

MINISTRY OF CHEMICALS AND FERTILISERS**DEMAND NO.6****Department of Chemicals and Petrochemicals**

A. The Budget allocations, net of recoveries, are given below:

		<i>(In crores of Rupees)</i>								
Major Head	Budget 2009-2010			Revised 2009-2010			Budget 2010-2011			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	185.62	24.28	209.90	351.69	20.56	372.25	374.43	18.88	393.31	
Capital	54.13	1.12	55.25	54.13	1.12	55.25	25.57	1.12	26.69	
Total	239.75	25.40	265.15	405.82	21.68	427.50	400.00	20.00	420.00	
1. Secretariat-Economic Services	3451	0.25	13.15	13.40	0.25	10.95	11.20	1.00	11.20	12.20
Industries										
<i>Petrochemical Industries</i>										
2. Central Institute of Plastics Engg. and Technology(CIPET)	2852	20.13	3.00	23.13	20.13	3.00	23.13	69.94	0.53	70.47
	6856	14.00	...	14.00	14.00	...	14.00
	<i>Total</i>	<i>34.13</i>	<i>3.00</i>	<i>37.13</i>	<i>34.13</i>	<i>3.00</i>	<i>37.13</i>	<i>69.94</i>	<i>0.53</i>	<i>70.47</i>
3. Subsidy to Assam Gas Project	2852	126.26	0.01	126.27	275.73	0.01	275.74	172.74	0.01	172.75
4. Others (New Schemes)	2852	5.00	...	5.00	5.00	...	5.00	83.00	...	83.00
<i>Chemical and Pharmaceutical Industries</i>										
5. Bhopal Gas Leak Disaster (BGLD)	2852	...	5.62	5.62	...	4.10	4.10	...	4.44	4.44
6. Institute of Pesticides Formulation Technology (IPFT)	2852	7.00	2.40	9.40	7.00	2.40	9.40	4.25	2.60	6.85
7. Chemical Weapons Convention(CWC)	2852	1.00	0.10	1.10	1.00	0.10	1.10	1.00	0.10	1.10
8. Chemicals Promotion & Dev. Scheme (CPDS)	2852	2.00	...	2.00	2.00	...	2.00	2.50	...	2.50
9. <i>Waiver of Interest</i>										
9.01 Hindustan Organic Chemicals Limited (HOCL)	2852	...	10.46	10.46	...	10.46	10.46
Less - Receipt Netted	0049	...	-10.46	-10.46	...	-10.46	-10.46
	<i>Net</i>	<i>...</i>	<i>...</i>	<i>...</i>	<i>...</i>	<i>...</i>	<i>...</i>	<i>...</i>	<i>...</i>	<i>...</i>
Total-Industries		175.39	11.13	186.52	324.86	9.61	334.47	333.43	7.68	341.11
10. Lumpsum provision for Project/ Scheme for the benefit of the N.E.Region & Sikkim	2552	23.98	...	23.98	40.58	...	40.58	40.00	...	40.00
11. <i>Non Plan Loans to Public Enterprises</i>										
11.01 Petrofils Co-operative Ltd.(PCL)	6856	...	1.10	1.10	...	1.10	1.10	...	1.10	1.10
11.02 Hindustan Insecticides Ltd.(HIL)	6857	...	0.01	0.01	...	0.01	0.01	...	0.01	0.01
11.03 Hindustan Organic Chemicals Limited	6857	...	0.01	0.01	...	0.01	0.01	...	0.01	0.01
	<i>Total</i>	<i>...</i>	<i>1.12</i>	<i>1.12</i>	<i>...</i>	<i>1.12</i>	<i>1.12</i>	<i>...</i>	<i>1.12</i>	<i>1.12</i>
12. Investment in Public Enterprises	6857	40.13	...	40.13	40.13	...	40.13	25.57	...	25.57
Grand Total		239.75	25.40	265.15	405.82	21.68	427.50	400.00	20.00	420.00

	Head of Dev.	Budget 2009-2010			Revised 2009-2010			(In crores of Rupees) Budget 2010-2011		
		Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
B. Investment in										
Public Enterprises										
<i>Chemical and Pharmaceutical Industries</i>										
12.01 Hindustan Organic Chemicals Ltd. (HOCL)	12857	15.13	...	15.13	15.13	...	15.13	5.57	...	5.57
12.02 Hindustan Insecticides Limited (HIL)	12857	25.00	...	25.00	25.00	...	25.00	20.00	...	20.00
Total-Chemical and Pharmaceutical Industries		40.13	...	40.13	40.13	...	40.13	25.57	...	25.57
C. Plan Outlay										
1. Petrochemical Industries	12856	165.39	...	165.39	314.86	...	314.86	325.68	...	325.68
2. Chemical and Pharmaceutical Industries	12857	50.13	...	50.13	50.13	...	50.13	33.32	...	33.32
3. Secretariat-Economic Services	13451	0.25	...	0.25	0.25	...	0.25	1.00	...	1.00
4. North Eastern Areas	22552	23.98	...	23.98	40.58	...	40.58	40.00	...	40.00
Total		239.75	...	239.75	405.82	...	405.82	400.00	...	400.00

1. **Secretariat:** Provision of Rs.1.00 crore is for the expenditure on Secretariat of the Department and includes expenditure on Information Technology.

2. **Central Institute of Plastics Engineering and Technology (CIPET):** The Central Institute of Plastics Engineering and Technology was set up for giving specialized training and physical testing of plastic materials. The Institute has established 15 Extension Centers at Ahmedabad, Amritsar, Bhopal, Bhubaneswar, Chennai, Hyderabad, Haldia, Imphal, Lucknow, Mysore, Patna, Guwahati, Panipat, Jaipur and Aurangabad. The provision includes Rs.69.94 crore for the new plan schemes including establishment of new centers.

3. **Subsidy to Assam Gas Project:** The provision of Rs.212.74 crore (including Rs. 40.00 crore for North East Region) is for capital subsidy to the Joint Venture Company Brahmaputra Cracker & Polymer Limited (BCPL) with the majority shareholding by GAIL, the main promoter of the project, in a phased manner. The unit is likely to start production in 2012 and is expected to generate substantial employment (direct as well as indirect) and will attract substantial investments in setting up of downstream plastic processing industries in that region.

4. **Others (New Schemes):** Various new schemes towards technical upgradation and R&D in the field of petrochemicals, in terms of National Policy on Petrochemicals, are proposed to be undertaken during the 11th Plan. The provision in 2010-11 is for initiation of specific schemes/creation of long term infrastructure for technical upgradation in the field of petrochemicals.

5. **Bhopal Gas Leak Disaster:** The provision includes Secretariat expenditure of the Office of the Welfare Commissioner, Bhopal and also of the various courts set-up for deciding the cases of compensation to the victims including expenditure relating to professional services, exchange rate variation etc.

6. **Institute of Pesticides Formulation Technology (IPFT):** The Institute is engaged in the development of environment friendly pesticide formulations, which is highly essential for the safety of farmers and preservation of the

environment. This Institute is playing a catalytic role for the growth of pesticides industry in the country.

7. **Chemical Weapons Convention (CWC):** India is one of the original signatories to the Chemical Weapons Convention (CWC). In order to discharge the obligation of the Convention, a nodal agency called National Authority has been set up in India. The agency undertakes trial inspections of the units, monitors activities of dual purpose chemical industry, makes arrangements for training of suitable personnel and assists Organisation for Prohibition of Chemical Weapon (OPCW) in regard to the implementation of CWC. The CWC Act has come into force w.e.f. 1st July, 2005.

8. **Chemicals Promotion and Development Scheme (CPDS):** The budget provision has been made with a view to ensure promotion of chemicals by organizing various seminars, workshops etc. as well as matters pertaining to setting-up of Petroleum, Chemical & Petrochemical Investment Regions (PCPIRs).

10. **Lumpsum provision for North-Eastern Region & Sikkim:** The provision is for implementing projects/schemes for North Eastern Region and Sikkim. Necessary assistance out of this fund will be provided for Assam Gas Cracker Project, which is under implementation.

11. **Non-Plan Loans to Public Sector Enterprises:** Represents loans granted to the Public Sector Enterprises.

12. **Investment in Public Enterprises:** Provides for equity and loans to Public Sector Enterprises to meet their new and continuing schemes.

12.01 **Hindustan Organic Chemicals Ltd. (HOCL):** Rs.5.57 cr. will be utilized for upgradation of plant and machinery during 2010-11.

12.02 **Hindustan Insecticides Ltd. (HIL):** The Company was incorporated in 1954 and has three factories for production of D.D.T. Malathion and Endosulfan Tech. These products are used in the National Anti Malaria Programme of the Ministry of Health. Rs.20.00 crore will be utilised for upgradation of plant & machinery during 2010-11.