LOK SABHA UNSTARRED QUESTION NO.2097

FOR ANSWER ON 24/12/2018

STEEL PRODUCTION/EXPORT

2097. SHRI HARISH CHANDRA *ALIAS* HARISH DWIVEDI: ADV. M. UDHAYAKUMAR:

Will the Minister of STEEL be pleased to state:

- (a) the details of the total capacity of the steel production and quantum of steel produced during the current year, State-wise, in the country;
- (b) whether it is a fact that India's finished steel exports fell by 23.4 per cent to 0.596 million tonnes in October, 2018, if so, the details thereof and the reasons therefor:
- (c) whether it is also a fact that India should cut down its dependence on special steel product imports through value addition and form Joint Ventures with global leader for technological upgradation and if so, the details thereof; and
- (d) whether it is also true that despite being the world's second largest producer of steel, India is still dependent on imports for some products and there is a need to develop technologies to produce electrical grade and auto grade steel to become self sufficient/reliant and if so, the details thereof along with the steps taken by the Government in this regard?

ANSWER

THE MINISTER OF STATE FOR STEEL

(SHRI VISHNU DEO SAI)

- (a) Details of the total capacity of the steel production and quantum of steel produced during this current year, State-wise, in the country is given at **Annexure**.
- (b) India's exports declined by 23.1 percent to 0.598 million tonnes as shown under:-

Total Finished Steel (alloy/stainless+ non-alloy) Export (mt)			
Year	Qty	%change over last year	
October 2018*	0.598	-23.1	
Source: JPC prov*			

Export and import are dynamic situation which keeps fluctuating based on factors like cost of raw material, exchange rate, domestic demand, international price of steel, inventory stocking/destocking, demand in global market and competitiveness, etc.

- (c) Yes, Madam. It is a fact that India should cut down it's dependence on imports for special steel products by encouraging the domestic manufacturing of such products, however, it is to state that steel is a deregulated sector and forming of joint venture for technology up-gradation is a purely commercial decision which depends on many aspects.
- (d) It is true that despite being the world's second largest producer of steel, India is still dependent on imports of special and value added steel products and there is a need to develop domestic capabilities to produce electrical grade and auto grade steel to become self-sufficient. Government is working towards the same. Recently, SAIL and Arcelor Mittal have firmed up their Joint Venture (JV) term sheet to enter into an agreement for setting up of a plant for production of automotive grade of steel. That should take care of one segment of imports to some extent. There has also been a tie up of Tata Steel and Thyssenkrupp (who specialize in developing electrical grade of steels), which will help for electrical steels. SRTMI has also been set-up to undertake Research & Development projects for the betterment of steel sector.

(Reply to Part (a) of Lok Sabha Unstarred Question No. 2097 for answer on 24.12.2018)

TOTAL CAPACITY OF THE STEEL PRODUCTION DURING 2017-18

74 314 1138 19995 185 27239	Production 62 229 703 17113 74
314 1138 19995 185	229 703 17113
1138 19995 185	703 17113
19995 185	17113
185	
	71
27239	74
	16968
30	20
10128	7840
16464	13033
291	246
41	33
509	345
12337	8260
170	144
10884	8457
14	12
931	806
698	458
187	130
3878	2779
1093	793
1245	1001
604	438
8205	6156
14266	12766
622	336
343	162
4316	2699
1774	1070
137975	103131
	30 10128 16464 291 41 509 12337 170 10884 14 931 698 187 3878 1093 1245 604 8205 14266 622 343 4316 1774
