

(c) As no loans are outstanding against either of the Corporations the question of payment of interest on loans does not arise. It may however, be clarified that Government had also decided to waive recovery of interest on the capital invested in the two Air Corporations right from their inception in August, 1953 upto 1st October, 1966. Interest shall, however, be payable effective from 1st October, 1966 at $4\frac{1}{2}$ per cent per annum on the debenture portion of the capital (local capital) which has been reckoned at 50 per cent of the total capital effective from 1st August, 1958.

Hindustan Shipyard

327. { Shri Morarka:
Shri K. C. Pant:

Will the Minister of Transport and Communications be pleased to lay a statement on the Table showing:

(a) the amount of subsidy expected to be given and the subsidy actually given on each ship built by Hindustan Shipyard during the last 5 years;

(b) the reasons for the difference, if any; and

(c) the subsidy expected to be given during the current financial year?

The Deputy Minister in the Ministry of Transport and Communications (Shri Bhagavati): (a) According to the existing arrangements, the Hindustan Shipyard are being granted advances of subsidy by Government of India at the rate of 24 per cent of the value of works in progress of the ships under construction. The final subsidy in respect of each vessel is worked out and adjusted after the Chief Cost Accounts Officer of the Government of India has checked the cost calculations of the Shipyard. The Subsidy given by the Government of India on each ship built by Hindustan Shipyard Limited

during the last five years is given below:—

Year	Name of Ship	Subsidy paid
		Rs.
1957-58	State of Orissa	34,26,649
"	Jalavikram	28,43,191
"	Andamans	49,59,505
1958-59	Jalaveera	33,38,465
1959-60	Dhruvak	4,39,374
"	Jayalakshmi	40,10,088
"	Jagmitra	45,08,960
"	Indian Industry	26,99,220
1960-61	State of Uttar Pradesh	39,57,075
1961-62	Vishvanidhi	44,61,957
"	State of Rajasthan	40,56,132

(b) Does not arise.

(c) The amount provided in the Budget Estimates 1962-63 for 'On Account' payments of advances of subsidy to the Shipyard is Rs. 150.00 lakhs.

Connecting Andamans with Calcutta by Radio Telephone

328. Shrimati Savitri Nigam: Will the Minister of Transport and Communications be pleased to state:

(a) whether the plans to connect Andamans with Calcutta by Radio telephone have been finalised; and

(b) whether Government intend to connect Madras and Delhi also with Andaman and Nicobar Islands in the same way?

The Deputy Minister in the Ministry of Transport and Communications (Shri Bhagavati): (a) Yes. Radio Telephone circuit has been opened.

(b) There is no proposal at present.