

MINISTRY OF CHEMICALS AND FERTILISERS**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 2004-2005			Revised 2004-2005			Budget 2005-2006			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	57.18	25.54	82.72	39.80	325.54	365.34	62.00	686.78	748.78	
Capital	20.20	21.47	41.67	20.20	21.46	41.66	21.00	143.47	164.47	
Total	77.38	47.01	124.39	60.00	347.00	407.00	83.00	830.25	913.25	
1. Secretariat-Economic Services	3451	0.01	6.64	6.65	0.01	6.64	6.65	0.05	7.14	7.19
Industries										
Petrochemical Industries										
2. Central Institute of Plastics Engg. and Technology(CIPET)	2852	34.92	3.38	38.30	16.25	3.38	19.63	45.92	3.38	49.30
3. Subsidy to Assam Gas Project	2852	0.01	0.01	0.02	0.01	0.01	0.02	...	0.01	0.01
Chemical and Pharmaceutical Industries										
4. Bhopal Gas Leak Disaster (BGLD)	2852	...	5.11	5.11	...	305.11	305.11	...	663.71	663.71
5. Institute of Pesticides Formulation Technology (IPFT)	2852	5.73	...	5.73	5.73	...	5.73	3.33	...	3.33
6. National Institute of Pharmaceuticals Education and Research(NIPER)	2852	3.35	7.11	10.46	3.35	7.11	10.46	3.10	8.90	12.00
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	...	3.23	3.23	...	3.23	3.23	...	3.56	3.56
9. Pharmaceutical Export Promotion Scheme (PEPS)	2852	...	0.03	0.03	...	0.03	0.03	...	0.05	0.05
10. Pharmaceuticals Research & Dev. Programme(PRDP)	2852	5.00	...	5.00	5.00	...	5.00	0.25	...	0.25
11. Chemicals Promotion & Dev. Scheme (CPDS)	2852	3.40	...	3.40	3.40	...	3.40	1.00	...	1.00
Total-Industries		52.46	18.90	71.36	33.79	318.90	352.69	53.65	679.64	733.29
12. Lumpsum provision for N.E.Region & Sikkim	2552	4.71	...	4.71	6.00	...	6.00	8.30	...	8.30
13. Non Plan Loans to Public Enterprises										
13.01 Smith Stainistreet Phamaceuticals Ltd.(SSPL)	6857	...	0.01	0.01	...	0.01	0.01	...	3.09	3.09
13.02 Bengal Chemicals and Pharmaceuticals Ltd.(BCPL)	6857	...	0.01	0.01	...	0.01	0.01	...	10.00	10.00
13.03 Bengal Immunity Ltd(BIL)	6857	...	0.01	0.01	...	0.01	0.01	...	1.69	1.69
13.04 Indian Drugs and Pharmaceuticals Ltd(IDPL)	6857	...	14.26	14.26	...	14.25	14.25	...	14.20	14.20
13.05 Petrofils Co-operative Ltd.(PCL)	6856	...	0.51	0.51	...	0.51	0.51	...	1.49	1.49
13.06 Hindustan Insecticides Ltd.(HIL)	6857	...	0.01	0.01	...	0.01	0.01	...	53.00	53.00
13.07 Hindustan Antibiotics Ltd.(HAL)	6857	...	6.66	6.66	...	6.66	6.66	...	60.00	60.00
<i>Total</i>		...	21.47	21.47	...	21.46	21.46	...	143.47	143.47
14. Investment in Public Enterprises	6857	20.20	...	20.20	20.20	...	20.20	21.00	...	21.00
Grand Total		77.38	47.01	124.39	60.00	347.00	407.00	83.00	830.25	913.25
B. Investment in Public Enterprises	Head of Dev.	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
Petrochemical Industries										
Other bodies/institutions (CIPET, Assam)	12856	34.93	6.40	41.33	16.26	...	16.26	45.92	...	45.92
Chemical and Pharmaceutical Industries										
14.01 Hindustan Organic Chemicals Ltd	12857	7.19	...	7.19	7.19	...	7.19	7.00	...	7.00
14.02 Hindustan Insecticides Limited	12857	5.57	...	5.57	5.57	...	5.57	6.00	...	6.00

No.7 / Department of Chemicals and Petrochemicals

	Head of Dev.	Budget 2004-2005			Revised 2004-2005			(In crores of Rupees) Budget 2005-2006		
		Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
		14.03 Indian Drugs and Pharmaceuticals Ltd	12857	0.01	...	0.01	0.01	...	0.01	...
14.04 Hindustan Antibiotics Ltd	12857	2.77	...	2.77	2.77	...	2.77	3.00	...	3.00
14.05 Bengal Chemicals and Pharmaceuticals Ltd.	12857	4.64	7.00	11.64	4.64	...	4.64	5.00	20.00	25.00
14.06 Smith Stanistreet Pharmaceuticals Ltd	12857	0.01	...	0.01	0.01	...	0.01
14.07 Bengal Immunity Ltd	12857	0.01	...	0.01	0.01	...	0.01
14.08 NIPER	12857	3.35	4.40	7.75	3.35	...	3.35	3.10	3.10	6.20
Other bodies/institutions (IPFT, PRDP, CPDS)	12857	14.13	...	14.13	14.13	...	14.13	4.58	...	4.58
Total-Chemical and Pharmaceutical Industries		37.68	11.40	49.08	37.68	...	37.68	28.68	23.10	51.78
Total		72.61	17.80	90.41	53.94	...	53.94	74.60	23.10	97.70
C. Plan Outlay										
1. Petrochemical Industries	12856	34.93	6.40	41.33	16.26	...	16.26	45.92	...	45.92
2. Chemical and Pharmaceutical Industries	12857	37.73	11.40	49.13	37.73	...	37.73	28.73	23.10	51.83
3. Secretariat-Economic Services	13451	0.01	...	0.01	0.01	...	0.01	0.05	...	0.05
4. North Eastern Areas	22552	4.71	...	4.71	6.00	...	6.00	8.30	...	8.30
Total		77.38	17.80	95.18	60.00	...	60.00	83.00	23.10	106.10

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 plastic materials. The Institute has established 12 Extension Centres at Ahmedabad, Amritsar, Bhopal, Bhubaneswar, Chennai, Hyderabad, Haldia, Imphal, Lucknow, Mysore, Patna and Guwahati. The provision includes Non-Plan support for the corpus fund of the Institute and Plan funds for establishment of three new centres in Rajasthan (Jaipur), Haryana (Gurgaon) and Maharashtra.

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. The Supreme Court in their judgment dated 26.10.2004 had directed for the final settlement of the claims of all victims of the Bhopal Gas disaster by 31st April, 2005 and had approved the action Plan in this regard. Current Budget includes provision for exchange loss to be borne by the Government of the compensation amount received in US \$ in respect of final settlement of all claims.

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 farmers and 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. The provision includes funds for Non-Plan support for day-to-day expenditure and Plan support for their ongoing schemes in the Pharmaceutical research area.

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 a 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 also monitors the prices of decontrolled drugs and formulations and oversees 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 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.

12. **Lumpsum provision for North-Eastern Region & Sikkim.** The provision is for implementing projects/schemes for North Eastern Region and Sikkim.

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

14. **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.

14.01 **Hindustan Organic Chemicals Ltd.:** It was incorporated in 1960 with the objective of manufacturing chemical intermediates required for manufacture of drugs, dyestuff, rubber chemicals, laminates etc. The provision includes the repair and replacement expenses of the Plant and Machinery.

14.02 **Hindustan Insecticides Ltd.:** 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 Malarial Programme of the Ministry of Health. The provision includes the Repair and Replacement expenses of Plant and machinery.

14.04 **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. The provision includes the expenditure on the Revival Plan of the company and the Plan Provision includes the Repair and Replacement expenses of the Plant and machinery.

14.05 **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 pharmaceuticals besides cosmetics and home products. The Plan provision includes the repair and replacement expenses of the Plant and Machinery.