

GOVERNMENT OF INDIA
MINISTRY OF STEEL

RAJYA SABHA
UNSTARRED QUESTION NO.1568
FOR ANSWER ON 15/03/2017

**ESTABLISHMENT OF STEEL PLANT IN KADAPA DISTRICT IN
ANDHRA PRADESH**

1568. SHRI T.G. VENKATESH:

Will the Minister of STEEL be pleased to state:

- (a) whether Government has completed its prolonged surveys and repeated viability tests on the establishment of steel plant in Kadapa district of Andhra Pradesh in accordance with the AP Reorganisation Act;
- (b) if so, the details thereof;
- (c) the present status of the considered plant; and
- (d) by when the much awaited steel plant would be established in the backward district of Kadapa?

ANSWER

THE MINISTER OF STATE FOR STEEL

(SHRI VISHNU DEO SAI)

(a)&(b): In terms of the Thirteenth Schedule of the Andhra Pradesh Reorganisation Act 2014, Steel Authority of India Limited (SAIL) was required to examine the feasibility of establishing an Integrated Steel Plant in YSR Kadapa district of the successor State of Andhra Pradesh. SAIL submitted the feasibility report on 02.12.2014. As per the feasibility report, setting up of steel plant is prima facie not financially viable.

(c)&(d): A Task Force has been constituted on 19.10.2016 comprising of representatives from the Central and State Government, SAIL, Rashtriya Ispat Nigam Limited (RINL), NMDC Limited, MECON Limited and MSTC Limited to consider the feasibility issues and to prepare a road map for setting up of Steel Plants in Andhra Pradesh and Telangana.
