

TABLE OF CONTENTS

	Reference to	
	Sections/ Paragraphs	Pages
Preface		v
Overview		vi
Chapter – I		
Overview of Government Companies and Statutory Corporations	1	1
Introduction	1.1	1
Working Public Sector Undertakings (PSUs)	1.2	2
Non-working PSUs	1.3	8
Status of placement of Separate Audit Reports of Statutory Corporations in Legislature	1.4	12
Disinvestment, Privatisation and Re-structuring of PSUs	1.5	12
Results of audit by Comptroller and Auditor General of India	1.6	13
Recommendations for closure of PSUs	1.7	15
Response to Inspection Reports, Draft Paragraphs and Reviews	1.8	15
Position of Discussion of Audit Reports (Commercial) by the Committee on Public Undertakings	1.9	15
619- B Companies	1.10	16
Chapter – II		
Reviews in respect of Government Companies	2	17
Review on the working of Orissa Rural Housing and Development Corporation Limited	2A	17
Highlights		17
Introduction	2A.1	18
Organisational set-up	2A.2	19
Scope of Audit	2A.3	19
Capital Structure and Borrowings	2A.4	19
Financial Position and Working Results	2A.5	19
Lack of Budgetary Control	2A.6	20
Cash Management	2A.7	20
Investment	2A.8	21
Sanction, Disbursement and Recovery of Loans	2A.9	21
Community Management Groups (CMG)	2A.10	22
Implementation of Rural Housing Schemes	2A.11	23
Urban Housing Scheme	2A.12	29
Reconstruction of Houses affected by Super Cyclone in October 1999	2A.13	35
Internal Audit	2A.14	39
Conclusion		39

	Reference to	
	Sections/ Paragraphs	Pages
Review on the working of the Industrial Development Corporation of Orissa Limited (IDCOL)	2B	41
Highlights		41
Introduction	2B.1	42
Organisational set-up	2B.2	43
Scope of Audit	2B.3	43
Share Capital and Borrowings	2B.4	43
Financial Position and Working Results	2B.5	44
Investment in Subsidiaries	2B.6	45
Investment in other companies	2B.7	47
Loans and Advances	2B.8	48
Guarantee given for subsidiaries	2B.9	50
High cost of production	2B.10	50
Other cases of infructuous/avoidable expenditure	2B.11	53
Sales performance	2B.12	58
Re-structuring of units and subsidiaries	2B.13	58
Inventories	2B.14	60
Conclusion		61
Review on Project Implementation of Neelachal Ispat Nigam Limited	2C	62
Highlights		62
Introduction	2C.1	62
Project Appraisal by IDBI	2C.2	63
Organisational Set-up	2C.3	64
Scope of Audit	2C.4	64
Gaps in tying up financing arrangements	2C.5	65
Progress of Project: Cost and time overrun	2C.6	66
Completion of project as per revised schedule	2C.7	67
Borrowings	2C.8	68
Consultancy Services	2C.9	69
Procedure for purchase/execution of work orders	2C.10	70
Non-moving store material	2C.11	78
Loss of interest on mobilisation advance	2C.12	78
Conclusion		79
Chapter – III		
Miscellaneous topics of interest relating to Government Companies and Statutory Corporations	3	81
Government companies	3A	81
Industrial Promotion and Investment Corporation of Orissa Limited	3A.1	81
Loss due to unfruitful investment	3A.1	81
Orissa Small Industries Corporation Limited	3A.2	82
Extra payment on closure compensation	3A.2.1	82
Loss due to undue favour shown to the Loanee	3A.2.2	83

	Reference to	
	Sections/ Paragraphs	Pages
IDCOL Cement Limited	3A.3	84
Undue benefit to agent	3A.3	84
Grid Corporation of Orissa Limited	3A.4	86
Loss due to unplanned procurement of material	3A.4.1	86
Unjustified waiver of liquidated damages	3A.4.2	87
Restoration works on EHT lines affected during Cyclone	3A.4.3	88
Orissa Hydro Power Corporation Limited	3A.5	89
Avoidable expenditure on payment of ex-gratia	3A.5	89
Orissa Power Generation Corporation Limited	3A.6	90
Blockade of funds due to injudicious purchase	3A.6.1	90
Loss due to receipt of inferior quality of coal	3A.6.2	91
Orissa State Civil Supplies Corporation Limited	3A.7	93
Procurement of Moong Dal for Cyclone Relief Programme	3A.7.1	93
Loss due to non-collection of differential incremental cost of APL Wheat and Rice from the storage agents	3A.7.2	95
Loss due to deviation from extant instructions of Government	3A.7.3	96
Orissa Forest Development Corporation Limited	3A.8	97
Commercial Plantations	3A.8.1	97
Loss in Plantation Activity in Khandagiri-Udaygiri Hills	3A.8.2	101
Orissa Agro Industries Corporation Limited	3A.9	102
Futile investment in Joint Sector Project	3A.9	102
Orissa Construction Corporation Limited	3A.10	103
Loss due to improper cash management	3A.10	103
Orissa Lift Irrigation Corporation Limited	3A.11	104
Delay in execution of Lift Irrigation Projects under Drought Mitigation Programme	3A.11	104
ORISSA MINING CORPORATION LIMITED	3A.12	106
Loss due to supply of iron ore on credit basis without any agreement or security	3A.12	106
Statutory Corporation	3B	107
ORISSA STATE FINANCIAL CORPORATION	3B.1	107
Avoidable payment of Underwriting Commission	3B.1.1	107
Loss due to injudicious purchase of premises	3B.1.2	108
Unfruitful expenditure on implementation of computerisation project	3B.1.3	109

ANNEXURES		
No.	Particulars	Page No.
1.	Statement showing particulars of up-to-date paid-up capital, budgetary outgo, loans given out of budget and loans outstanding as on 31 March 2001 in respect of Government companies and Statutory corporations.	113
2.	Summarised financial results of Government Companies and Statutory Corporations for the latest year for which accounts were finalised.	120
3.	Statement showing subsidy received, guarantees received , waiver of dues, loans on which moratorium allowed and loans converted into equity during the year and subsidy receivable and guarantees outstanding at the end of March 2001.	127
4.	Statement showing financial position of Statutory corporations.	130
5.	Statement showing working results of Statutory corporations.	132
6.	Statement showing operational performance of Statutory corporations.	134
7.	Statement showing the department wise outstanding Inspection Reports (IRs).	136
8.	Statement showing the department-wise draft paragraphs/reviews reply to which are awaited.	137
9.	Statement showing paid-up capital, investment and summarised working results of 619-B companies as per their latest finalised accounts.	138
10.	Statement showing financial position and working results of Orissa Rural Housing & Development Corporation Limited (ORHDC).	139
11.	Statement showing sanction and disbursement of housing loans of ORHDC.	140
12.	Statement showing details of sanction, disbursement and recoveries status of twelve individual housing loans (Urban) of ORHDC as on 31.3.2000.	141
13.	Statement showing financial position and working results of Industrial Development Corporation of Orissa Limited (IDCOL).	142
14.	Statement showing capacity utilisation of IDCOL.	143
15.	Statement showing sources and utilisation of funds of Neelachal Ispat Nigam Limited as per the IDBI project appraisal.	144