

Performance of Selected Public Sector Undertakings

20. In 1997-98, 108 PSEs signed MOUs. As per the exercise carried out by the Department of Public Enterprises (DPE) evaluating the annual performance of PSEs, out of these 108 PSEs, 45 were rated excellent, 25 very good, 13 good, 22 fair and 3 poor. In 1997-98, the aggregate gross margin of the MOU signing PSEs registered a 12 per cent increase over 1996-97 and 8.5 per cent over the target set for PSEs for the year. However the overall profitability of

Central Public Sector Undertakings (CPSUs) in terms of percentage of gross margin, gross profit, pre-tax profit to capital employed and profit after tax to net worth have declined during 1996-97 vis-à-vis 1995-96 (Table 7.7).

21. The High Powered Committee which examined the structure of pay, allowances, perquisites and benefits of public sector executives at the Board level, below Board level and non-unionised supervisory staff, has submitted its report on October 30, 1998. Recommendations of the Committee are under examination.

	70-71	80-81	90-91	92-93	93-94	94-95	95-96	96-97
1. Number of units	87	168	236	237	240	241	239	236
2. Paid-up capital	18.2	87.3	432.4	518.7	559.7	570.1	580.2	602.6
3. Net Worth	22.0	115.5	757.3	956.5	1088.1	945.7	961.1	1091.0
4. Capital employed	36.5	182.3	1020.8	1399.3	1598.4	1624.5	1739.9	2020.2
5. Gross profit	1.5	14.2	111.0	159.8	185.6	226.3	275.9	305.7
6. Pre-tax profits	0.2	0.4	35.0	52.0	66.6	98.0	136.2	154.7
7. Profit after tax (PAT)	0.0	-1.8	22.7	34.0	45.5	71.9	95.7	102.6
8. %Gross Margin to Capital employed	9.5	13.2	17.9	18.0	17.3	20.6	23.1	22.0
9. %Gross profit to Capital employed	4.0	7.8	10.9	11.4	11.6	13.9	15.8	15.1
10. %Pre-tax profit to Capital employed	0.6	0.2	3.4	3.7	4.1	6.0	7.8	7.7
11. % PAT to Net Worth	-0.1	-1.6	3.0	3.5	4.2	5.8	10.0	9.4