quality pencils before liberalising import.

Shri T. T. Krishnamachari: The capacity might be there, the production is not there. Pencils which are valued less than Rs. 16/- per gross are not allowed and there is a duty of 66 per cent. now as against 314 per cent. The question of quality pencils is rather a matter for the consumer to determine if he shows a preference to have quality pencils in certain categories.

Eumari Annie Mascarene: On a point of order, Sir. The answer to my question is that the Minister requires notice to answer from which country the pencils are being imported. 1 think that the Minister knows but he is evading.

Mr. Deputy-Speaker: Directly or indirectly hon. Member should not cast aspersions on the integrity of an hon. Minister. If he wants notice he wants notice.

Shri Dabhi: May I know whether uny Government assistance is being given to the indigenous pencil industry?

Shri T. T. Krishnamachari: Sir, pencil is a protected industry which has been enjoying protection and the assistance that we gave is largely by restricting import of cheaper pencils and imposing a very high rate of duty on the import of quality pencils.

Shri Mohinddin: May I know what steps Government are taking to improve the quality of the pencils?

Shri T. T. Krishnamachari: I am afraid I am unable to answer the question off-hand. I require notice.

## Hydro-Quinine Factories

*205. Shri M. R. Krishna: (a) Will the Minister of Commerce and Industry be pleased to state the number of factories producing hydro-quinine which have been closed down?
(b) What is the protection granted to this Industry?

The Minister of Comnierce and Industry (Shri T. T. Krishnamachari): (a) It is presumed that the hon. Member is
referring to factories producing hydroquinone. One of the two factories producing hydroquinone was temporarily closed from February t) August, 1952. and from December, 1952, to March 1953. Both the factories are now working.
(b) Protective duties of $27 \cdot 3$ per cent. preferential and 37.8 per cent. standard are levied on imports of hydroquinone.

Shri M. R. Krishna: May I know, Sir, whether it is a fact that these factories had to suffer heavy financial loss due to the over-estimation of domestic demands by the Tariff Commission?

Shri T. T. Erishnamachari: I require notice.

Dr. M. M Das: May I know, Sir, for what purposes this hydroquinone is used?

Shri T. T. Krishnamachari: Hydroquinone is used for producing photographic material.

## WRITTEN ANSWERS TO QUESTIONS

Resbrvation of Dhoties and Sarees for Handloom Industry
*195. Shri Gidwani: Will the Minister of Commerce and Industry be pleased to state:
(a) whether the attention of Government has been drawn to the observations made in his speech by the Chief Minister of Madras, while declaring open the colony of handloom weavers at Tiruchengode in the Salem District to the effect that the cess on mill cloth would not be of substantial help to handloom weavers and that reservation of bordered dhoties and coloured sarees was the only way to help the industry; and
(b) whether Government intend to reserve dhoties and sarees for handloom production as suggested by the Chief Minister of Madras?

The Minister of Commerce and Imdustry (Shat T. T. Erishoamachar1): (a) Yes.

