

MINISTRY OF CHEMICALS AND FERTILIZERS**DEMAND NO. 7****Department of Chemicals and Petrochemicals**

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

<i>(In crores of Rupees)</i>										
Major Head	Budget 2002-2003			Revised 2002-2003			Budget 2003-2004			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	29.81	22.10	51.91	33.67	23.10	56.77	34.22	24.13	58.35	
Capital	25.19	62.90	88.09	21.33	272.90	294.23	20.78	230.07	250.85	
Total	55.00	85.00	140.00	55.00	296.00	351.00	55.00	254.20	309.20	
1. Secretariat-Economic Services	3451	0.03	5.31	5.34	0.03	5.31	5.34	0.43	5.66	6.09
Industries										
Petrochemical Industries										
2. Central Institute of Plastics Engg. and Technology(CIPET)	2852	5.00	3.38	8.38	3.00	3.38	6.38	10.00	3.38	13.38
3. Subsidy to Assam Gas Project	2852	0.01	0.01	0.02	0.01	0.01	0.02	0.01	0.01	0.02
Chemical and Pharmaceutical Industries										
4. Bhopal Gas Leak Disaster (BGLD)	2852	...	7.00	7.00	...	5.18	5.18	...	4.45	4.45
5. Institute of Pesticides Formulation Technology (IPFT)	2852	3.50	...	3.50	2.36	...	2.36	3.58	...	3.58
6. National Institute of Pharmaceuticals Education and Research(NIPER)	2852	15.07	3.44	18.51	15.07	3.44	18.51	12.00	7.42	19.42
7. Chemical Weapons Convention(CWC)	2852	0.05	0.03	0.08	0.05	0.03	0.08	0.05	0.03	0.08
8. National Pharmaceutical Pricing Authority(NPPA)	2852	...	2.90	2.90	...	2.72	2.72	...	3.15	3.15
9. Pharmaceutical Export Promotion Scheme (PEPS)	2852	...	0.03	0.03	...	0.03	0.03	...	0.03	0.03
10. Pharmaceuticals Research & Dev. Programme(PRDP)	2852	0.25	...	0.25	0.25	...	0.25	0.25	...	0.25
11. Chemicals Promotion & Dev. Scheme (CPDS)	2852	0.40	...	0.40	0.40	...	0.40	2.40	...	2.40
12. Indian Drugs and Pharmaceutics Ltd. (IDPL)	2852	...	...	...	7.00	3.00	10.00	...	...	...
Total-Industries		24.28	16.79	41.07	28.14	17.79	45.93	28.29	18.47	46.76
13. Lumpsum provision for N.E.Region & Sikkim	2552	5.50	...	5.50	5.50	...	5.50	5.50	...	5.50
14. Non Plan loans to Public Enterprises										
14.01 Smith Stainstreet Phamaceuticals Ltd.(SSPL)	6857	...	3.20	3.20	...	3.20	3.20	...	1.92	1.92
14.02 Bengal Chemicals and Pharmaceuticals Ltd (BCPL)	6857	...	...	...	...	...	...	...	0.01	0.01
14.03 Bengal Immunity Ltd(BIL)	6857	...	5.70	5.70	...	5.70	5.70	...	3.42	3.42
14.04 Indian Drugs & Pharmaceuticals Ltd (IDPL)	6857	...	52.00	52.00	...	263.00	263.00	...	211.22	211.22
14.05. Petrofils Co-operative Ltd.(PCL)	6856	...	2.00	2.00	...	1.00	1.00	...	0.50	0.50
14.06 Hindustan Antibiotics Ltd.(HAL)	6857	...	...	...	...	...	...	...	...	...
14.07 Hindustan Insecticides Ltd.(HIL)	6857	...	...	...	...	...	...	...	13.00	13.00
<i>Total</i>		...	62.90	62.90	...	272.90	272.90	...	230.07	230.07
15. Investment in Public Enterprises	4856	...	...	...	...	...	...	...	...	...
	4857	4.03	...	4.03	2.60	...	2.60	2.53	...	2.53
	6857	21.16	...	21.16	18.73	...	18.73	18.25	...	18.25
<i>Total</i>		25.19	...	25.19	21.33	...	21.33	20.78	...	20.78
Grand Total		55.00	85.00	140.00	55.00	296.00	351.00	55.00	254.20	309.20
B. Investment in Public Enterprises	Head of Dev.	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
Petrochemical Industries										
15.01 Indian Petro-Chemicals Corporation Ltd	12856	...	115.00	115.00	...	...	...	...	...	...

	Head of Dev.	Budget 2002-2003			Revised 2002-2003			(In crores of Rupees) Budget 2003-2004		
		Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
15.02 Petrofils Cooperative Ltd <i>Other bodies/institutions (CIPET, Assam)</i>	12856	...	...	...	...	...	...	...	...	...
Total - Petrochemical Industries	12856	5.01	24.50	29.51	3.01	...	3.01	10.01	29.47	39.48
Total - Petrochemical Industries		5.01	139.50	144.51	3.01	...	3.01	10.01	29.47	39.48
<i>Chemical and Pharmaceutical Industries</i>										
15.03 Hindustan Organic Chemicals Ltd	12857	9.10	15.00	24.10	9.10	4.42	13.52	7.75	14.61	22.36
15.04 Hindustan Insecticides Limited	12857	8.06	...	8.06	5.20	...	5.20	5.00	...	5.00
15.05 Indian Drugs and Pharmaceuticals Ltd	12857	0.01	...	0.01	0.01	...	0.01	0.01	...	0.01
15.06 Hindustan Antibiotics Ltd	12857	3.00	...	3.00	2.00	...	2.00	3.00	...	3.00
15.07 Bengal Chemicals and Pharmaceuticals Ltd.	12857	5.00	...	5.00	5.00	...	5.00	5.00	5.00	10.00
15.08 Smith Stanistreet Pharmaceuticals Ltd	12857	0.01	...	0.01	0.01	...	0.01	0.01	...	0.01
15.09 Bengal Immunity Ltd	12857	0.01	...	0.01	0.01	...	0.01	0.01	...	0.01
15.10 NIPER	12857	15.07	3.00	18.07	15.07	...	15.07	12.00	3.51	15.51
<i>Other bodies/ institutions(IPFT,PRDP,CPDS)</i>	12857	4.15	...	4.15	3.01	...	3.01	6.28	...	6.28
Total-Chemical and Pharmaceutical Industries		44.41	18.00	62.41	39.41	4.42	43.83	39.06	23.12	62.18
Total		49.42	157.50	206.92	42.42	4.42	46.84	49.07	52.59	101.66
C. Plan Outlay										
1. Petrochemical Industries	12856	5.01	139.50	144.51	3.01	...	3.01	10.01	29.47	39.48
2. Chemical and Pharmaceutical Industries	12857	49.96	18.00	67.96	51.96	4.42	56.38	44.56	23.12	67.68
3. Secretariat-Economic Services	13451	0.03	...	0.03	0.03	...	0.03	0.43	...	0.43
Total		55.00	157.50	212.50	55.00	4.42	59.42	55.00	52.59	107.59

1. **Secretariat:** Provides for secretariat expenditure of the Department.

2. **Central Institute of Plastic Engineering and Technology (CIPET):** The Central Institute of Plastic Engineering and Technology was set up for giving specialised training and physical testing of the plastic materials. The Institute has established 12 Extension Centres at Ahmedabad, Amritsar, Bhopal, Bhubaneshwar, Chennai, Hyderabad, Haldia, Imphal, Lucknow, Mysore, Patna and Guwahati.

4. **Bhopal Gas Leak Disaster:** The provision includes secretariat expenditure of the Office of Welfare Commissioner, Bhopal and also of the various courts set-up for deciding the cases of compensation to the victims. Current Budget includes provision for exchange loss to be borne by the Government on drawing down of the compensation amount received in US \$.

5. **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 the farmers and the preservation of the environment. This Institute is playing a catalytic role for the growth of pesticides industry in the country.

6. **National Institute of Pharmaceutical Education & Research (NIPER):** This Project has been set up at S.A.S. Nagar (Mohali) near Chandigarh. The Institute seeks to promote excellence in the sphere of pharmaceutical education in India and to meet the current and future needs of the pharmaceutical sector in India.

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 OPCW in regard to the implementation of CWC.

8. **National Pharmaceutical Pricing Authority (NPPA):** As part of the new Drug Policy announced in 1994, an independent body of experts has been set-up which is responsible for price fixation/revision of drugs and formulations and other related matters. It would also monitor the prices of decontrolled drugs and formulations and oversee the implementation of the provisions of Drugs (Prices Control) order.

9. **Pharmaceutical Export Promotion Scheme (PEPS):** The pharmaceutical sector is an important and vibrant sector in the industrial scene of India. The grant is meant for the various activities undertaken by the Export Promotion Cell for promoting the export of pharmaceuticals, which among other things, includes organising seminars/workshops.

10. **Pharmaceuticals Research & Development Programme (PRDP):** The Indian Pharmaceutical industry is going to face stiff challenges posed by the impending product patent regime. In view of this, it has become necessary that the Deptt. of Chemicals & Petrochemicals play a prominent role in the development of pharmaceutical research in India.

11. **Chemicals Promotion and Development Scheme (CPDS):** With a view to gear up the Indian chemical industry to face various challenges posed due to liberalisation and globalisation and to tune it to adopt the world class technology so as to become competitive in the global market alongwith the multi-nationals and other big companies, it has become necessary for

the Deptt. to play a promotional role by organising various seminars, workshops.

13. **Lumpsum provision for N.E. Region & Sikkim.**

14. **Non-Plan Loans to Public Sector Enterprises:** Represents loans granted to the public sector enterprises.

15. **Investment in Public Enterprises:** Provides for equity and loans to Public Sector Enterprises to meet their new and continuing schemes. The equity and loan-wise break up of the budgetary support to these enterprises, and the I.E.B.R., are given in the Expenditure Budget Vol.I

15.01 **Indian Petro-Chemicals Corporation Ltd.:** It is the country's first petrochemicals complex set up in 1969 in the public Sector. It has been given the responsibility of manufacture and distribution of synthetics, organics, chemicals, plastics, fibres and fibre - intermediates from petroleum feed stocks. The company has been privatised during the year 2002-2003.

15.02 **Petrofils Cooperative Ltd.:** It is a Joint Venture of the Govt. of India and Weavers Cooperatives registered under the Multi-state Co-operative Societies Act. The society is at the stage of liquidation.

15.03 **Hindustan Organic Chemicals Ltd.** It was incorporated in 1960 with the objective of manufacturing chemical intermediates required for the manufacture of drugs, dyestuff, rubber chemicals, laminates etc.

15.04 **Hindustan Insecticides Ltd.** The company was incorporated in 1954 and has three factories for production of D.D.T, Malathion and Endosulfan Tech.

15.05 **Indian Drugs and Pharmaceuticals Ltd.** The company was incorporated in 1961 for setting up and managing 3 plants to manufacture antibiotics, synthetic drugs and surgical instruments.

15.06 **Hindustan Antibiotics Ltd:** It was incorporated in 1954 with the objective of producing life saving drugs in the country and to reduce dependence on imports of such drugs. It has got three projects - in Maharashtra, Karnataka and Manipur.

15.07 **Bengal Chemicals & Pharmaceuticals Ltd . (BCPL):** The company has four manufacturing units one each at Manikatala at Kolkata, Panihati at 24 Parganas (North) West Bengal, Mumbai and Kanpur (U.P.). The company manufactures and markets a wide range of industrial chemicals, sulphuric acid, ferric alum, a large number of drugs and phasmaceuticals besides cosmetics and home products. In the home products, the well known products are cantharidine hair oil and Lamp brand Phenol.

15.08 **Smith Stanistreet Pharmaceuticals Ltd:** The company was incorporated in 1968 and is mainly engaged in the production of drug formulations.

15.09 **Bengal Immunity Ltd:** It has two manufacturing units- at Calcutta and Dehradun which produce bulk drugs, formulations, sera and vaccines.