1 corporation (Air India).

#### 4.4 Guarantees

Government gave guarantees in respect of the following :-

(a) Cash credit arrangements were made by the Food Corporation of India with the State Bank of India and other banks up to the limit of Rs. 4265.00 crores. Against this limit the amount outstanding as on 31st March 1987 was Rs. 3521.13 crores. (Guaranteed upto 25 per cent)

(b) Repayment of loans to the extent of Rs. 2,698.63 crores raised by the following corporations (including from foreign sources) outstanding as on 31st March 1987 :-

(Rupees in crores)

1) Indian Airlines	165.23
2. Air India	726.74
3) Oil and Natural Gas Commission	1,797.86
4) Delhi Financial Corporation	8.80
	<u>2,698.63</u>

(c) Repayment of issued share capital of Rs. 74.53 crores of the Central Warehousing Corporation under Section 5(1) of the Warehousing Corporation Act, 1962 of which Rs. 68.02 crores was paid up as on 31st March 1987. Payment of dividend at the minimum rates of 3.5% - 5.5% had also been guaranteed. The dividend at the minimum rate of 3.5 per cent is guaranteed upto the seventh issue and 5.5 per cent on subsequent issues.

(d) Repayment of principal and interest and fulfilment of payment obligation in pursuance of agreements/Letters of Credit entered into with foreign consultants/contractors in the case of Oil and Natural Gas Commission. The maxi-

mum amount guaranteed on this account as on 31st March 1987 was Rs. 96.93 crores against which the amount outstanding on that date was Rs. 21.94 crores.

(e) Repayment of ordinary share paid-up capital (Rs. 6.64 crores) as well as payment of annual dividend at the rates ranging between 3 and 5 per cent and repayment of principal amount of Bonds (Rs. 8.80 crores) and payment of interest thereon in respect of Delhi Financial Corporation.

#### 4.5 Subsidies

Apart from the concessions mentioned in paragraphs 3 and 4 above, subsidies have also been granted to the following corporations :-

(a) Oil and Natural Gas Commission :- During 1986-87, the Commission received subsidy of Rs. 2.00 crores. The cumulative subsidy received by it upto 31st March 1987 from Oil Industry Development Board for the scientific research projects amounted to Rs. 6.13 crores.

(b) The Food Corporation of India:- The difference between the economic cost and issue prices on operations performed by the corporation on behalf of the Government of India as well as carrying cost of buffer stock is reimbursed by Government. During 1986-87, the Corporation received subsidy amounting to Rs. 2,000.00 crores from Government of India, for consumers' subsidy and regularising transit and storage shortages. The cumulative subsidy received upto 1986-87 amounted to Rs. 11,235.38 crores.

#### 4.6 Profit :

While the Delhi Transport Corporation incurred a loss of Rs. 163.76 crores during 1986-87 as against the loss of Rs. 176.88 crores in the preceding year, the remaining seven corporations earned profit of Rs. 2534.91 crores during 1986-87 as against the profit of Rs. 2211.55 crores during 1985-86.

The table below indicates the final position of the operating results after tax provision, prior period adjustments and other appropriations:-

Sl. No.	Name of the Corporation	Paid up capital as on 31st March		Profit (+)/Loss (-) before tax and prior period adjustments		Tax provision			Prior period adjustments		Dividend		(Rupees in crores) Profit retained (including transfer to reserves.)	
		1987	1986	1986-87	1985-86	1986-87	1985-86	1986-87	1985-86	1986-87	1985-86	1986-87	1985-86	1986-87
1	2	3	4	5	6	7	8	9	10	11	12	13	14	
1.	Air India	@74.36	@74.36	+ 11.41	+54.93	-	-	+ 18.75	+ 11.07	-	-	30.16	66.00	
2.	Indian Airlines	@ 50.04	@ 50.04	+ 64.30	+ 63.00	25.00	0.30	- 0.57	+ 0.52	-	-	38.73	63.22	
3.	The International Air Port Authority	61.12	61.12	+ 55.80	+ 40.49	22.50	20.15	-	+ 1.76	-	-	33.30	22.10	
4.	Delhi Transport Corporation	*	*	- 163.76	- 176.88	-	-	- 0.24	- 0.04	-	-	- 164.00	- 176.92	
5.	Delhi Financial Corporation	6.64	5.24	+ 1.01	+ 0.81	0.30	0.24	-	-	0.26	0.15	0.45	0.42	
6.	Central Warehousing Corpn.	68.02	67.80	+ 26.99	+ 22.90	-	-	-	-	3.58	3.04	23.41	19.86	
7.	Oil and Natural Gas Commission	342.86	342.86	+ 2294.30	+ 2024.68	620.50	596.00	- 189.34	- 126.47	36.00	34.29	1448.46	1267.92	
8.	Food Corpn. of India	795.67	727.76	+ 81.10	+ 4.74	0.35	0.23	- 82.37	- 4.16	-	-	- 1.62	0.35	
Total		1398.71	1329.09	+ 2371.15	+ 2034.67	668.65	616.92	- 253.77	- 117.32	39.84	37.48	1408.69	+ 1262.95	

@ Excludes loan capital from Government

\* Funds have been provided by way of loans only.

#### 4.7 Working Results :

An analysis of the working results of these corporations indicates the following position :

(i) *Air India* : The profit retained by the corporation declined from Rs. 66 crores in 1985-86 to Rs. 30.16 crores in 1986-87 despite a prior period adjustments (credit) of Rs. 18.75 crores in 1986-87 compared to prior period adjustment of Rs. 11.07 crores (credit) in 1985-86. No dividend has been declared by the corporation from 1982-83 onwards despite higher net profits.

As compared to the operating profit of Rs. 56.61 crores in 1985-86, the operating profit in 1986-87 was Rs. 46.54 crores. The decrease in profit during the year as compared to previous year is mainly due to the comparatively larger increase in operating expenses (by Rs. 53.30 crores) as compared to the increase in operating revenue (by Rs. 43.23 crores).

(ii) *Indian Airlines* : The corporation made a profit of Rs. 64.30 crores during 1986-87 (before tax and prior period adjustments) as against a profit of Rs. 63.00 crores during 1985-86. After taking into account provisions for tax and prior period adjustments, the profits for the year 1986-87 and 1985-86 were Rs. 38.73 crores and Rs. 63.22 crores respectively. The operating revenue increased by Rs. 109.61 crores in 1986-87 as compared to 1985-86 mainly due to increased number of passengers. The increase in operating expenses was due to steep hike in the price of Aviation Turbine Fuel and Landing and Navigation charges, higher staff costs and increased obsolescence of spares, etc.

(iii) *The International Airports Authority of India* : The Authority made a profit of Rs. 55.80 crores (before tax and prior period adjustments) during 1986-87 as against a profit of Rs. 40.49 crores (before tax and prior period

adjustments) earned during 1985-86. After taking into account the provision for tax and adjustments of prior periods, the profit for 1986-87 was Rs. 33.30 crores as against a profit of Rs. 22.10 crores in 1985-86.

The revenue increase of Rs. 34.39 crores in 1986-87 as compared to 1985-86 was mainly due to upward revision of landing fee, increase in aircraft movements, increased cargo and other non-traffic activities during the year.

Proviso to Section 20(1) of the International Airports Authority Act, 1971 requires that the sums set apart annually in respect of each or any of the specific and general reserves and the aggregate at any time of such sums shall not exceed such limits as may, from time to time, be fixed in that behalf by the Central Government. Section 20(2) of the Act requires that after making provision for such reserve fund or funds and for bad and doubtful debts, depreciation on assets and all other matters which are usually provided for by companies registered and incorporated under the Companies Act, the Authority shall pay the balance of the annual net profits to the Central Government. The Authority has not paid to Government Rs. 40.13 crores being the amount in excess of the aforesaid limit prescribed by the Government of India.

(iv) *Delhi Transport Corporation* : The Corporation incurred a loss (before prior period adjustments) of Rs. 163.76 crores in 1986-87 as against a loss of Rs. 176.88 crores (before prior period adjustments) in 1985-86. After taking into account the prior period adjustments, the loss

for 1986-87 was Rs. 164 crores as against loss of Rs. 176.92 crores in 1985-86. The cumulative loss upto 31st March 1987 was Rs. 863.50 crores against the aggregate of loans amounting to Rs. 483.55 crores received from the Union Government upto 31st March 1987.

The losses of the Corporation are attributed to low fare structure, increased labour input cost and high incidence of interest charges. While the operating revenue of the Corporation increased by Rs. 43.71 crores from largely due to revision of fares to Rs. 124.75 crores during 1986-87 from Rs. 81.04 crores during 1985-86, the increase was substantially offset by increase of Rs. 25.38 crores in non-operating expenses from Rs. 82.55 crores during 1985-86 to Rs. 113.93 crores during 1986-87.

The Corporation incurred a loss of 577.78 paise per K.M. during 1986-87 as compared to 643.08 paise during 1985-86.

The Corporation operated its services on 675 routes during 1986-87 in Union Territory as compared to 684 routes during 1985-86. The Corporation also operated on 77 inter-State routes during 1986-87 on which it incurred a loss of Rs. 7.77 crores as compared to 72 routes in 1985-86 on which it incurred a loss of Rs. 6.47 crores.

(v) *Delhi Financial Corporation* : The paid-up capital of the Corporation was \*Rs. 5.18 crores and the party-wise distribution of shares as on 31st March 1987 is indicated below :-

		No. of shares	Amount
A.	Ordinary Share Capital		(Rupees in lakhs)
(i)	Delhi Administration	1,90,000	190.00
(ii)	Chandigarh Administration	45,250	45.25
(iii)	Industrial Development Bank of India	2,35,250	235.00
(iv)	Scheduled Banks, Co-operative Banks, Insurance Companies, etc.	22,335	22.33
(v)	Other Parties	380	0.38
	Total	4,93,215	493.21
B.	Special Share Capital		
(i)	Delhi Administration	10,000	10.00
(ii)	Chandigarh Administration	2,500	2.50
(iii)	Industrial Development Bank of India	12,500	12.50
	Total	25,000	25.00
	Grand Total (A+B)	5,18,215	518.21

\* This does not include Rs. 6.00 lakhs which has been advanced towards contribution of shares pending allotment.

During 1986-87 the Corporation earned a net profit (before tax) of Rs. 101.04 lakhs as against the net profit (before tax) of Rs. 81.08 lakhs in previous year. The Corporation has switched over to cash method of accounting from mercantile system from 1st April 1984. After making provision of Rs. 30.31 lakhs for taxation and transfer of Rs. 40.42 lakhs to Special Reserve and Rs. 4.65 lakhs to other reserves, the balance left in the profit and loss account was Rs. 25.66 lakhs. The Corporation declared a minimum dividend of Rs. 25.66 lakhs on its ordinary share capital of Rs. 493.21 lakhs without having recourse to any subvention from Delhi and Chandigarh Administrations. There is no dividend liability on special class of shares.

(vi) *Oil & Natural Gas Commission* : The net profit of Rs. 1448.46 crores (after tax provision and prior period adjustments) earned by the Commission during 1986-87 as against Rs. 1302.21 crores in 1985-86 carried to the Appropriation Account has to be viewed in the light of the following :-

(a) The Accounting policy of the Commission till the year 1984-85 had been to transfer all the expenditure during the year on exploratory and development wells relating to any area/field, which was declared commercial producer, regardless of the level of production, to 'Producing Property Account' and depletion of such producing properties was charged at the rate of 1/10th of its value per annum. The expenditure on construction/erection of 'Production Facilities' was capitalised as expenditure on fixed assets and depreciation was expensed against that year's income regardless of the level of production. From 1985-86, the Commission changed its accounting policy and adopted 'Successful Efforts Method' of accounting under which all costs that discover oil and gas reserves are capitalised and those which do not discover oil and gas reserves or do not have future benefits are expensed. The above Accounting Policy suffered from certain infirmities. The above switch over has led to a total of 79 dry wells costing Rs. 480.59 crores being shown under 'wells-in-progress' which should have been charged off to Profit & Loss Account.

(b) Profit is overstated by Rs. 12.01 crores due to under-statement of expenditure under various heads like production expenditure, Sales Tax, Expenditure on Survey and Abandoned Areas written off, etc.

(vii) *Central Warehousing Corporation* : The Corporation earned a net profit (before tax) of Rs. 26.99 crores during 1986-87 as against a net profit (before tax) of Rs. 22.90 crores during 1985-86.

The Corporation proposed dividend of Rs. 3.58 crores on its paid-up capital (Rs. 68.02 crores) during 1986-87. After making provision for dividend and Reserve Fund, the balance of profit carried to Balance Sheet amounted to Rs. 0.12 lakhs.

(viii) *The Food Corporation of India* : The certified accounts of the Corporation for the year 1986-87 showed a net profit of Rs. 81.10 crores (before tax and prior period adjustments). However, after making prior period adjustments the working result showed a loss of Rs 1.62 crores for 1986-87.

#### 4.8 Return on Capital Invested

For the reasons stated in paragraph 1.7 of Chapter I which also hold good in the case of Corporations, an attempt has been made in Annexure 'I' to analyse the working results of the Corporations on a uniform basis. On this basis the return in 1986-87 on a total investment of Rs. 12,769.18 crores in respect of these eight Corporations amounted to Rs. 2803.05 crores, representing 21.9 per cent of the investment as against the return of 26.4 per cent in 1985-86 and 25.9 per cent in 1984-85.

#### 4.9 Return on Capital Employed

The return during 1986-87 worked out to Rs. 3342.00 crores giving a rate of return of 25.4 per cent on a total capital of Rs. 13,146.07 crores employed during the year. The return during 1984-85 and 1985-86 was 27.5 per cent and 27.9 per cent respectively.

#### 4.10 Rate of Growth

##### (a) Paid-up Capital and Reserves and Surplus

The rate of growth of paid-up capital and reserves and surplus of eight Corporations during 1986-87 as compared with that of 1985-86 is indicated below :-

Paid-up Capital and Reserves & Surplus			Rate of Growth	
(Rupees in crores)			(Percentage)	
1984-85	1985-86	1986-87	1985-86	1986-87
4,476.33	6,436.70	<del>8,192.70</del> 8,118.34	43.8	<del>27.3</del> 26.1

The net worth (representing equity capital plus reserves and surplus less intangible assets) of these 8 corporations at the end of 1986-87 was Rs. ~~7,230.26~~ <sup>5,676.40</sup> crores as against Rs. 4,507.22 crores at the end of previous year.

(b) *Gross Assets*

The rate of growth of total gross assets of these Corporations increased in 1986-87 as compared with that of 1985-86 as indicated below :

1	2		3		4		5
	Total Gross Assets (Rupees in crores)		Rate of Groth (Percentage)				
1984-85	1985-86	1986-87	1985-86	1986-87			
20,511.89	23,376.17	27,102.01	14.0				15.9

(c) *Value of production*

The rate of growth of value of production/business of these corporations during 1986-87 as compared with that of previous year is indicated below :

	Value of production/business (Rupees in Crores)			Rate of Growth (Percentage)	
	1984-85	1985-86	1986-87	1985-86	1986-87
(i) Corporations other than the Food Corporation of India	5,663.45	5,285.74	6,330.90	(-)6.7	19.8
(ii) The Food Corporation of India	4,083.00	5,062.39	5,283.69	24.0	4.4
Total	9,746.45	10,348.13	11,614.59	6.2	12.2

(d) *Profit :*

The rate of growth of overall net profit before tax and after prior period adjustments of these corporations as compared with that of 1985-86 is as follows :-

1984-85	Profit before tax but after prior period adjustments (Rupees in crores)		Rate of Growth (Percentage)	
	1985-86	1986-87	1985-86	1986-87
(+)1,651.16	(+)1,917.34	(+)2,287.98	16.1	19.3

4.11 *Sources of Funds*

Funds received by these corporations during 1986-87 from internal and external sources were as given below :

	Internal Sources		External Sources	
	Amount (Rupees incrores)	Percentage to total funds (internal and external)	Amount (Rupees in crores)	Percentage to total funds (internal and external)
1985-86	2,117.65	71.3	851.04	28.7
1986-87	2,758.42	70.1	1,176.47	29.9

#### 4.12 Analysis of Sales

The comparative position of sundry debtors and sales of these corporations (7) for the last three years was as follows :

1	Sundry debtors	Sales	Percentage of Sundry debtors to sales
	(Rupees in crores)		
	2	3	4
1984-85	1,439.09	8,849.85	16.3
1985-86	1,637.92	11,246.63	14.6
1986-87	1,921.36	12,427.15	15.5

#### 4.13 Social Indicators

Some of the aspects are indicated below :

##### (a) Central Excise Duty

The total amount of Central Excise Duty charged to profit and loss account of one corporation (Oil and Natural Gas Commission) during 1986-87 was Rs. 908.06 crores and the value of production of this Corporation was Rs. 5,176.38 crores.

##### (b) Foreign Exchange Earnings

Total Foreign Exchange earned by 2 Corporations (Indian Airlines and Air India) was Rs. 383.19 crores.

##### (c) Employment Statistics

(i) The Total number of persons employed in these Corporations as on 31st March 1987 was 2,20,398.

(ii) Total amount of salaries, wages and other benefits charged in the accounts for 1986-87 of these Corporations was Rs. 695.62 crores.

(iii) Incidence of salaries, wages and other benefits per employee on the basis of data mentioned in (i) and (ii) above works out to Rs. 31,561 per annum.

(iv) Number of employees for every Rs. 1 crore of capital invested in respect of the above Corporations works out to 17.

##### (d) Social Overheads

These have been analysed under two broad categories viz. township and other social overheads :-

##### (i) Township maintenance

Information in respect of 4 Corporations viz. Indian Airlines, International Airports Authority of India, Air

India and Oil and Natural Gas Commission (which are having townships) for 1986-87 is analysed below :

(Rupees in lakhs)	
(i) Maintenance and Administration	314.11
(ii) Depreciation	797.83
(iii) Interest on capital outlay	1,027.33
Total	2,139.27
(iv) Rent receipts and other miscellaneous collection from the staff :	174.12
(v) Net expenditure	1,965.15

(ii) Total cost of other social overheads like educational facilities, medical facilities, social and cultural activities, canteen subsidy etc. amounted to Rs. 84.42 crores in respect of 7 Corporations.

#### 4.14 Damodar Valley Corporation

In addition to the ten Corporations referred to in paragraph 1 of this Chapter, the Damodar Valley Corporation is also under the audit control of the Comptroller and Auditor General of India. The Corporation was constituted on 7th July 1948 under the Damodar Valley Corporation Act, 1948 with the main objects of flood control, irrigation and generation and distribution of power.

2. In terms of Section 30 of the Damodar Valley Corporation Act, 1948, the entire capital requirement of the Corporation was to be provided by the participating Governments viz. the Union Government and the State Governments of West Bengal and Bihar. Till the end of 1968-69, the capital as provided by the three participating Governments stood at Rs. 214.72 crores. From 1969-70 onwards, the participating Governments did not contribute any further capital. The capital base of the Corporation was, however, augmented through public borrowings (Rs. 214.69 crores), Government of India loans (Rs. 28.15 crores), internal resources (Rs. 283.61 crores) and by withholding the amount (Rs. 258.03 crores) due to participating Governments as on 31st March 1987.

The table below indicates the allocation of outlay and the contribution of the participating Governments on 31st March 1987, among the three main objects.

(Rupees in Crores) Participating		Flood Control		Irrigation		Power		Total	
		Outlay	Contri- bution	Outlay	Contri- bution	Outlay	Contri- bution	Outlay	Contri- bution
1.	Union Government	7.00	7.00	-	-	309.42	49.09	316.42	56.09
2.	West Bengal Government	14.00	3.91	67.96	18.97*	309.42	86.38	391.38	109.26
3.	Bihar Government	-	-	0.26	0.04	309.42	49.32	309.68	49.36
Total		21.00	10.91	68.22	19.01	928.26	184.79	1,017.48	214.71

Note : \* The figures of contribution of West Bengal Government for irrigation as on 31.3.1987 does not include Rs. 18.29 crores incurred directly by the West Bengal Government upto 31.3.1987. The amount is shown under 'Sundry Creditors' and has not yet been converted as Capital.

Surplus/deficit under 'Power' is distributed equally among the three participating Governments, while deficit under 'Flood Control' is allocated to the Government of West Bengal only and that under 'Irrigation' is shared by the governments of West Bengal and Bihar in proportion to their respective shares in the total capital cost attributed to 'Irrigation'.

Out of the total deficits of Rs. 135.14 lakhs (Union Government), Rs. 8,412.59 lakhs (Government of West Bengal) and Rs. 162.60 lakhs (Government of Bihar), ad-

justments for Rs. 135.14 lakhs, Rs. 8255.42 lakhs and Rs. 160.02 lakhs were carried out upto 31st March 1987 against amounts due to these Governments in the shape of interest on capital, share of revenue surplus etc., thereby leaving a balance of Rs. 157.17 lakhs and Rs. 2.58 lakhs due from the Governments of West Bengal and Bihar respectively.

The table below indicates the installed capacity and the firm capacity as assessed by the Corporation and the actual generation of power etc., for the last two years :-

		1985-86	1986-87
1.	(a) Installed capacity in MW (at maximum rated capacity as per the designers)	1,654	1,489/1,699
	(b) Installed capacity in MW (derated)	1,549	1,439/1,649
2.	Firm capacity as assessed by the Corporation (in MW)	720/833	720/833
3.	Actual generation (MKWH)	6,459.40	5,605.22
4.	Percentage of generation to :		
	(i) Installed capacity	44.58	42.97
	(ii) Installed capacity (derated)	47.60	44.46
	(iii) Firm capacity	86.44	88.87

As against the accepted norm of generation of 5,000 KWH of power per KW of capacity, the actual generation per KW of installed capacity (derated) in respect of thermal power plants worked out to 3,916 KWH in 1986-87 against 4,191 KWH in 1985-86.

New Delhi  
The

*K. Tyagarajan*  
(K. TYAGARAJAN)  
Chairman, Audit Board and Ex-officio  
Additional Deputy Comptroller and  
Auditor General (Commercial)

Countersigned

New Delhi  
The

*T.N. Chaturvedi*  
(T.N. CHATURVEDI)  
Comptroller and Auditor General of India

20 OCT 1989



## ANNEXURE 'A'

(Referred to in para 2 of preface)

List of companies/corporations in which Union Government have invested more than Rs. 1 crore which are not subject to audit by the Comptroller and Auditor General of India.

Sl. No.	Name of the company/ Statutory Corpn.	Total Amount* invested upto end of 1986-87 (Rs. in lakhs)	Percentage of Govt. invest- ment to the total paid-up capital
1	2	3	4
1.	Nationalised Banks	93,700.13	Not available
2.	Industrial Development Bank of India	47,500.00	100.00
3.	Export Import Bank of India	17,250.00	100.00
4.	Industrial Reconstruction Bank of India	8,000.00	Not Available
5.	National Bank of Agriculture and Rural Development	5,000.00	Not Available
6.	Regional Rural Banks	3,275.00	50.00
7.	Reserve Bank of India	581.80.	100.00
8.	Life Insurance Corp'n. of India	500.00	100.00
9.	Indian Explosive Ltd.	290.12	11.8

\* Based on the data contained in the Union Govt. Finance Accounts 1986-87.

## ANNEXURE 'B'

(Referred to in para No. 1.1)

### New Government Companies

1. Bharat Bhari Udyog Limited
2. Bharat Yantra Nigam Limited
3. \* India Renewable Energy Development Agency Limited (~~Subsidiary of Oil & Natural Gas Commission~~).
4. \* Indian Railway Finance Corporation Limited
5. Maharashtra Electros melt Limited (Subsidiary of Steel Authority of India Limited).
6. Power finance Corporation Limited
7. Pondicherry Ashok Hotel Corporation Limited  
(Subsidiary of India Tourism Development Corporation Limited).

\*Accounts were not due.

### Companies which were merged during the year 1986-87

#### A. Merged with Andrew Yule and Company Limited

1. Basmatia Tea Company Limited
2. Banarhat Tea Company Limited
3. Hoolungoore Tea Company Limited
4. Murphulani (Assam) Tea Company Limited
5. Rajgarh Tea Company Limited
6. The Mim Tea Company Limited

#### B. Merged with Shipping Corporation of India Limited

7. Mughal Lines Limited

### Company ceased to be Union Government Company

1. Punjab Maize Products Limited  
(Subsidiary <sup>of</sup> Indian Drugs and Pharmaceuticals Ltd.)

**ANNEXURE 'C'**

*(Referred to in para 1.3)*

**Default in repayment of Government loans/interest**

Sl. No.	Name of the Company	Amount (Rs. in Crores)
1	2	3
1.	Indian Iron & Steel Company Ltd.	62.23
2.	Hindustan Steels Works Construction Ltd.	28.05
3.	Bharat Refractories Limited	38.96
4.	India Fire Bricks and Insulation Company Ltd.	3.81
5.	Heavy Engineering Corpn. Limited	82.83
6.	Pyrites Phosphates & Chemicals Ltd.	1.45
7.	Bharat Gold Mines Limited	4.14
8.	Tungabhadra Steel Products Limited	1.37
9.	Hindustan Aeronautics Limited	6.24
10.	Hindustan Paper Corpn. Ltd.	322.57
11.	Jessop & Company Limited	15.23
12.	Garden Reach Shipbuilders & Engg. Ltd.	15.20
13.	Braithwaite & Company Limited	14.50
14.	Bharat Ophthalmic Glass Ltd.	12.30
15.	Biecco Lawrie Limited	9.01
16.	Tyre Corporation of India Limited	1.60
17.	Bridge & Roof Company (India) Ltd.	1.26
18.	Fertilizer Corporation of India Ltd.	25.11
19.	Hindustan Fertilizers Corpn. Ltd.	61.16
20.	Smith Stainstreet Pharmaceuticals Ltd.	2.81
21.	Mining and Allied Machinery Corpn. Ltd.	0.09
22.	North Eastern Regional Agricultural Marketing Corpn. Ltd.	0.02
23.	Bengal Immunity Ltd.	1.75
24.	Weighbird (India) Ltd.	0.64
25.	Bharat Process & Mechanical Engineers Ltd.	7.12
26.	Richardson & Cruddas (1972) Limited	5.79
27.	National Bicycle Corpn. of India Ltd.	2.33

1	2	3
28.	Shipping Corpn. of India Limited	27.92
29.	Cotton Corpn. of India Limited	46.76
30.	Bharat Heavy Plate & Vessels Limited	7.59
31.	Sponge Iron India Limited	2.84
32.	National Mineral Development Corpn. Ltd.	17.68
33.	Cochin Shipyard Limited	113.77
34.	Hindustan Newsprint Limited	7.32
35.	Bharat Pumps & Compressors Limited	1.03
36.	Scooters India Limited	5.83
37.	National Industrial Development Corpn.	0.18
38.	National Buildings Construction Corpn. Ltd.	7.95
39.	National Newsprint & Paper Mills Ltd.	1.43
40.	Hindustan Salts Limited	2.51
41.	Sambhar Salts Limited	1.48
42.	Hindustan Prefab Limited	3.22
43.	Indian Road Construction Corpn. Ltd.	2.10
44.	Indian Drugs and Pharmaceuticals Ltd., Gurgaon	22.72
45.	Paradeep Phosphates Ltd., New Delhi	9.94
46.	Cement Corpn. of India Ltd.	10.94
		1,020,80.

**ANNEXURE 'D'**

*(Referred to in Para 1.6.2)*

**Companies which declared dividend**

Sl. No.	Name of the Company	Paid-up Capital	Amount of dividend declared/proposed	Percentage of dividend to paid-up capital
1	2	3	4	5
(Rupees in lakhs)				
1.	Electronics Trade & Technology dev. Corn. Ltd.	280.00	28.00	10.0
2.	The Projects & Equipment Corpn. of India ltd.	150.00	16.50	11.0
3.	The State Trading Corpn. of India ltd.	3,000.00	600.00	20.2
4.	The Minerals & Metals Trading Corpn. of India Ltd.	3,500.00	700.00	20.0
5.	Engineers India Ltd.	100.00	20.00	20.0
6.	Telecommunications Consultants (India) Limited	30.00	9.00	30.0
7.	Hospital Services Consultancy Corpn. (India) Ltd.	40.00	4.00	10.0
8.	India Tourism Dev. Corpn. Limited	4,997.44	111.54.	2.2
9.	Hindustan Machine Tools Ltd.	3,731.51	223.89	6.0
10.	Hindustan Aeronautics Limited	7,200.00	900.00	12.5
11.	Bharat Earth Movers Limited	3,000.00	300.00	10.0
12.	Bharat Electronics Ltd.	5,400.00	549.60	10.2
13.	Indian Telephone Industries Ltd.	8,800.00	528.00	6.0

1	2	3	4	5
14.	Praga Tools Ltd.	1,224.07	60.19	6.0
15.	Hindustan Photo Films Manufacturing Co. Ltd.	4,165.00	47.90	1.3
16.	Hindustan Teleprinters Ltd.	742.00	41.52	6.0
17.	Madras Refineries Limited	9,825.49	1,473.82	15.0
18.	U.P. Drugs & Pharmaceuticals Ltd.	63.79	6.38	10.0
19.	Mahanagar Telephone Nigam Ltd.	60,000.00	8,400.00	14.0
20.	Madras Fertilizers Limited	1,364.68	204.70	15.0
21.	Cochin Refineries Ltd.	700.00	84.00	12.0
22.	Cashew Corporation of India Ltd.	150.00	22.50	15.0
23.	Andaman and Nicobar Islands Forest and Plantation Development Corpn. Limited	325.83	17.92	5.5
24.	Hindustan Cables Ltd.	4,583.54	376.62	8.2
25.	Balmer Lawrie Ltd.	402.23	79.99	19.9
26.	Andrew Yule and Company Limited	1,026.13	98.14	9.6
27.	Videsh Sanchar Nigam Ltd.	6,000.00	600.00	10.0
28.	Indo-Burma Petroleum Company Limited	434.00	79.62	18.3
<del>29.</del>	<del>Project and Development (India) Limited</del>	<del>1,324.85</del>	<del>1.53</del>	<del>0.1</del>
29. <del>30.</del>	Metal Scrap Trade Corporation Ltd.	110.00	22.00	20.0
30. <del>31.</del>	Ferro Scrap Nigam Limited	200.00	20.00	10.0
31. <del>32.</del>	Metallurgical and Engineering Consultants (India) Limited	201.53	30.23	15.0
32. <del>33.</del>	National Fertilizers Ltd.	42,557.84	418.58	0.9
33. <del>34.</del>	Rural Electrification Corpn. Limited	18,700.00	187.00	1.0
34. <del>35.</del>	Water and Power Consultancy Services (India) Ltd.	30.00	9.00	30.0

1	2	3	4	5
35-36	Oil India Ltd.	2,800.00	420.00	15.0
36-37	Brushware Limited	3.00	0.45	15.0
37-38	Manganese Ore (India) Ltd.	582.65	21.55	3.7
38-39	Hindustan Organic Chemical Limited	4,935.19	152.99	3.1
39-40	Goa Shipyard Ltd.	842.30	60.30	7.2
40-41	Zenith Securities and Investments Ltd.	10.00	1.20	12.0
41-42	Export Credit Guarantee Corpn. of India Ltd.	500.00	25.14	5.0
42	Bharat Heavy Electricals Ltd.	24,476.00	2,447.60	10.0
43-44	Rail India Technical and Economic Services Ltd.	50.00	13.00	26.0
44-45	Instrumentation Ltd.	1,077.53	75.13	7.0
45-46	Indian Railway Construction Company Limited	494.90	98.99	20.0
46-47	Indian Oil Corpn. Limited	12,326.58	1,972.25	16.0
47-48	Indian Oil Blending Limited	40.00	4.00	10.0
48	Bharat Petroleum Corpn. Limited	2,785.34	389.95	14.0
49-50	Hindustan Petroleum Corpn. Limited	6,384.00	638.40	10.0
50	Lubrizol India Ltd.	480.00	108.00	22.5
51	Rashtriya Chemicals and Fertilizers Limited	55,168.81	1,103.38	2.0
52	Indian Petro Chemicals Corpn. Limited	18,600.00	1,860.00	10.0
53-54	Modern Food Industries (India) Limited	450.42	25.14	7.0
		<u>3,26,366.65</u>	<u>25,689.64</u>	<u>7.9</u>
		3,25,041.80	25,688.11	

**ANNEXURE 'E'**

*(Referred to in Para 1.6.3)*

**List of Companies which incurred a loss of Rs. 1 crore and above :**

(Rupees in lakhs)

Sl. No.	Name of the Company	Paid up capital as on 31st March 1987	Before prior period adjustments		Cumulative loss upto 31st March 1987
			Loss incurred in 1986-87	Profit (+)/incurred Loss (-) in 1985-86	
1	2	3	4	5	6
1.	Eastern Coalfields Limited	51,000.00	13,440.85	(-) 5,200.67	86,177.01*
2.	Central Coalfields Limited	67,104.00	8,425.51	(-) 8,935.46	3,277.76
3.	Mining and Allied Machinery Corporation Limited	2,871.00	135.79	(-) 1,211.61	1,827.20
4.	Bharat Coking Coal Limited	60,440.74	10,405.59	(-) 16,555.01	87,585.59*
5.	Fertilizer Corporation of India Limited	57,389.37	10,590.70	(-) 12,720.63	83,632.40*
6.	Hindustan Fertilizer Corporation Limited	56,072.18	9,036.15	(-) 7,159.95	51,868.51
7.	Smith Stanistreet Pharmaceuticals Limited	420.74	164.35	(-) 107.69	464.06*
8.	National Textile Corporation (West Bengal, Assam, Bihar & Orissa ) Limited	4,064.32	2,416.57	(-) 2,636.30	19,137.58*
9.	Coal India Limited	3,55,949.81	226.52	(+) 239.54	10,603.25
10.	National Textile Corporation (Maharashtra North) Limited	4,598.72	2,708.48	(-) 1,595.52	12,927.40*
11.	National Textile Corporation (South Maharashtra) Limited	3,514.07	1,689.86	(-) 965.03	9,928.56*
12.	National Textile Corporation (Gujarat) Limited	1,834.63	2,615.71	(-) 1,842.58	7,782.77*
13.	Hotel Corporation of India Limited	3,060.00	632.67	(-) 405.88	1,318.44
14.	Richardson and Cruddas (1972) Limited	1,030.32	1,500.20	(-) 697.98	2,186.41*
15.	Indian Rare Earths Limited	5,995.00	573.13	(+) 647.23	—
16.	Mazagaon Dock Limited	10,135.00	2,088.48	(-) 1,936.41	4,023.08
17.	Hindustan Antibiotics Limited	3,294.26	139.15	(-) 727.49	3,759.16*



1	2	3	4	5	6	
18.	National Seeds Corporation Limited	1,553.13	430.28	(-)	315.53	689.24
19.	Bharat Pumps and Compressors Limited	1,831.44	735.26	(+)	58.36	1,891.34*
20.	Cawnpore Textiles Limited	60.00	184.92	(-)	121.08	549.13*
21.	Scooters India Limited	756.13	2,316.31	(-)	1,499.79	10,526.05*
22.	Artificial Limbs Manufacturing Corporation of India	95.50	190.20	(-)	194.10	1,400.30*
23.	Tannery and Foot-wear Corporation of India Limited	1,296.42	1,020.13	(-)	916.96	6,106.13*
24.	The British India Corporation Limited	1,656.72	412.69	(-)	833.78	6,059.75*
25.	The Elgin Mills Limited	109.70	1,236.41	(-)	982.66	5,416.15*
26.	National Textile Corporation (Uttar Pradesh) Limited	3,266.35	2,558.38	(-)	1,314.33	10,835.28*
27.	Paradeep Phosphates Limited	11,990.90	826.33		....	826.33
28.	Indian Drugs and Pharmaceuticals Limited	9,891.33	4,925.31	(-)	3,193.81	22,642.97*
29.	Semi Conductor Complex Limited	4,926.00	212.76	(-)	226.02	1,482.44
30.	Bharat Aluminium Company Ltd	46,785.90	4,102.24	(-)	6,673.60	33,322.71
31.	Cement Corporation of India Ltd	19,633.49	1,879.84	(-)	1,133.06	—
32.	India Firebricks and Insulation Company Limited	229.53 @	171.42	(-)	264.07	1,556.51*
33.	Hindustan Steel Works Construction Limited	2,000.00	1,003.82	(+)	221.46	7,518.17*
34.	The Indian Iron and Steel Company Limited	27,375.76 @	8,757.87	(-)	5,547.47	47,871.14*
35.	Heavy Engineering Corporation Limited	17,715.35	6,971.91	(-)	6,605.56	57,141.53*
36.	Indian Road Construction Corporation Limited	1,000.00	1,057.24	(-)	1,615.44	3,907.23*
37.	Northern Coalfields Limited	41,260.00	2,548.24		<del>2,548.24</del>	2,548.24
38.	South Eastern Coalfields Ltd.	0.09	3,006.19		—	3,006.19*

1	2	3	4	5	6	
39.	National Textile Corporation (Delhi Punjab & Rajasthan) Ltd.	2,650.56	808.61	(-)	934.24	6,725.46*
40.	National Textile Corporation (Madhya Pradesh) Limited	2,571.87	2,064.34	(-)	928.95	12,343.83 *
41.	Western Coalfields Limited	34,580.00	2,472.58	(-)	6,290.56	10,522.56
42.	Madras Fertilizers Limited	1,364.68	956.06	(-)	835.20	(+) 164.00
43.	Hindustan Newsprint Limited	8,157.99	465.99	(+)	71.67	2,391.77
44.	National Textile Corporation (Tamil Nadu & Pondicherry) Limited.	2,381.11	143.40	(-)	221.46	708.48
45.	Cochin Shipyard Limited	6,396.00	941.54	(-)	810.84	6,518.80*
46.	The Mandya National Paper Mills Limited	1,512.49 @	594.63	(-)	513.05	2,699.60*
47.	Kudremukh Iron Ore Company Limited	63,451.38	1,492.32	(-)	2,103.13	21,427.25
48.	Bharat Gold Mines Limited	3,426.57	999.19	(-)	420.66	3,797.98*
49.	National Textile Corporation (Andhra Pradesh, Karnataka, Kerala and Mahe) Limited	3,257.80	1,861.97	(-)	1,329.55	9,380.36 *
50.	Engineering Projects (India) Limited	800.00	2,536.59	(-)	3,415.81	16,865.41 *
51.	National Buildings Construction Corporation Limited	1,400.00	2,157.11	(-)	563.58	1,993.71 *
52.	Mishra Dhatu Nigam Limited	13,734.00	172.55	(-)	494.58	3,367.52
53.	Southern Pesticides Corporation Limited	296.67 @	172.52	(+)	6.66	200.09
54.	Hindustan Shipyard Limited	3,988.49	3,815.80	(-)	2,873.90	11,098.11 *
55.	National Instruments Limited	413.31	202.42	(-)	231.05	2,365.16*
56.	Bharat Ophthalmic Glass Limited	596.00	569.16	(-)	499.20	3,340.99 *
57.	Biecco Lawrie Limited	176.74	577.33	(-)	406.49	2,567.02 *
58.	Nagaland Pulp and Paper Company Limited	4,665.38@	2,301.09	(-)	2,264.71	9,250.08 *
59.	Central Inland Water Transport Corporation Limited	4,239.73	1,006.81	(-)	1,459.65	12,823.09*

1	2	3	4	5	6	
60.	Rehabilitation Industries Corporation Limited	411.20	909.25	(-)	637.46	5,238.04*
61.	Braithwaite and Company Limited	1,367.70	659.97	(-)	1,196.58	1,825.25*
62.	Jessop & Company Limited	3,115.94	112.91	(-)	436.36	6,889.11*
63.	Tyre Corporation of India Ltd	1,060.04	988.57	(-)	747.86	2,472.82*
64.	Hindustan Paper Corporation Ltd	43,733.43	4,945.65	(-)	2,246.88	7,808.02
65.	Garden Reach Shipbuilders & Engineers Limited	4,490.00	786.57	(-)	681.23	9,850.80*
66.	National Jute Manufacturing Corporation Limited	761.00	4,718.18	(-)	4,866.90	26,399.21*
67.	H.M.T. Bearings Limited	295.00	445.79	(+)	12.06	641.06*
68.	National Aluminium Company Limited	1,10,411.92	319.58		—	319.58
69.	National Projects Construction Corporation Limited.	1,809.20	112.26	(-)	223.94	--
	Total	12,09,724.10	1,51,678.20		1,30,512.31	8,13,791.17

\* Indicates companies whose accumulated losses at the end of 1986-87 exceeded their paid-up capital.

@ Includes Rs. 31,630.94 lakhs being equity investments made by the holding companies in their subsidiaries.

## ANNEXURE

Summarised Financial Results of  
(Referred to in paras)

Sl. No.	Name of the Company	Name of the Ministry	Date of incorporation	Total capital invested	Profit (+)/Loss(-) before tax and prior period adjustments	Total interest charged to profit and loss account
1	2	3	4	5	6	7
<b>I. RUNNING CONCERNS</b>						
<b>A. Industrial Engineering</b>						
1.	Hindustan Machine Tools Limited	Ministry of Industry	7.2.1953	23,417.33	653.44	3,399.65
2.	Bharat Heavy Electricals Limited	Ministry of Industry	13.11.1960	97,508.97	15,737.26	5,648.24
3.	Hindustan Cables Limited	Ministry of Industry	4.8.1952	14,202.73	1,373.09	1,610.46
4.	National Instruments Limited	Ministry of Industry	26.6.1957	2,575.78	(-) 202.42	156.42
5.	Heavy Engineering Corporation Limited	Ministry of Industry	31.12.1958	54,838.86	(-) 6,971.91	6,470.95
6.	Mining & Allied Machinery Corporation Limited	Ministry of Industry	1.4.1965	4,108.57	(-) 135.79	518.02
7.	Tungabhadra Steel Products Limited	Ministry of Industry	20.2.1960	876.65	(-) 36.99	157.98
8.	Hindustan Aeronautics Limited	Ministry of Defence	1.10.1964	1,30,817.22	3,853.19	2,188.41
9.	Bharat Earth Movers Limited	Ministry of Defence	11.5.1964	29,846.25	4,719.12	3,361.49
10.	Praga Tools Limited	Ministry of Defence	28.5.1943	2,870.70	307.49	157.29
11.	Bharat Electronics Limited	Ministry of Defence	21.4.1954	26,273.83	3,210.10	1,696.43
12.	Hindustan Teleprinters Limited	Ministry of Communication	16.12.1960	1,947.31	215.00	72.90
13.	Indian Telephone Industries Limited	Ministry of Communication	25.1.1950	72,704.16	4,073.98	5,358.49
14.	Electronics Corporation of India Limited	Department of Atomic Energy	11.4.1967	6,852.90	1,085.64	348.55
15.	Instrumentation Limited	Ministry of Industry	21.3.1964	4,268.97	348.87	472.36

'F'

**Government Companies for the Year 1986-87**

1.7 and 1.8 of Chapter I)

(Rupees in lakhs)

Interest on long - term loans	Total return on capital invested (6 + 8)	Percentage of total return on capital invested	Capital employed	Total return on capital employed (6 + 7)	Percentage of total return on capital employed	Remarks
8	9	10	11	12	13	14
1,391.57	2,045.01	8.7	40,187.73	4,053.09	10.1	
5,310.86	21,048.12	21.6	91,771.68	21,385.50	23.3	
940.87	2,313.96	16.29	22,966.38	2,983.55	13.0	
100.21 (-)	102.21	----	521.38 (-)	46.00	----	
5,196.50 (-)	1,775.41	----	14,414.46 (-)	500.96	----	
52.53 (-)	83.26	----	4,319.07	382.23	8.85	
83.84	46.85	5.3	943.37	120.99	12.8	
2,096.36	5,949.55	4.5	1,02,959.85	6,041.60	5.9	
1,277.27	5,996.39	20.1	45,600.99	8,080.61	17.7	
100.61	408.10	14.2	2,801.95	464.78	16.6	
1,498.43	4,708.53	17.9	23,227.07	4,906.53	21.1	
72.90	287.90	14.8	1,871.69	287.90	15.4	
3,832.53	7,906.51	10.9	47,332.68	9,432.47	20.0	
161.98	1,247.62	18.2	7,191.33	1,434.19	20.0	
255.96	604.83	14.0	5,750.10	821.23	14.0	

1	2	3	4	5	6	7	
16.	Triveni Structurals Limited	Ministry of Industry	3.7.1965	2,030.81		189.75	161.82
17.	Bharat Heavy Plates & Vessels Limited	Ministry of Industry	25.6.1966	4,539.82		572.52	204.46
18.	Richardson & Cruddas (1972) Limited	Ministry of Industry	15.3.1973	3,334.03	(-)	1,500.20	413.08
19.	Bharat Dynamics Limited	Ministry of Defence	16.7.1970	3,174.39		168.80	55.56
20.	Bharat Ophthalmic Glass Limited	Ministry of Industry	1.4.1972	2,419.05	(-)	569.16	389.12
21.	Jessop & Co. Limited	Ministry of Industry	25.10.1932 (Became Government Company w.e.f 1.4.1973)	11,204.64	(-)	112.91	406.02
22.	Balmer Lawrie & Co. Limited	Ministry of Petroleum & Natural Gas	1.2.1924 (Became Government Company w.e.f. 29.7.1972)	2,651.33		697.34	258.62
23.	Biecco Lawrie Limited	Ministry of Petroleum & Natural Gas	23.12.1919 (Became Government Company w.e.f. 29.7.1972)	1,892.47	(-)	577.33	365.54
24.	Scooters India Limited	Ministry of Industry	7.9.1972	6,295.19	(-)	2,316.31	1,367.04
25.	Artificial Limbs Manufacturing Corporation of India	Ministry of Welfare	3.11.1972	1,101.99	(-)	190.20	91.11
26.	Central Electronics Limited	Ministry of Science and Technology (Department of Science & Industrial Research)	26.6.1974	2,087.95		9.72	94.72
27.	Bharat Pumps & Compressors Limited	Ministry of Industry	1.1.1970	4,315.18	(-)	735.26	660.46
28.	IISCO Ujjain Pipe & Foundry Co. Limited	Ministry of Industry	18.7.1964	780.81	(-)	54.45	21.28
29.	Braithwaite & Company Limited	Ministry of Industry	26.1.1935 (Became Government Company w.e.f. 1.12.1976)	2,818.02	(-)	659.97	186.14
30.	Lagan Jute Machinery Company Limited	Ministry of Industry	1.8.1955 (Became Government Company w.e.f. 28.7.1978)	432.64	(-)	52.89	7.39

8	9	10	11	12	13	14
134.45	320.20	15.8	1,356.75	347.57	25.6	
204.46	776.98	17.1	4,414.22	776.98	17.6	
244.99 (-)	1,255.21	----	1,292.60 (-)	1,087.12	----	
55.56	224.36	7.1	1,847.18	224.36	12.1	
385.55 (-)	183.61	---- (-)	884.35 (-)	180.04	----	
2.15 (-)	110.76	----	6,338.38	293.11	4.6	
136.18	833.52	31.4	3,799.01	955.96	25.2	Subsidiary of Indo Burma Petroleum Company Limited
348.13 (-)	229.20	---- (-)	600.86 (-)	211.79	----	
1,129.96 (-)	1,186.35	---- (-)	3,329.34 (-)	949.27	----	
91.11 (-)	99.09	----	81.91 (-)	99.09	----	
73.17	82.89	4.0	1,775.52	104.44	5.9	
228.55 (-)	506.71	----	4,217.96 (-)	74.80	----	
---- (-)	54.45	----	981.58 (-)	33.17	----	Subsidiary Subsidiary of Indian Iron & Steel Co. Ltd.
---- (-)	659.97	----	1,557.85 (-)	473.83	----	
---- (-)	52.89	----	513.28 (-)	45.50	----	

1	2	3	4	5	6	7	
31.	Andrew Yule and Company Limited	Ministry of Industry	26.5.1919 (Became Government Company w.e.f. 10.5.1979)	3,997.20		544.22	302.94
32.	Bharat Wagons & Engg. Company Limited	Ministry of Industry	4.12.1978	1,420.79		231.46	95.61
33.	Bridge & Roof Company (India) Limited	Ministry of Petroleum and Natural Gas	16.1.1920 (Became Government Company w.e.f. 30.9.1972)	1,290.76		47.41	180.70
34.	H.M.T. (Bearings) Limited	Ministry of Industry	21.10.1964	992.92	(-)	445.79	194.38
35.	Semi-Conductor Complex Limited	Department of Electronics	12.1.1978	5,148.72	(-)	212.76	23.09
36.	Maruti Udyog Limited	Ministry of Industry	24.2.1981	30,299.17		1,043.99	3,367.75
37.	Tyre Corporation of India Limited	Ministry of Industry	24.2.1984	2,410.94	(-)	988.57	260.03
38.	Vignyan Industries Limited	Ministry of Defence	20.5.1963 (Became Government Company w.e.f. 12.10.1980)	293.95	(-)	56.61	12.62
Total				5,68,043.03		23,258.87	40,737.12
Figures for the year 1985-86 (42 companies)				4,71,805.07		19,173.47	35,444.53

### Chemicals

39.	The Fertilizer Corporation of India Limited	Ministry of Agriculture	1.1.1961	1,01,006.46	(-)	10,590.70	7,247.87
40.	The Fertilizer & Chemicals Travancore Limited	Ministry of Agriculture	22.9.1943	29,247.00		3,180.00	405.00
41.	Madras Fertilizers Limited	Ministry of Agriculture	8.12.1966	4,179.07	(-)	956.06	1,330.37
42.	Hindustan Antibiotics Limited	Ministry of Industry (Department of Chemicals and Petro-chemicals)	30.3.1954	9,353.58	(-)	139.15	842.55
43.	Indian Drugs & Pharmaceuticals Limited	Ministry of Industry (Department of Chemicals and Petro-Chemicals)	5.4.1961	22,226.93	(-)	4,925.31	1,987.06



8	9	10	11	12	13	14
75.02	619.24	15.6	5,047.13	847.16	16.6	
91.20	322.66	22.7	1,542.58	327.07	21.2	
147.16	194.57	15.1	1,664.20	228.11	13.7	
108.91 (-)	336.88	----	668.92 (-)	251.41	----	Subsidiary of Hindustan Machine Tools Ltd.
22.19 (-)	190.57	----	6,033.01 (-)	189.67	----	
2,057.21	3,101.20	10.2	29,171.14	4,411.74	15.1	
179.61 (-)	808.96	----	917.19 (-)	728.54	----	
0.14 (-)	56.47	---- (-)	180.38 (-)	43.99	----	Subsidiary of Bharat Earth Movers Limited
28,088.12	51,347.02	9.0	4,80,085.21	63,995.99	13.3	
22,543.44	41,716.91	8.8	4,00,166.75	54,618.00	13.4	
5,070.33 (-)	5,520.37	• ----	49,771.56 (-)	3,342.83	----	
348.00	3,528.00	12.0	20,469.00	3,585.00	17.5	
---- (-)	956.06	----	13,653.98	374.31	2.7	
812.41	673.26	7.2	5,060.25	703.40	13.9	
1,303.72 (-)	3,621.59	----	15,655.17 (-)	2,938.25	----	

1	2	3	4	5	6	7	
44.	Hindustan Insecticides Limited	Ministry of Industry (Department of Chemicals and Petro-chemicals)	11.3.1954	4,946.79		19.43	254.77
45.	Hindustan Salts Limited	Ministry of Industry	12.4.1958	558.16	(-)	11.52	12.55
46.	Hindustan Photo Films Manufacturing Co. Limited	Ministry of Industry	30.9.1960	7,133.06		739.22	1,092.11
47.	Sambhar Salts Limited	Ministry of Industry	1.10.1964	388.98		3.75	2.79
48.	Hindustan Organic Chemicals Limited	Ministry of Chemicals & Fertilizers	12.12.1960	12,336.54		852.42	498.69
49.	The Mandya National Paper Mills Limited	Ministry of Industry	7.11.1957	3,134.55	(-)	594.63	338.94
50.	The National. Newsprint & Paper Mills Limited	Ministry of Industry	25.1.1947	5,750.42		526.67	146.25
51.	Cement Corporation of India Limited	Ministry of Industry	18.1.1965	31,489.90	(-)	1,879.84	904.74
52.	Indian Petro-chemicals Corporation Limited	Ministry of Petroleum and Natural Gas	22.3.1969	68,765.99		7,900.36	762.56
53.	Smith Stainstreet Pharmaceuticals Limited	Ministry of Industry (Department of Chemicals and Petro-Chemicals)	19.7.1978	716.41	(-)	164.35	78.13
54.	Hindustan Fertilizer Corporation Limited	Ministry of Agriculture (Department of Fertilizers)	14.3.1978	1,14,874.83	(-)	9,036.15	5,344.18
55.	Rashtriya Chemicals & Fertilizers Limited	Ministry of Agriculture	6.3.1978	1,09,752.62		2,458.07	6,914.97

8	9	10	11	12	13	14
241.04	260.47	5.3	5,831.66	274.20	4.7	The profit is to be viewed in the light of the fact that Effluent Treatment Plants at Rasayani and Udyogamandal were depreciated @ 15% instead of 23.76%, the rate of depreciation applicable, resulting in short provision by Rs. 12.14 lakhs for 1986-87 and Rs. 20.58 lakhs for previous year.
10.52	(-) 1.00	----	392.41	1.03	0.05	
126.77	865.99	12.1	9,623.19	1,831.33	19.0	
2.79	6.54	1.7	226.35	6.54	2.1	Subsidiary of Hindustan Salts Ltd.
432.01	1,284.43	10.4	12,874.11	1,351.11	10.5	
272.37	(-) 322.26	----	331.47	(-) 255.69	----	Subsidiary of Hindustan Paper Corporation Limited.
26.25	552.92	9.6	3,293.87	672.92	20.4	
587.76	(-) 1,292.08	----	19,825.52	(-) 975.10	----	
1,943.63	9,843.99	14.3	42,819.91	8,662.92	20.2	
31.06	133.29	----	942.37	(-) 86.22	----	
6,797.80	(-) 2,238.35	----	35,062.76	(-) 3,691.97	----	
5,056.62	7,514.69	6.8	1,18,678.41	9,373.04	7.9	Profit is to be viewed in the light of the following :-
						(Rs. in lakhs)
						i) Provision not made for the demand raised on the Company by the Excise Authorities 935.00
						ii) Provision not made in respect of claim relating to differential Excise Duty on Naphtha. 299.00
						iii) Cost of quantity of Ammonia transferred by RCP but not accepted by DAE, the recoverability of which is not free from doubt. 718.00
						iv) Excess quantity of 18270 MTs (1.72% of the quantity handled) of Urea found during physical verification. 547.31

1	2	3	4	5	6	7	
56.	National Fertilizers Limited	Ministry of Agriculture	23.8.1974	57,824.82		2,518.77	916.39
57.	U.P. Drugs and Pharmaceuticals Company Limited	Ministry of Industry (Department of Chemicals and Petro-Chemicals)	28.1.1978	239.75		40.02	36.67
58.	Rajasthan Drugs and Pharmaceuticals Limited	Ministry of Industry (Department of Chemicals and Petro-Chemicals)	2.11.1978	155.72		16.25	23.70
59.	Southern Pesticides Corporation Limited	Ministry of Industry (Department of Chemicals and Petro-Chemicals)	3.3.1980	840.37	(-)	172.52	97.79
60.	Maharashtra Antibiotics and Pharmaceuticals Limited	Ministry of Industry	16.11.1979	306.50	(-)	93.07	81.22
61.	Goa Antibiotics and Pharmaceuticals Limited	Ministry of Chemicals and Fertilizers	9.12.1980	252.29		2.22	39.61
62.	Hindustan Paper Corporation Limited	Ministry of Industry	29.5.1970	78,501.65	(-)	4,945.65	2,107.21
63.	Project and Development India Limited	Ministry of Agriculture	7.3.1978	2,458.13		26.92	158.10
64.	Orissa Drugs and Chemicals Limited	Ministry of Industry	1.5.1979	143.01	(-)	13.79	19.53
65.	Indian Medicines and Pharmaceuticals Corporation Limited	Ministry of Health and Family Welfare	12.7.1978	64.75		10.82	7.45
66.	Nagaland Pulp and Paper Company Limited	Ministry of Industry	14.9.1971	10,959.20	(-)	2,301.09	1,120.27
67.	Hindustan Newsprint Ltd.	Ministry of Industry	7.6.1983	13,152.32	(-)	465.99	756.95
68.	Karnataka Antibiotics Pharmaceuticals Limited	Ministry of Petroleum, Chemicals & Fertilizers	13.3.1981	372.01		55.32	56.41
69.	Paradeep Phosphates Ltd.	Ministry of Agriculture	24.12.1981	32,796.65	(-)	826.33	1,822.49
		Total		7,23,929.06	(-)	18,765.91	35,407.32
		Figures for the Year 1985-86 (29 Companies)		5,83,602.31	(-)	15,821.58	25,052.54

### Mining and Minerals

70.	Pyrites, Phosphates and Chemicals Limited	Ministry of Petroleum, Chemicals & Fertilizers	23.3.1960	3,152.20		84.87	63.78
71.	Neyveli Lignite Corporation Limited	Ministry of Energy	14.11.1956	1,40,371.59		6,720.52	805.48

8	9	10	11	12	13	14
960.90	3,479.67	6.0	39,166.77	3,435.16	8.8	
4.84	44.86	18.7	512.61	76.69	15.0	Subsidiary of Indian Drugs & Pharmaceuticals Limited.
17.14	33.39	21.4	106.23	39.95	37.6	Subsidiary of Indian Drugs & Pharmaceuticals Limited.
73.80	(-) 98.72	----	625.94	(-) 74.73	----	Subsidiary of Hindustan Insecticides Limited.
47.43	(-) 45.64	----	142.09	(-) 11.85	----	Subsidiary of Hindustan Antibiotics Limited.
32.19	34.41	13.6	178.51	41.83	23.4	Subsidiary of Hindustan Antibiotics Limited.
7,601.85	2,656.20	4.1	33,016.14	(-) 2,838.44	----	
135.61	162.53	6.61	644.89	185.02	27.91	
12.54	(-) 1.25	----	132.14	5.74	4.3	Subsidiary of Indian Drugs & Pharmaceuticals Limited.
7.99	18.81	29.0	87.30	18.27	21.0	
1,108.31	(-) 1,192.78	----	1,460.69	(-) 1,180.82	----	Subsidiary of Hindustan Paper Corporation Limited.
673.89	207.90	1.6	10,767.95	290.96	2.7	Subsidiary of Hindustan Paper Corporation Limited.
29.88	85.20	22.9	547.20	111.73	20.4	Subsidiary of Hindustan Antibiotics Limited.
<u>1,906.76</u>	<u>1,080.43</u>	<u>3.3</u>	<u>27,045.09</u>	<u>996.16</u>	<u>3.7</u>	
<u>35,676.21</u>	<u>16,910.30</u>	<u>2.3</u>	<u>4,68,944.54</u>	<u>16,641.41</u>	<u>3.5</u>	
<u>23,310.64</u>	<u>7,489.06</u>	<u>1.3</u>	<u>3,65,499.33</u>	<u>9,230.96</u>	<u>2.5</u>	
59.47	144.34	4.6	1,315.36	148.65	11.3	
3,317.47	16,037.99	7.2	86,372.58	7,526.00	8.7	

1	2	3	4	5	6	7	
72.	National Mineral Development Corporation Limited	Ministry of Steel and Mines and Coal	15.11.1958	16,637.98		41.78	329.46
73.	Hindustan Zinc Limited	Ministry of Steel and Mines and Coal	10.1.1966	34,461.02		494.68	2,004.31
74.	Mineral Exploration Corporation Limited	Ministry of Steel and Mines & Coal	21.10.1972	5,228.12		86.08	240.67
75.	Bharat Gold Mines Limited	Ministry of Steel and Mines	22.3.1972	6,496.13	(-)	999.19	402.10
76.	Uranium Corporation of India Limited	Department of Atomic Energy	4.10.1967	3,065.51		284.37	6.32
77.	Bharat Aluminium Company Limited	Ministry of Steel and Mines	27.11.1965	82,594.00	(-)	4,102.24	407.22
78.	Manganes Ore (India) Limited	Ministry of Atomic Energy	22.6.1962	1,147.87		51.60	106.07
79.	Indian Rare Earths Limited	Department of Atomic Energy	18.8.1950	14,314.75	(-)	573.13	427.98
80.	Mishra Dhatu Nigam Ltd.	Ministry of Defence	20.11.1973	14,153.95	(-)	172.55	76.74
81.	Kudremukh Iron Ore Company Limited	Ministry of Steel and Mines	2.4.1976	67,836.81	(-)	1,492.32	22.97
82.	Delhi State Mineral Development Corporation Ltd.	Delhi Administration	27.5.1985	433.94		10.99	29.34
83.	National Aluminium Company Limited	Ministry of Steel and Mines	7.1.1981	2,63,261.66	(-)	319.58	75.07
		<b>Total</b>		<b>6,50,155.53</b>		<b>115.88</b>	<b>4,997.51</b>
		Figures for the year 1985-86 (14 Companies)		<b>3,78,944.94</b>	(-)	<b>4,900.89</b>	<b>6,321.91</b>

### Shipping and Transport

84.	Central Inland Water Transport Corporation Ltd.	Ministry of Transport	22.2.1967	12,576.11	(-)	1,006.81	405.65
		<b>Total</b>		<b>12,576.11</b>	(-)	<b>1,006.81</b>	<b>405.65</b>
		Figures for the year 1985-86 (2 Companies)		<b>14,830.18</b>	(-)	<b>1,463.85</b>	<b>1,086.52</b>

### Shipbuilding and Repairing

85.	Hindustan Shipyard Limited	Ministry of Shipping and Transport	21.1.1952	12,429.40	(-)	3,815.80	1,347.00
-----	----------------------------	------------------------------------	-----------	-----------	-----	----------	----------

8	9	10	11	12	13	14
507.03	548.81	3.3	11,123.04	371.24	3.3	
1,021.73	1,516.41	4.8	27,010.24	2,498.99	9.2	
222.16	308.24	5.9	5,112.52	326.75	6.4	
354.90 (-)	644.29	---	3,057.65 (-)	597.09	---	
24.75	309.12	10.1	2,603.56	290.69	11.2	
----- (-)	4,102.24	---	24,782.86 (-)	3,695.02	---	
81.35	132.95	11.6	1,306.42	157.67	12.1	
776.02	202.89	1.4	14,159.26 (-)	145.15	---	
76.72 (-)	95.83	---	10,126.10 (-)	95.81	---	
495.97 (-)	996.35	---	33,438.54 (-)	1,469.35	---	
29.34	40.33	9.3	435.73	40.33	9.2	
9,210.68	8,891.10	3.4	57,747.69 (-)	244.51	---	
<u>16,177.59</u>	<u>16,293.47</u>	<u>2.5</u>	<u>2,78,591.55</u>	<u>5,113.39</u>	<u>1.8</u>	
<u>7,026.54</u>	<u>2,125.65</u>	<u>0.6</u>	<u>2,06,628.51</u>	<u>1,421.02</u>	<u>0.7</u>	
398.13 (-)	608.68	---	(-) 1,536.50 (-)	601.16	---	
<u>398.13 (-)</u>	<u>608.68</u>	<u>---</u>	<u>(-) 1,536.50 (-)</u>	<u>601.16</u>	<u>---</u>	
<u>1,080.98 (-)</u>	<u>382.87</u>	<u>---</u>	<u>(-) 3,411.10 (-)</u>	<u>377.33</u>	<u>---</u>	
464.10 (-)	3,351.70	---	4,252.10 (-)	2,468.80	---	

1	2	3	4	5	6	7	
86.	Mazagon Dock Limited	Ministry of Defence	26.2.1934	25,613.82	(-)	2,088.48	3,965.35
87.	Garden Reach Shipbuilders and Engineers Limited	Ministry of Defence	26.2.1934	13,586.97	(-)	786.57	1,212.93
88.	Goa Shipyard Limited	Ministry of Defence	26.11.1957	2,249.47		220.76	32.23
89.	Dredging Corporation of India Limited	Ministry of Shipping and Transport	29.3.1976	8,487.67		550.03	210.24
90.	Cochin Shipyard Limited	Ministry of Surface Transport	29.3.1972	6,253.50	(-)	941.54	1,211.62
		Total		68,620.83	(-)	6,861.60	7,979.37
		Figures for the year 1985-86 (6 Companies)		80,104.35	(-)	4,597.60	7,749.17
<b>Steel</b>							
91.	Steel Authority of India Limited	Ministry of Steel and Mines	24.1.1973	6,47,723.62		6,369.30	20,613.11
92.	Sponge Iron India Limited	Ministry of Steel and Mines	18.3.1975	2,481.42		21.69	120.78
93.	Indian Iron and Steel Company Limited	Ministry of Steel and Mines (Became Government Company w.e.f. 17.7.1976)	11.3.1918	59,921.64	(-)	8,757.87	1,126.78
94.	Maharashtra Electro-Smelt Limited	Ministry of Steel and Mines	17.4.1974	5,181.61		45.22	222.19
		Total		7,15,308.29	(-)	2,321.66	22,082.86
		Figures for the year 1985-86 (3 Companies)		6,87,419.93		14,070.26	22,641.60
<b>Petroleum and Oil</b>							
95.	Indian Oil Corporation Limited	Ministry of Petroleum and Natural Gas	30.6.1959	1,43,670.25		35,267.31	5,627.35
96.	Hydrocarbons (India) Limited	Ministry of Petroleum and Natural Gas	5.3.1965	3,525.89		491.13	----
97.	Cochin Refineries Limited	Ministry of Petroleum and Natural Gas	6.9.1963	23,571.75		709.02	2,335.07
98.	Madras Refineries Limited	Ministry of Petroleum and Natural Gas	30.12.1965	24,494.19		2,761.98	2,308.95



8	9	10	11	12	13	14
1,807.09	281.39	----	29,113.79	1,876.87	6.5	
1,103.85	317.28	2.3	4,323.86	426.36	9.9	
30.30	251.06	11.2	2,092.12	252.99	12.1	Subsidiary of Mazagon Dock Limited.
214.53	764.56	9.0	7,833.93	760.27	9.7	
4,127.07	3,185.53	50.9	11,608.45	270.08	2.3	
7,746.94	885.34	1.4	59,224.25	1,117.77	1.9	
4,296.96	(-) 300.64	----	49,192.68	3,151.57	6.4	
13,029.59	19,398.89	3.0	4,90,933.14	26,982.41	5.5	
104.46	126.15	5.1	2,296.90	142.47	5.9	
521.70	(-) 8,236.17	----	8,691.07	(-) 7,631.09	----	Subsidiary of Steel Authority of India Limited.
150.26	195.48	3.8	4,057.52	267.41	6.6	Subsidiary of Steel Authority of India Limited.
13,806.01	11,484.35	1.6	5,06,078.63	19,761.20	3.9	
20,712.55	34,782.81	5.1	4,81,997.83	36,711.86	7.6	
4,556.24	39,823.55	27.7	1,22,568.66	40,894.66	33.4	
----	491.13	13.9	5,267.14	491.13	9.3	Subsidiary of Oil and Natural Gas Commission.
2,765.10	3,474.12	14.7	21,957.19	3,044.09	13.9	
1,989.97	4,751.95	16.1	31,004.53	5,070.93	16.4	

1	2	3	4	5	6	7
99.	Lubrizol India Limited	Ministry of Petroleum and Natural Gas	20.7.1966	3,067.51	828.01	180.25
100.	The Indo-Burma Petroleum Company Limited	Ministry of Petroleum and Natural Gas	8.2.1909 (Became Govt. Company w.e.f. 12.1.1970)	2,785.23	868.84	3.78
101.	Hindustan Petroleum Corporation Limited	Ministry of Petroleum and Natural Gas	15.7.1974	53,914.45	5,064.91	7,102.55
102.	Indian Oil Blending Limited	Ministry of Petroleum and Natural Gas	25.3.1983	423.16	91.52	19.71
103.	Bharat Petroleum Corporation Limited	Ministry of Petroleum and Natural Gas	24.1.1976	40,756.02	2,296.38	3,382.47
104.	Oil India Limited	Ministry of Energy	14.10.1981	42,023.18	9,005.83	607.02
105.	Bongaigaon Refinery & Petro-chemicals Limited	Ministry of Petroleum and Natural Gas	20.2.1974	34,179.42	2,081.06	1,337.78
		Total		3,77,411.05	59,465.99	22,904.93
		Figures for the year 1985-86 (11 Companies)		3,60,258.96	35,379.10	24,667.24

### Construction Undertakings

106.	Hindustan Prefab Limited	Ministry of Works and Housing	27.1.1953	936.72	(-) 81.99	113.31
107.	National Buildings Construction Corporation Limited	Ministry of Urban Development	15.11.1960	7,626.97	(-) 2,157.11	2,110.34
108.	National Projects Construction Corporation Limited	Ministry of Energy (Department of Power)	9.1.1957	2,670.02	(-) 112.26	603.97
109.	Hindustan Steelworks Construction Limited	Ministry of Steel and Mines	23.6.1964	11,236.76	(-) 1,003.82	409.22
110.	Indian Railway Construction Company Limited	Ministry of Railways	28.4.1976	11,735.27	2,550.07	429.47
111.	Indian Road Construction Corporation Limited	Ministry of Transport	20.12.1976	4,129.61	(-) 1,057.24	934.66
		Total		38,335.35	(-) 1,862.35	4,600.97
		Figures for the year 1985-86 (6 Companies)		28,606.45	(-) 113.50	4,204.20



1	2	3	4	5	6	7
<b>Coal</b>						
112.	Coal India Limited	Ministry of Steel & Mines (Department of Coal)	14.7.1973	6,27,512.15	(-) 226.52	6,536.74
113.	Bharat Coking Coal Limited	Ministry of Energy (Department of Coal)	1.1.1972	1,53,507.45	(-) 10,405.59	6,412.62
114.	Central Coalfields Limited	Ministry of Energy (Department of Coal)	1.11.1975	72,008.00	(-) 8,425.51	8,225.87
115.	Western Coalfields Limited	Ministry of Energy (Department of Coal)	29.10.1957	40,977.55	(-) 2,472.58	2,792.95
116.	Eastern Coalfields Limited	Ministry of Energy (Department of Coal)	1.11.1975	1,50,365.61	(-) 13,440.85	5,411.84
117.	Central Mine Planning & Design Institute Limited	Ministry of Energy (Department of Coal)	1.11.1975	1,667.03	113.74	91.92
118.	Northern Coalfields Limited	Ministry of Energy (Department of Coal)	28.11.1985	43,870.94	(-) 2,548.24	2,348.87
119.	South Eastern Coalfields Limited	Ministry of Energy (Department of Coal)	28.11.1985	89,325.77	(-) 3,006.19	4,686.27
	<b>Total</b>			<u>11,79,234.50</u>	<u>(-) 40,411.74</u>	<u>36,507.08</u>
	<b>Figures for the year 1985-86 (6 Companies)</b>			<u>10,77,540.82</u>	<u>(-) 36,564.07</u>	<u>22,796.38</u>
<b>Power</b>						
120.	National Thermal Power Corporation Limited	Ministry of Energy	7.11.1975	6,67,950.36	20,652.50	8,655.03
121.	North Eastern Electric Power Corporation Ltd.	Ministry of Energy (Department of Power)	2.4.1976	28,125.06	130.46	318.69
122.	National Hydro-electric Power Corporation Ltd.	Ministry of Energy	7.11.1975	1,02,143.23	1,901.74	1,806.47
	<b>Total</b>			<u>7,98,218.65</u>	<u>22,684.70</u>	<u>10,780.19</u>
	<b>Figures for the year 1985-86 (3 Companies)</b>			<u>5,80,386.26</u>	<u>19,797.00</u>	<u>8,327.01</u>

8	9	10	11	12	13	14
1,152.09	925.57	0.2	3,68,130.19	6,310.22	1.7	
7,636.45	(-) 2,769.14	---	83,396.30	(-) 3,992.97	---	Subsidiary of Coal India Limited.
3,887.65	(-) 4,537.86	---	70,977.27	(-) 199.64	---	Subsidiary of Coal India Limited.
3,131.97	659.39	1.6	24,625.10	320.37	1.3	Subsidiary of Coal India Limited.
5,650.01	(-) 7,790.84	---	46,772.69	(-) 8,029.01	---	Subsidiary of Coal India Limited.
91.67	205.41	12.3	2,647.53	205.66	7.8	Subsidiary of Coal India Limited.
344.27	(-) 2,203.97	---	77,020.77	(-) 199.37	---	Subsidiary of Coal India Limited.
4,679.59	1,673.40	1.9	88,572.26	1,680.08	2.0	Subsidiary of Coal India Limited.
<u>26,573.70</u>	(-) <u>13,838.04</u>	---	<u>7,62,222.11</u>	(-) <u>3,904.66</u>	---	
<u>25,729.23</u>	(-) <u>10,834.84</u>	---	<u>6,68,803.25</u>	(-) <u>13,767.69</u>	---	
20,334.54	40,987.04	6.1	2,26,229.40	29,307.53	13.0	
1,428.45	1,558.91	5.5	9,604.30	449.15	4.7	
3,765.99	5,667.73	5.5	1,04,467.96	3,708.21	3.5	
<u>25,528.98</u>	<u>48,213.68</u>	6.0	<u>3,40,301.66</u>	<u>33,464.89</u>	9.8	
<u>15,300.27</u>	<u>35,097.27</u>	6.0	<u>2,35,133.50</u>	<u>28,124.01</u>	12.0	

1	2	3	4	5	6	7
<b>Textiles</b>						
123.	National Textile Corporation Limited New Delhi	Ministry of Textiles	1.4.1968	96,235.68	48.41	1,529.79
124.	National Textile Corporation (UP) Limited	Ministry of Textiles	14.10.1974	14,998.79	(-) 2,558.38	262.99
125.	National Textile Corporation (MP) Limited	Ministry of Textiles	1.11.1974	14,396.74	(-) 2,064.34	462.10
126.	National Textile Corporation (Gujarat) Limited	Ministry of Textiles	9.10.1974	10,105.17	(-) 2,615.71	559.73
127.	National Textile Corporation (Maharashtra North) Limited	Ministry of Textiles	10.10.1974	16,634.95	(-) 2,708.48	446.19
128.	National Textile Corporation (South Maharashtra) Limited	Ministry of Textiles	9.10.1974	17,013.65	(-) 1,689.86	626.25
129.	National Textile Corporation (A.P.K.K.M.) Limited	Ministry of Textiles	23.10.1974	13,302.92	(-) 1,861.97	768.25
130.	National Textile Corporation (West Bengal, Assam, Bihar & Orissa) Limited	Ministry of Textiles	14.10.1974	23,132.58	(-) 2,446.57	283.19
131.	National Textile Corporation (Delhi, Punjab & Rajasthan) Limited	Ministry of Textiles	16.10.1974	8,867.51	(-) 808.61	270.43
132.	National Textile Corporation (Tamil Nadu & Pondicherry) Limited	Ministry of Textiles	17.10.1974	7,140.23	(-) 143.40	502.37
133.	The British India Corporation Limited	Ministry of Textiles	24.2.1920 (Became Govt. Company w.e.f. 11.6.1981)	6,548.34	(-) 412.69	408.13
134.	The Elgin Mills Company Limited	Ministry of Textiles	16.11.1911 (Became Govt. Company w.e.f. 15.6.1983)	4,390.30	(-) 1,236.41	875.36
135.	Brushware Limited, Kanpur	Ministry of Textiles	15.6.1983	5.99	0.90	0.88
136.	Cawnpore Textiles Limited	Ministry of Textiles	7.6.1920	454.31	(-) 184.92	104.21
137.	National Jute Manufacturing Corporation Ltd.	Ministry of Textiles	20.12.1980	19,122.27	(-) 4,718.18	1,101.81
Total				2,52,349.43	(-) 23,400.21	8,201.68
Figures for the year 1985-86 (15 Companies)				2,09,073.39	(-) 18,505.31	7,385.75

8	9	10	11	12	13	14
1,856.32	1,904.73	2.0	95,785.57	1,578.20	1.6	
99.32	(-) 2,459.06	----	4,854.50	(-) 2,295.39	----	Subsidiary of National Textile Corporation Limited.
228.50	(-) 1,835.84	----	2,872.35	(-) 1,602.24	----	Subsidiary of National Textile Corporation Limited.
342.50	(-) 2,273.21	----	3,870.25	(-) 2,055.98	----	Subsidiary of National Textile Corporation Limited.
218.12	(-) 2,490.36	----	4,535.01	(-) 2,262.29	----	Subsidiary of National Textile Corporation Limited.
257.15	(-) 1,432.71	----	10,175.48	(-) 1,063.61	----	Subsidiary of National Textile Corporation Limited.
254.14	(-) 1,607.83	----	6,282.70	(-) 1,093.72	----	Subsidiary of National Textile Corporation Limited.
143.66	(-) 2,302.91	----	3,836.73	(-) 2,163.38	----	Subsidiary of National Textile Corporation Limited.
----	(-) 808.61	----	3,353.79	(-) 538.18	----	Subsidiary of National Textile Corporation Limited.
216.40	73.00	1.0	7,871.92	358.97	4.6	Subsidiary of National Textile Corporation Limited.
28.98	(-) 383.71	----	3,816.60	(-) 4.56	----	
723.05	(-) 513.36	----	202.20	(-) 361.05	----	Subsidiary of British India Corporation Limited.
----	0.90	15.0	10.55	1.78	16.9	Subsidiary of British India Corporation Limited.
115.31	(-) 69.61	----	(-) 42.82	(-) 80.71	----	Subsidiary of British India Corporation Limited.
123.15	(-) 4,595.03	----	(-) 2,987.60	(-) 3,616.37	----	
<u>4,606.60</u>	<u>(-) 18,793.61</u>	<u>----</u>	<u>1,44,437.23</u>	<u>(-) 15,198.53</u>	<u>----</u>	
<u>3,816.58</u>	<u>(-) 14,688.73</u>	<u>----</u>	<u>1,28,323.19</u>	<u>(-) 11,119.56</u>	<u>----</u>	

1	2	3	4	5	6	7
<b>Miscellaneous</b>						
138.	Modern Food Industries (India) Limited	Ministry of Food and Civil Supplies	1.10.1965	1,472.28	167.91	41.13
139.	Hindustan Latex Limited	Ministry of Health & Family Welfare	1.3.1966	2,812.98	53.40	47.09
140.	Bharat Refractories Limited	Ministry of Steel & Mines	22.7.1974	8,463.70	(-) 75.33	170.20
141.	India Firebricks and Insulation Company Ltd	Ministry of Steel & Mines	21.4.1960	1,361.12	(-) 171.42	166.34
142.	Tannery and Footwear Corporation of India Ltd.	Ministry of Industry	22.2.1969	4,787.55	(-) 1,020.13	721.31
143.	Computer Maintenance Corporation Limited	Department of Electronics	26.12.1975	2,798.76	104.35	106.72
144.	Andaman Nicobar Islands Forest and Plantation Development Corporation Ltd.	Ministry of Environment and Forests	21.1.1977	512.09	148.45	0.27
145.	Hooghly Printing Company Limited	Ministry of Industry	3.1.1922 (Became Govt. Company w.e.f. 10.5.1979)	20.38	(-) 11.46	4.45
146.	The Birds Jute and Exports Limited	Ministry of Commerce (Department of Textiles)	25.10.1980	117.74	(-) 40.75	13.76
147.	North Eastern Regional Agricultural Marketing Corporation Limited	Ministry of Food and Civil Supplies	31.3.1982	500.00	(-) 14.39	----
148.	Goa Meat Complex Ltd.	Ministry of Agriculture	31.3.1971	156.82	(-) 14.04	20.45
149.	Bangalore Animal Food Corporation Limited	Ministry of Agriculture	30.1.1974	30.00	1.31	----
150.	Hindustan Vegetable Oils Corporation Limited	Ministry of Food and Civil Supplies	31.3.1984	2,337.13	1645.97	256.67
<b>Total</b>				<b>25,370.55</b>	<b>773.87</b>	<b>1,548.39</b>
<b>Figures for the year 1985-86 (19 Companies)</b>				<b>22,446.48</b>	<b>(-) 418.88</b>	<b>1,918.28</b>



8	9	10	11	12	13	14
12.47	180.38	12.25	1,385.48	209.02	15.1	
27.88	81.28	2.9	2,735.55	100.49	3.7	
121.33	46.00	0.5	7,319.18	94.87	1.3	
149.06 (-)	22.36	----	462.04 (-)	5.08	----	Subsidiary of Bharat Refractories Limited.
712.51 (-)	307.62	---- (-)	1,380.83 (-)	298.82	----	
69.13	173.48	6.2	2,868.76	211.07	7.4	
----	148.45	29.0	323.94	148.72	45.9	
0.45 (-)	11.01	----	12.41 (-)	7.01	----	Subsidiary of Andrew Yule and Company Limited.
3.70 (-)	37.05	31.5 (-)	78.48 (-)	26.99	34.4	Subsidiary of Bharat Process and Mechanical Engineers Limited.
8.23 (-)	6.16	4.5	272.92 (-)	14.39	----	
17.15	3.11	2.0	48.04	6.41	13.3	
----	1.31	4.4	49.29	1.31	2.7	
64.65	1,710.62	73.2	3,649.99	1,902.64	52.1	
<u>1,186.56</u>	<u>1,960.43</u>	<u>7.7</u>	<u>17,668.29</u>	<u>2,322.26</u>	<u>13.1</u>	
<u>1,448.86</u>	<u>1,029.98</u>	<u>4.6</u>	<u>15,712.26</u>	<u>1,499.40</u>	<u>9.5</u>	

1	2	3	4	5	6	7
<b>B. Trading and Services</b>						
151.	The State Trading Corporation of India Limited	Ministry of Commerce	18.5.1956	22,561.68	7,028.94	499.29
152.	The Minerals & Metals Trading Corporation of India Limited	Ministry of Commerce	26.9.1963	21,996.55	5,597.18	507.64
153.	Cotton Corporation of India Limited	Ministry of Textiles	31.7.1970	11,153.00	252.63	3,098.58
154.	The Mica Trading Corporation of India Limited	Ministry of Commerce	18.6.1973	1,239.12	18.70	72.86
155.	Electronics Trade and Technology Development Corporation Limited	Department of Electronics	8.8.1974	817.60	299.41	308.65
156.	H.M.T. (International) Ltd.	Ministry of Industry	13.12.1974	806.42	142.98	5.55
157.	Metal Scrap Trade Corporation Limited	Ministry of Steel and Mines	9.9.1964 (Became Govt. Company w.e.f. 24.2.1973)	1,410.88	965.67	30.06
158.	The Cashew Corporation of India Limited	Ministry of Commerce	19.8.1970	1,114.07	144.46	10.10
159.	The Projects and Equipment Corpn. of India Ltd.	Ministry of Commerce	21.4.1971	2,513.10	226.44	103.55

8	9	10	11	12	13	14
---	7,028.94	31.1	51,859.66	7,528.23	14.5	The profit is to be viewed in the light of the following facts :
						i) Rs. 288.64 lakhs on account of interest have been charged in excess to Government due to inclusion of cost of office building, still under construction and hence not in use, in computing capital invested on items handled on behalf of Government. This interest has been charged by the Company from Government for the first time in the accounts for 1986-87.
						ii) Rs. 45.64 lakhs have been charged as interest for 1 month on capital invested in custom duty on fatty acids sold on ex-jetty basis which is not justified as the sale proceeds are realised from the allottees in advance or in any case before the material is released from the vessel.
						iii) In addition to 1% service charge Rs. 12.61 lakhs have been charged excess as overheads to Government in respect of transactions of edible oils (Rs. 9.27 lakhs) and sugar (Rs. 3.34 lakhs) on off-shore sales.
						iv) Rs. 10.00 lakhs have been charged in excess on account of 1% service charges on landed cost in which clearing and handling charges incurred subsequent to landing of the edible oil consignments were wrongly included.
70.43	5,667.61	25.8	20,394.07	6,104.82	30.0	
1,722.59	1,975.22	17.7	3,479.26	3,351.21	96.3	
67.36	86.06	7.0	1,444.29	91.56	6.3	Subsidiary of Minerals and Metals Trading Corporation of India Ltd.
39.94	339.35	41.5	2,754.20	608.06	22.1	
---	142.98	17.7	1,350.04	148.53	11.0	Subsidiary of Hindustan Machine Tools Limited.
30.06	995.73	70.6	1,446.85	995.73	68.8	
---	144.46	13.0	1,147.85	154.56	13.5	Subsidiary of State Trading Corporation of India Limited
103.32	329.76	13.1	3,375.86	329.99	9.8	Subsidiary of State Trading Corporation of India Limited.

1	2	3	4	5	6	7	
160.	Air-India Charters Limited	Ministry of Tourism and Civil Aviation	9.9.1971	5.00	(-)	0.02	---
161.	Ferro Scrap Nigam Limited	Ministry of Steel and Mines	28.3.1979	1,421.88		267.65	39.49
162.	Cardamom Trading Corporation Limited	Ministry of Commerce	23.10.1982	100.00	(-)	1.88	3.14
163.	Airline Allied Services Limited	Ministry of Civil Aviation	13.9.1983	25.00	(-)	0.36	---
164.	Mahanagar Telephone Nigam Limited	Ministry of Communication	28.2.1986	1,31,308.11		13,652.32	4,667.91
165.	Videsh Sanchar Nigam Limited	Ministry of Communication	19.3.1986	29,439.37		12,493.12	3,040.94
		Total		2,25,911.78		41,087.24	12,387.76
		Figures for the year 1985-86 (13 Companies)		60,193.96		11,089.82	8,470.84

### C. Consultancy

166.	Engineers India Limited	Ministry of Petroleum and Natural Gas	15.3.1955	6,647.60		1,894.29	26.20
167.	Water & Power Consultancy Services (India) Limited	Ministry of Irrigation	5.6.1969	581.36		95.24	---
168.	Metallurgical and Engineering Consultants (India) Limited	Ministry of Steel and Mines	31.3.1973	1,021.94		1,356.17	---
169.	Engineering Projects (India) Limited	Ministry of Industry	16.4.1970	12,731.96	(-)	2,536.59	3,003.18
170.	Rail India Technical & Economic Services Ltd.	Ministry of Railways	26.4.1974	3,047.00		654.84	---
171.	Telecommunications Consultants (India) Limited	Ministry of Communication	10.3.1978	2,736.62		539.69	24.62
172.	Educational Consultants (India) Limited	Ministry of Human Resources Development	17.6.1981	39.04		19.50	0.82
173.	Hospital Services Consultancy Corporation	Ministry of Health and Family Welfare	30.3.1983	49.25		25.88	---
		Total		26,854.77		2,049.02	3,054.82
		Figures for the year 1985-86 (8 Companies)		20,945.11		1,487.38	2,452.29

8	9	10	11	12	13	14
----	(-) 0.02	----	4.64 (-)	0.02	----	Subsidiary of Air India
26.18	293.83	20.7	1,900.98	307.14	16.2	Subsidiary of Metal Scrap Trading Corporation Limited.
----	(-) 1.88	----	285.85	1.26	----	
----	(-) 0.36	----	23.55 (-)	0.36	----	Subsidiary of Indian Airlines
4,525.66	18,177.98	13.6	1,22,395.73	18,320.23	13.7	
330.16	12,823.28	39.5	31,623.11	15,534.06	47.8	
<u>6,915.70</u>	<u>48,002.94</u>	<u>21.2</u>	<u>2,43,485.94</u>	<u>53,475.00</u>	<u>22.05</u>	
<u>1,938.97</u>	<u>13,028.79</u>	<u>21.6</u>	<u>91,130.33</u>	<u>19,560.66</u>	<u>21.4</u>	
26.20	1,920.49	28.9	6,155.97	1,920.49	31.2	
----	95.24	16.4	578.22	95.24	16.5	
----	1,356.17	132.7	3,475.55	1,356.17	39.0	
2,146.86	(-) 389.73	----	4,173.79	466.59	11.1	
----	654.84	21.6	2,500.00	654.84	26.2	
24.62	564.31	20.6	2,732.87	564.31	20.6	
0.82	20.32	52.0	39.33	20.32	51.7	
----	25.88	52.5	49.16	25.88	52.6	
<u>2,198.50</u>	<u>4,247.52</u>	<u>13.8</u>	<u>19,704.89</u>	<u>5,103.84</u>	<u>25.9</u>	
<u>1,607.69</u>	<u>3,095.07</u>	<u>14.8</u>	<u>16,680.86</u>	<u>3,939.67</u>	<u>23.6</u>	

1	2	3	4	5	6	7
<b>D. Financial</b>						
174.	Export Credit Guarantee Corporation of India Ltd.	Ministry of Commerce	30.7.1957	3,282.55	85.70	0.13
175.	Housing and Urban Development Corporation Ltd.	Ministry of Urban Development	25.4.1970	85,587.73	1,339.43	5,655.66
176.	Industrial Credit Company Limited	Ministry of Finance	15.7.1930	3.90	0.08	----
177.	Rural Electrification Corporation Limited	Ministry of Energy	25.7.1969	2,13,506.38	3,407.90	13,169.21
178.	Zenith Securities and Instruments Limited	Ministry of Finance	28.8.1916	26.52	2.30	----
179.	Chandigarh Scheduled Castes Financial and Development Corpn. Ltd.	Ministry of Home Affairs	2.7.1979	114.80	4.01	----
		<b>Total</b>		<u>3,02,521.88</u>	<u>4,839.42</u>	<u>18,825.00</u>
		<b>Figures for the year 1985-86 (6 Companies)</b>		<u>2,59,651.33</u>	<u>3,547.24</u>	<u>14,854.76</u>
		<b>Total of Running Concerns</b>		<u>59,64,840.81</u>	<u>59,644.71</u>	<u>2,30,420.65</u>
		<b>Figures for the year 1985-86 (183 Companies)</b>		<u>48,35,809.54</u>	<u>22,158.59</u>	<u>1,93,373.02</u>
<b>II. PROMOTIONAL AND DEVELOPMENTAL UNDERTAKINGS</b>						
180.	The National Small Industries Corporation Ltd.	Ministry of Industry	4.2.1955	7,302.35	184.83	486.55
181.	The National Industrial Development Corporation Limited	Ministry of Industry	20.10.1954	150.32	15.34	6.08
182.	National Research Development Corporation of India	Ministry of Science and Technology	13.12.1953	414.78	4.52	16.32
183.	India Tourism Development Corporation Limited	Ministry of Tourism	9.10.1966	8,373.43	674.41	307.81
184.	Indian Dairy Corporation	Ministry of Agriculture	13.2.1970	31,907.83	1,584.75	1,638.79
185.	The Handicrafts and Handlooms Export Corporation of India Limited	Ministry of Textiles	11.4.1958	750.11	(-) 27.95	80.28
186.	Hotel Corporation of India Limited	Ministry of Transport (Department of Civil Aviation)	8.7.1971	7,522.69	(-) 632.67	521.11
187.	Bharat Leather Corporation Limited	Ministry of Industry	30.3.1976	524.32	(-) 41.28	0.70

8	9	10	11	12	13	14
---	85.70	2.6	765.70	85.83	11.2	
5,655.66	6,995.09	8.2	84,324.10	6,995.09	8.3	
---	0.08	---	1.33	0.08	6.0	Subsidiary of the Oriental Insurance Company Limited.
13,169.21	16,577.11	7.8	2,31,359.28	16,577.11	7.2	
---	2.30	8.7	9.54	2.30	2.41	Subsidiary of United India Insurance Company Limited.
---	4.01	3.5	114.79	4.01	3.5	
<u>18,824.87</u>	<u>23,664.29</u>	<u>7.7</u>	<u>3,19,574.74</u>	<u>23,664.42</u>	<u>7.4</u>	
<u>14,825.17</u>	<u>18,372.41</u>	<u>7.1</u>	<u>2,71,201.51</u>	<u>18,402.00</u>	<u>6.8</u>	
<u>2,07,419.98</u>	<u>2,67,064.69</u>	<u>4.5</u>	<u>40,37,629.16</u>	<u>2,90,065.36</u>	<u>7.2</u>	
<u>1,67,008.13</u>	<u>1,89,166.72</u>	<u>3.9</u>	<u>33,52,896.64</u>	<u>2,15,531.61</u>	<u>6.4</u>	
461.84	646.67	8.9	7,397.81	671.38	9.1	
6.08	21.42	14.2	157.52	21.42	13.6	
16.32	20.84	5.0	277.69	20.84	7.5	
255.91	930.32	11.1	8,593.49	982.22	11.4	
1,638.79	3,223.54	10.1	69,506.54	3,223.54	4.6	
21.04 (-)	6.91	---	1,103.40	52.33	4.7	Subsidiary of the State Trading Corporation of India Limited.
458.63 (-)	174.04	---	6,369.91 (-)	111.56	---	Subsidiary of Air India.
0.70 (-)	40.58	---	290.00 (-)	40.58	---	

1	2	3	4	5	6	7
188.	Chandigarh Child & Women Development Corporation Limited	Ministry of Social Welfare	15.4.1980	36.17	0.57	---
189.	Chandigarh Industrial and General Development Corporation Limited	Ministry of Industry	28.3.1974	483.13	24.90	34.09
190.	National Film Development Corporation Limited	Ministry of Information and Broadcasting	11.4.1980	1,079.10	78.09	10.11
191.	Rehabilitation Industries Corporation Limited	Ministry of Industry	13.4.1959	3,828.65	(-) 909.25	579.22
192.	Trade Fair Authority of India	Ministry of Commerce	30.12.1976	130.38	455.94	---
193.	North Eastern Handicrafts and Handlooms Development Corporation Limited	Ministry of Commerce	31.3.1977	363.07	(-) 33.31	5.90
194.	National Handloom Development Corporation Ltd.	Ministry of Textiles	22.2.1983	463.54	9.70	6.95
195.	State Farms Corporation of India Limited	Ministry of Agriculture	14.5.1969	2,241.92	(-) 12.56	236.32
196.	National Seeds Corporation Limited	Ministry of Agriculture	19.3.1963	2,048.69	(-) 430.28	324.26
197.	Hindustan Packaging Company Limited	Ministry of Agriculture	31.10.1985	450.00	(-) 55.71	102.45
		Total		68,069.48	890.04	4,356.93
		Figures for the year 1985-86 (18 Companies)		60,791.02	1,041.13	3,148.27
<b>III. COMPANIES IN THE STAGE OF CONSTRUCTION</b>						
198.	Ranchi Ashok Bihar Hotel Corporation Limited	Ministry of Tourism and Civil Aviation	23.7.1983	52.40	---	---
199.	M.P., Ashok Hotel Corporation Limited	Ministry of Tourism and Civil Aviation	30.1.1985	76.20	---	---
200.	Rashtriya Ispat Nigam Limited	Ministry of Steel and Mines	18.2.1982	3,11,621.28	---	---
201.	Vijayanagar Steel Limited	Ministry of Steel and Mines	18.12.1982	895.40	---	---
202.	Demodar Cement and Slag Limited	Ministry of Industry	18.11.1977	1,485.95	(-) 20.32	---
203.	Gas Authority of India Limited	Ministry of Petroleum and Natural Gas	16.8.1984	87,136.00	---	---
204.	Neelachal Ispat Nigam Limited	Ministry of Steel and Mines	27.3.1982	480.00	---	---





1	2	3	4	5	6	7
205.	Hindustan Fluorocarbons Limited	Ministry of Chemicals and Fertilizers	14.6.1983	2,750.39	----	----
206.	Pondicherry Ashok Hotel Corporation Limited	Ministry of Tourism and Civil Aviation	16.6.1986	26.00	----	----
207.	Bharat Bhari Udyog Nigam Limited	Ministry of Industry	17.9.1986	----	----	----
208.	Bharat Yantra Nigam Ltd.	Ministry of Industry	9.7.1986	0.03	----	----
209.	Power Finance Corporation Limited, New Delhi.	Ministry of Energy (Department of Power)	16.7.1986	3,040.00	----	----
		Total		4,07,563.65	----	----
		Figures for the year 1985-86 (11 Companies)		4,69,322.87	----	----
		Grand Total		64,40,473.94	60,534.75	2,34,777.58
		Figures for the year 1985-86 (212 Companies)		53,65,923.43	23,199.72	1,96,521.29

8	9	10	11	12	13	14
267.34	267.34	---	---	---	---	Subsidiary of Hindustan Organic Chemicals Limited.
---	---	---	---	---	---	Subsidiary of India Tourism Development Corporation Limited.
---	---	---	---	---	---	
---	---	---	---	---	---	
---	---	---	---	---	---	
<u>2,156.00</u>	<u>2,156.00</u>	<u>0.5</u>	<u>---</u>	<u>---</u>	<u>---</u>	
<u>10,232.96</u>	<u>10,232.96</u>	<u>2.2</u>	<u>---</u>	<u>---</u>	<u>---</u>	
<u>2,13,241.35</u>	<u>2,73,776.10</u>	<u>4.3</u>	<u>41,40,878.90</u>	<u>2,95,312.33</u>	<u>7.1</u>	
<u>1,79,559.71</u>	<u>2,02,759.71</u>	<u>3.8</u>	<u>34,44,015.09</u>	<u>2,19,721.01</u>	<u>6.4</u>	

## ANNEXURE

(Referred to in Para

Sl. No.	Operating Results	General Insurance Corporation of India		The New India Assurance Company Limited	
		1985	1986	1985	1986
1	2	3	4	5	6
<b>FIRE BUSINESS</b>					
1.	Net Premium including portfolio Premium	77.52	78.76	82.84	95.88
2.	Commission on reinsurance ceded	21.76	27.84	20.18	26.93
3.	Net claims	36.27	41.95	42.92	43.63
4.	Commission on re-insurance accepted	48.47	55.85	16.67	20.42
5.	Net Commission, expenses of management & other charges	28.02	29.92	21.48	24.32
6.	Increase (+)/Decrease (-) of unexpired risk reserves	(+) 5.86	(+) 0.62	(+) 5.77	(+) 6.52
7.	Profit (+)/Loss (-)	(+) 7.37	(+) 6.28	(+) 12.67	(+) 21.36
<b>MARINE BUSINESS</b>					
8.	Net Premium including Portfolio Premium	72.59	71.93	53.36	61.87
9.	Commission on re-insurance ceded	4.81	3.27	7.78	8.58
10.	Net claims	44.61	39.55	34.17	31.49
11.	Commission on re-insurance accepted	17.45	16.54	2.92	3.12
12.	Net Commission, expenses of management and other charges	13.26	14.03	7.38	8.85
13.	Increase (+)/Decrease (-) of unexpired risk reserves	(+) 10.84	(-) 0.66	(+) 8.25	(+) 8.52
14.	Profit (+)/Loss (-)	(+) 3.88	(+) 19.03	(+) 3.56	(+) 13.02
<b>MISCELLANEOUS BUSINESS</b>					
15.	Net Premium including portfolio premium	112.12	136.63	160.79	183.92
16.	Commission on re-insurance ceded	2.25	2.76	13.81	17.11
17.	Net claims	77.92	112.94	122.84	149.02
18.	Commission on re-insurance accepted	33.39	41.37	3.93	2.96

'G'

2.2 of Chapter II)

(Rupees in crores)

The Oriental Insurance Company Limited		National Insurance Company Limited		United India Insurance Company Limited		Total	
1985	1986	1985	1986	1985	1986	1985	1986
7	8	9	10	11	12	13	14
56.21	67.65	58.96	67.15	78.49	81.65	354.02	391.09
15.81	17.80	14.61	15.16	17.19	21.72	89.55	109.45
26.29	32.44	31.62	36.19	45.33	42.22	182.43	196.43
11.36	13.73	12.20	13.62	16.26	16.12	104.96	119.75
15.75	18.31	15.60	17.51	21.17	21.33	102.02	111.39
(+) 0.94	(+) 5.72	(+) 4.03	(+) 4.10	(+) 5.67	(+) 1.58	(+) 22.27	18.54
(+) 13.24	(+) 11.17	(+) 7.71	(+) 9.34	(+) 6.32	(+) 16.51	(+) 47.31	64.66
40.78	45.64	37.95	44.79	55.69	62.79	260.37	287.02
6.76	6.30	4.96	5.08	6.85	6.55	31.16	29.78
33.74	28.29	26.80	24.39	38.64	35.68	177.96	159.40
2.01	1.86	1.53	1.70	3.80	3.88	27.71	27.10
6.46	7.60	6.62	6.83	9.64	13.06	43.36	50.37
(+) 2.54	(+) 4.85	(+) 4.66	(+) 6.84	(+) 6.87	(+) 7.10	(+) 33.16	26.65
(-) 1.96	(+) 4.88	(-) 0.13	(+) 6.72	(+) 0.54	(+) 6.95	(+) 5.89	50.60
94.40	114.70	89.56	108.06	119.25	144.92	576.12	688.23
9.90	12.17	9.37	10.94	11.47	14.70	46.80	57.68
71.93	87.28	63.03	79.36	98.82	119.90	434.54	548.50
1.74	2.01	1.58	1.87	3.74	4.20	44.38	52.41

1	2	3	4	5	6
19.	Net Commission, expenses of management and other charges	31.48	40.70	37.01	42.67
20.	Increase (+)/Decrease (-) of unexpired risk reserves	(+) 7.76	(+) 12.25	(+) 11.85	(+) 11.57
21.	Profit (+)/Loss (-)	(-) 5.04	(-) 27.46	(-) 10.91	(-) 19.33
22.	Profit (+)/Loss (-) from various under-writing accounts	(+) 6.21	(-) 2.15	(+) 5.32	(+) 15.05
23.	Interest, Dividends and Rent credited to Profit & Loss Account Less Income Tax deducted at source	60.64	70.52	52.56	64.22
24.	Profit Prior to Tax after providing for other income & outgo	67.62	66.82	61.10	78.33
25.	Tax Provision	14.40	14.20	21.70	32.20
26.	Profit after tax for appropriation	53.22	52.62	39.40	46.13

7	8	9	10	11	12	13	14
22.91	27.38	23.78	26.35	26.06	33.19	141.24	170.29
(+) 6.32	(+) 10.15	(+) 7.01	(+) 9.25	(+) 8.16	(+)12.83	(+) 41.10	(+) 56.05
(-) 6.77	(-) 10.10	(-) 4.26	(-) 6.90	(-) 13.79	(-)21.01	(-) 40.77	(-) 84.80
(+) 4.51	(+) 5.95	(+) 3.32	(+) 9.16	(-) 6.93	(+)2.45	(+) 12.43	30.46
35.30	41.40	28.30	34.86	34.04	39.52	210.84	250.52
39.93	47.39	32.92	45.61	27.81	41.71	229.38	279.86
14.30	15.05	14.00	16.00	8.31	17.42	72.71	94.87
25.63	32.24	18.92	29.61	19.50	24.29	156.67	184.99

## ANNEXURE 'H'

(Referred to in para 1 of Chapter III)

### List of Companies within the purview of Section 619-B of the Companies Act 1956

Sl. No.	Name of the Company	Sl. No.	Name of the Company
<b>I. Companies whose accounts for 1986-87 have been received.</b>		22.	Wagon India Limited.
1.	North Bengal Dolomite Limited.	23.	Maharashtra Industrial and Technical Consultancy Organisation Limited.
2.	Bihar Industrial and Technical Consultancy Organisation Limited.	24.	Andhra Pradesh Industrial & Technical Consultancy Organisation Limited.
3.	Mandevi Pellets Limited.	<b>II. Companies whose accounts have not been received for the periods indicated against each.</b>	
4.	Siporex India Limited	25.	Nalanda Ceramics and Industries Limited (Accounts in arrear since 1983 onwards).
5.	Agricultural Finance Corporation Limited.	26.	Shyam Properties (1986-87).
6.	The Industrial Credit and Investment Corporation of India Limited.	27.	Orissa Fertilizers and Chemicals Limited (Accounts in arrear from 1977-78 onwards).
7.	Dishergarh Power Supply Company Limited.	28.	Becker Gray and Company Limited (Accounts in arrear from 1984-85 onwards).
8.	The Braithwaite Burn and Jessop Construction Company Limited.	29.	Bengal Assam Steamship Company Limited (1986-87).
9.	West Bengal Consultancy Organisation Limited.	30.	Wabel Electro Ceramics Limited (1986-87).
10.	Orissa Industrial and Technical Consultancy Organisation Limited.	31.	Gayday Iron and Steel Company Limited (Under liquidation with effect from 7.7.1977).
11.	Kerala Industrial and Technical Consultancy Organisation Limited.	32.	Gangavati Sugar Limited (Accounts in arrear from 1983-84 onwards).
12.	Industrial and Technical Consultancy Organisation of Tamil Nadu Limited.	33.	Accumeasures Punjab Limited (Accounts in arrear from 1979-80 onwards).
13.	North-Eastern Industrial and Technical Consultancy Organisation Limited.	34.	Excelsior Plants Corporation Limited (in liquidation) (Accounts in arrear from 1976-77 onwards).
14.	Ashok Paper Mills Limited.	35.	Allied International Products Limited (In liquidation) (Accounts in arrear from 1976-77 onwards).
15.	Derco Cooling Coils Limited.	36.	Kohinoor Mills Limited (1986-87).
16.	Vikrant Tyres Limited.	37.	India Tea and Restaurants Limited (1986-87).
17.	Madan Industries Limited.	38.	Ruby Rubber Works Limited (Accounts in arrear from 1983-onwards).
18.	U.P. Industrial Consultants Limited.	39.	Textile Processing Corporation of India Limited (1986-87).
19.	J.K. Industrial and Technical Consultancy Organisation Limited.		
20.	Punjab Tractors Limited.		
21.	Shriram Pistons and Rings Limited.		



## ANNEXURE

## Summarised Financial Results of

*(Referred to in para*

Sl. No.	Name of the Corporation	Name of the Ministry	Date of incorporation	Total capital invested	Profit (+)/Loss(-) before tax and prior period adjustments	Total interest charged to profit and loss account
1	2	3	4	5	6	7
1.	Air - India	Ministry of Civil Aviation	15.6.1953	1,28,412.38	(+) 1,140.43	5,151.97
2.	Indian Airlines	Ministry of Civil Aviation	15.6.1953	60,582.15	(+) 6,430.48	2,461.99
3.	The International Airports Authority of India	Ministry of Civil Aviation	1.4.1972	20,799.65	(+) 5,580.49	519.43
		Total		2,09,794.18	(+) 13,151.40	8,133.39
		Figures for the year 1985-86		1,50,587.42	(+) 15,841.73	7,353.47
4.	Central Warehousing Corporation	Ministry of Food and Civil Supplies	March 1957	18,000.85	(+) 2,698.78	174.72
5.	The Food Corporation of India	Ministry of Food and Civil Supplies	1.1.1965	2,01,454.89	(+) 8,109.62	65,058.66
		Total		2,19,455.74	(+) 10,808.40	65,233.38
		Figures for the year 1985-86		90,966.83	(+) 2,763.47	71,181.50
6.	Oil and Natural Gas Commission	Ministry of Petroleum and Natural Gas	15.10.1959	7,95,622.93	(+)2,29,430.18	12,138.21
		Total		7,95,622.93	(+)2,29,430.18	12,138.21
		Figures for the year 1985-86		6,24,913.10	(+)2,02,468.41	21,949.65
7.	Delhi Transport Corporation	Ministry of Transport (Department of Surface)	3.11.1971	48,358.23	(-) 16,,375.90	11,393.34
		Total		48,358.23	(-) 16,375.90	11,398.43
		Figures for the year 1985-86		43,425.23	(-) 17,687.71	8,855.54
8.	Delhi Financial Corporation	Ministry of Finance (Finance Department and Delhi Administration)	1.4.1967	3,686.79	(+) 101.04	186.23
		Total		3,686.79	(+) 101.04	186.23
		Figures for the year 1985-86		2,979.82	(+) 81.08	154.17
		Grand Total		12,76,917.87	(+)237,115.12	97,084.64
		Figures for the year 1985-86		9,12,872.40	(+)2,03,466.98	1,09,494.33

T

## Statutory Corporations for the Year 1986-87

(Rupees in lakhs)

## 4.8 of Chapter IV)

Interest on long - term loans	Total return on capital invested (6 + 8)	Percentage of total return on capital invested	Capital employed	Total return on capital employed (6 + 7)	Percentage of total return on capital employed	Remarks
8	9	10	11	12	13	14
5,452.40 (+)	6,592.83	5.3	1,23,036.39	(+) 6,292.40	5.1	
2,461.99 (+)	8,892.47	14.7	59,397.03	(+) 8,892.47	15.0	
519.43 (+)	6,099.92	29.3	25,520.14	(+) 6,099.92	23.9	
8,433.82 (+)	21,585.22	10.3	2,07,953.56	(+) 21,284.79	10.2	
7,207.86 (+)	23,049.59	15.3	1,65,142.71	(+) 23,195.20	14.0	
82.63 (+)	2,781.41	15.4	14,650.73	(+) 2,873.50	19.6	
490.91 (+)	8,600.53	4.3	5,45,224.80	(+) 73,168.28	13.4	
573.54 (+)	11,381.94	5.2	5,59,875.53	(+) 76,041.78	13.6	
558.92 (+)	3,322.39	3.6	5,27,313.57	(+) 73,944.97	14.0	
22,624.55 (+)	2,52,054.73	31.8	5,78,264.96	(+) 2,41,568.39	41.8	
22,624.55 (+)	2,52,054.73	31.8	5,78,264.96	(+) 2,41,568.39	41.8	
21,321.50 (+)	2,23,789.91	35.8	4,50,991.00	(+) 2,24,418.06	49.8	
11,374.60 (-)	5,001.30	----	(-) 31,554.53	(-) 4,982.47	----	
11,374.60 (-)	5,001.30	----	(-) 31,554.53	(-) 4,982.47	----	
8,833.03 (-)	8,854.68	----	(-) 21,212.86	(-) 8,832.17	----	
182.96 (+)	284.00	7.7	67.46	(+) 287.27	425.8	
182.96 (+)	284.00	7.7	67.46	(+) 287.27	425.8	
152.30 (+)	233.38	7.8	108.89	(+) 235.25	216.0	
43,189.47 (+)	2,80,304.59	21.9	13,14,606.98	(+) 3,34,199.76	25.4	
38,073.61 (+)	2,41,540.59	26.4	11,22,343.31	(+) 3,12,961.31	27.9	

ERRATA

Page	Reference	For	Read
(vi)	Para V (i) - 5th line	Rs. 2,294.30	Rs. 2,294.30
1.	1.1 - 11th line	Annexure "B"	Annexure "B"
3.	1st Table - Heading	Percentage to total loans	Percentage to total loans
11.	1st Table - Col. 6&7 - Heading	Rate of Growth	Rate of Growth (Percentage)
21.	Table - Col. No. 1 - Below Miscellaneous	-	Total
21.	Below the Table - 1st line	adjustments	adjustments)
23.	1st Table - Col. No. 8 Heading	Total	Total
23.	2nd Table - Col. No. 7 & 8 - Heading	retun	return
27.	Para 4.4.(a) 5th line end.	-	(Guaranteed upto 25 percent)
29.	Footnote to the Table	Rs.6.00 lakhs	Rs. 146.00 lakhs
30.	Para 4.10(a) - Table Col. No. 3	<u>1986-87</u> 8,192.70	<u>1986-87</u> 8,118.34
	Col. No. 5	27.3	26.1
31.	2nd line	Rs. 7,230.26 Crores	Rs. 5,676.40 Crores
31	Para 4.11 Table - Heading	External Sources	External Sources
32.	Below the Table- right side - 1st line	Natural	Natural
35.	2nd line	audit	audit
36.	Sl. No. 3 of the New Govt. Companies	(Subsidiary of O.N.G.C.)	--
36.	Last Line	Subsidiary to	Subsidiary of
40.	Sl. No. 29	Row against Sl. No. 29	--
40 & 41.	Sl. Nos. 30 to 54	Sl. Nos. 30 to 54	Sl. Nos. 29 to 53
41.	Last Line of the Table Col. No.3	3,26,366.65	3,25,041.80
	Col. No.4	25,689.64	25,688.11
42.	Sl. No. 8 - Col. No. 4	2,466.57	2,446.57
42.	Sl. No. 12 - Col. No. 6	7,782.77	7,782.77†
43.	Sl. No. 20 - Col. No. 6	549.13	549.13†
43.	Sl. No. 24 - Col. No. 6	6,059.75	6,059.75†
43.	Sl. No. 28 - Col. No. 6	22,542.97†	22,642.97†
43.	Sl. No. 37 - Col. No. 5	--2,548.24	--
43.	Sl. No. 37 - Col. No. 6	--	2,548.24
44.	Sl. No. 41 - Col. No. 4	472.58	2,472.58
44.	Sl. No. 43 - Col. No. 4	465.9	465.99
44.	Sl. No. 55 - Col. No. 6	2,365.16	2,365.16†
49.	Sl. No. 28 - Col. No. 14	Susidiary	Subsidiary
51.	Sl. No. 38 - Col. No. 14	Bharath	Bharat