The pre-determined fixed price of each shop is fixed at the time of allotment. The units are proposed to be allotted during the current financial year and the costing of these shops is to be done at that time.

- (b) Yes, Sir.
- (c) and (d) The application will be invited from SCs/STs in the Month of Sept./Oct., 1997 and allotment will be made by computerised draw to eligible applicants.
  - (e) and (f) No, Sir.

## **Eulogisation of Militancy**

6236. SHRI I.D. SWAMI: Will the PRIME MINISTER be pleased to state:

- (a) whether it is a fact that 1,100 hardcore Jamaite-Islami activists have been absorbed as teachers by the Jammu and Kashmir Government during the past seven years of militancy in the State:
- (b) whether these teachers have been instrumental in eulogising militancy and "imprinting" wrong impression on the young minds: and
- (c) if so, the reasons for the Government being helpless in the matter ?

THE MINISTER OF STATE IN THE MINISTRY OF PERSONNEL, PUBLIC GRIEVANCES AND PENSIONS AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (SHRI S.R. BALASUBRAMONIYAN): (a) to (c) The information is being collected and will be laid on the Table of the House.

## Restructure of Banking System

6237 SHRI BIJOY HANDIQUE . Will the Minister of FINANCE be pleased to state :

- (a) whether a study report titled "Challenges in banking 2000 A.D." made by the Associated Chambers of Commerce and Industry (ASSOCHAM) has been received by the Government; and
- (b) if so, the details thereof and the steps taken to restructure the banking system ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M.P. VEERENDRA KUMAR): (a) The Associated Chambers of Commerce and Industry of India (ASSOCHAM) had jointly with the Bombay Chamber of Commerce and Industry and Indian Merchants' Chamber, held a seminar on "Challenges in Banking 2000" on 23rd April, 1997 at Mumbai. While a copy of the background paper has been obtained, no study report has been received by the Government.

(b) The background paper contains some suggestions relating to different aspects of banking. Effecting improvements in the banking industry is a continuous process in which suggestions received from different sources are kept in view in the light of all relevant factors.

## **Power Tariff**

6238. SHRI MADHAVRAO SCINDIA: Will the PRIME MINISTER be pleased to state:

- (a) whether there is any wide variation in tariff rates for different sectors of power consumers in different States and Union Territories:
  - (b) if so, the details thereof;
- (c) whether different State Electricity Boards are increasing and fixing power tariffs arbitrarily without reference to any norms of guidelines and thus causing wide disparities;
  - (d) if so, the details thereof;
- (e) whether Delhi Vidyut Board has increased enormously the powr tariff;
  - (f) if so, the extent to which;
- (g) whether the Government proposed to impose some discipline to regulate the increases and gifting away of power to different sectors by Electricity Boards/Undertakings; and
  - (h) if so, the details thereof?

THE MINISTER OF STATE IN THE MINISTRY OF POWER (DR. S. VENUGOPALACHARI): (a) and (b) The average rates of tariff of electricity sold by different electricity Boards for domestic, agricultural and industrial purpose are given in the attached statement-I.

- (c) and (d) The different State Electricity Boards are fixing the retail tariff for sale of electricity to Consumers under the provision of section 59 of Electricity (Supply), Act 1948 after taking into account subventions from the State Governments as per Section 63 of the said Act. The objective of the tariff revision, interalia, is to achieve 3% Rate of Return (ROR), after meeting all operating expenses, payment of interest on loan and depreciation provision.
- (e) Delhi Vidyut Board has revised the tariff in different categories of consumers effective from the billing cycle of April, 1997.
- (f) The details of actual revision in different categories as compared to the pre-revised tariff is given in the attached statement-II.
- (g) and (h) The Common Minimum National Action Plan for Power (CMNAPP) finalised in the Chief Ministers' Conference on Power held on 16th October, 1996 & 3rd December, 1996, inter-alia, recommends for establishment of State Electricity Regulatory Commissions (SERC) in each State/UT for determination of tariffs; no sector paying less than 50% of the average cost of supply agriculture tariff not being less than 50 paise per kwh to be brought to 50% of the average cost in not more than 3 years; recommendations of SERCs being mandatory and for any deviation from tariff recommended by it, the State Gov-

ernment/UTs to provide for the financial implication of such deviation in the State/UT budget and a package of incentive and disincentive to encourage and facilitate the implementation of tariff rationalisation by the States.

Statement-I Statement showing estimated Average Rates of Electricity (Average Rates in P/Kwh) as on 11.2.1997)

| S.No.      | Name of<br>Utility   | Tariff<br>effecti-<br>ve from | Domestic<br>upto (100<br>Kwh/Month | Domestic<br>above<br>100 Kwh/<br>Month | Agri-<br>cult-<br>ure | Small<br>Ind.   | Med<br>ium<br>Ind. | Large<br>Ind. |
|------------|----------------------|-------------------------------|------------------------------------|--|-----------------------|-----------------|--------------------|---------------|
| 1.         | Andhra               | 1.8.96                        | 136.00                             | 248.50                                 | 20.05                 | 293.43          | 318.54             | 340.90        |
| 2.         | Assam                | 8.9.94                        | 105.00                             | 230.00                                 | 150.00                | 178.60          | 227.10             | 214.10        |
| <b>3</b> . | Bihar                | 1.7.93                        | 137.00 U<br>44.00 R                | 148.75                                 | 29.00                 | 81.60<br>155.09 | 138.54             | 209.99        |
| 4.         | Gujarat              | 22.10.96                      | 186.25 U<br>170.69 R               | 307.72<br>277.27                       | 61.22                 | 239.69          | 26 <b>8.2</b> 6    | 356.21        |
| <b>5</b> . | Haryana              | 1.7.96                        | 224.00                             | 246.00                                 | 50.00                 | 329.00          | 329.00             | 329.00        |
| 6.         | Him. Pradesh         | 1.11.95                       | 61.00                              | 71.00                                  | 65.00                 | 105.00          | 145.00             | 165.00        |
| 7.         | Karnataka            | 1.7.96                        | 185.00                             | 203.75                                 | 7.65                  | 206.02          | 221.48             | 370.37        |
| 8.         | Kerala               | 1.10.94                       | 77.00                              | 148.50                                 | 14.21                 | 119.04          | 115.65             | 116.57        |
| 9.         | J&K                  | 1.4.88                        | 54.90                              | 64.90                                  | 12.20                 | 48.80           | 48.80              | 48.80         |
| 10.        | M. Pradesh           | 1.7.96                        | 90.00                              | 163.95                                 | 45.91                 | 125.00          | 292.51             | 342.77        |
| 11.        | Maharashtra          | 1.7.96                        | 122.50                             | 249.00                                 | 38.26                 | 208.30          | 407.12             | 373.61        |
| 12.        | Meghalaya            | 1.9.96                        | 85.00                              | 103.75                                 | 56.00                 | 149.49          | 168.43             | 156.07        |
| 13.        | Orissa               | 21.5.96                       | 98.75                              | 155.94                                 | 70.00                 | <b>8</b> 5.00   | 150.00             | 306.58        |
| 14.        | Punjab               | 11.7.96                       | 135.25                             | 168.06                                 | 52.75                 | 195.00          | 210.00             | 233.00        |
| 15.        | Rajasthan            | 1.10.96                       | 132.56                             | 158.88                                 | 41.46                 | 214.00          | 254.00             | 275.00        |
| 16.        | Tamil Nadu<br>Madras | 1.2.95                        | <b>90</b> .00                      | 152.50                                 | 0.00                  | 206.30          |                    |               |
|            | Metro Area           |                               |                                    |  |                       |                 | 292.07             | 288.53        |
|            | Non Metro            |                               |                                    |  |                       |                 | 281.57             | 278.03        |
| 17.        | Uttar Pradesh        | 3.1.97                        | 145.00 U                           | 186.25                                 | 47.29                 | 295.11          |                    |               |
|            | Non Continuous       |                               | 38.50 R                            |  |                       |                 | 304.90             | 331.53        |
|            | Ind. Continuous      | Ind.                          |                                    |  |                       |                 | 322.49             | 357.73        |
| 18.        | West Bengal          | 7.1.95                        | 104.43                             | 267.10                                 | 87.00                 | 235.93          | 291.06             | 274.40        |
|            | U-Urben              |                               |                                    | R—Rural                                |                       |                 |                    |               |

Statement-II Statement showing pre-revised and revised rates of elecricity of Delhi Vidyut Board

| ********* | Pre-Revised Rates w.e.f. Oct, 1993 Units/month P/KWH |  |  |                   | Re        | vised Rates w.e.f. the | billing cycle of Apri | of April 1997 |  |
|-----------|--|--|--|-------------------|-----------|------------------------|-----------------------|---------------|--|
|           |  |  |  | Units/Month       |           |                        | P/KWH                 |               |  |
| Tributa   | 1  | and the second s | , <u>1845 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848 - 1848</u> | 2                 |           | 3                      |                       | 4             |  |
| (1)       |  | eetic  |  |                   | (i) 0-100 |                        |                       | 100           |  |
|           | (i)<br>(H)   | 0-100<br>101-200   | •  | 60<br>1 <b>00</b> | (ii)      | 101-200                | •                     | 175           |  |
|           | (111)  | 201-300  | •  | 180               | (iii)     | 201-400                | -                     | 250           |  |
|           | (N)  | above 300  | -  | 240               | (iv)      | above 400              | -                     | 300           |  |

| 1                   | 2                   |       | 3                          | 4     |
|---------------------|---------------------|-------|----------------------------|-------|
| 2) Non-Domerstic    |                     |       |                            |       |
| All Consumption     |                     |       | For Single phase con-      |       |
| (Minimum charge     | •                   |       | sumer                      | - 300 |
| 200 Units/KW/Mo     | 200 Units/KW/Month) |       | For 3 Phase                |       |
|                     |                     |       | Consumer                   | - 400 |
|                     |                     | (iii) | Firm houses                |       |
|                     |                     |       | and other                  |       |
|                     |                     |       | consumers                  | - 500 |
| 3) Small Industrial | Power Upto 100 KW   |       |                            |       |
| (i) Load upto       | 15 KW/              | (i)   | Upto 100 KW                | - 300 |
| 20 HP               | 200                 |       |                            |       |
| (ii) Load beyo      | nd 15 KW/           | (ii)  | For other                  |       |
| 20 HP               | - 220               |       | existing                   |       |
|                     |                     |       | consumers                  |       |
|                     |                     |       | without                    |       |
|                     |                     |       | licence                    | - 400 |
| 4) Large Industrial | Power above 100 KW  |       |                            |       |
| (i) Supply on       | 11 KW               | (i)   | Supply on 11 KV            |       |
| Demand c            | harge-Rs. 120/KVA   |       | DC-Rs. 150/KVA/Month       |       |
| (DC)                | Month               |       | EC-300 P/KWH               |       |
| Energy ch           | arge- 240 P/KWH     |       |                            |       |
| (EC)                |                     |       | MC-Rs. 150/KVA             |       |
| Minimum o           | charge-Rs. 120/KVA/ |       |                            |       |
| (MC)                | Month               | (ii)  | Supply on 400 V—           |       |
|                     |                     |       | DC - Rs. 200/KVA/M         |       |
|                     |                     |       | EC - 400 P/KWH             |       |
|                     |                     |       | MC - Rs. 200/KVA/M         |       |
| 5) Agricultural Tar | iff                 |       |                            |       |
| All Consumption     | - 50 P/KWH          |       | All Consumption - 50 P/KWH |       |

## Credit Rating Agencies

6239. SHRI SANAT MEHTA: Will the Minister of FINANCE be pleased to state:

- (a) whether the Government are taking to restore the confidence of investors in the direction of Credit rating agencies;
- (b) whether Government are consideriding to set up an independent rating agency; and
- (c) whether any uniform guidelines for various credit rating agencies and independent Credit Rating Agency has been prepared or are likely to be prepared?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M.P. VEERENDRA KUMAR): (a) The

credit rating agencies in India provide, inter-alia, ratings of debt obligations of companies to the investors in order to enable them to make informed investment decisions. Thus, these agencies help in maintaining investor confidence in the securities market.

- (b) There is no such proposal at present before the Government.
- (c) In terms of the Securities Laws (Amendment) Act, 1995, Securities and Exchange Board of India (SEBI) is empowered to regulate the functioning of credit rating agencies. SEBI has informed that it is in the process of preparing Rules and Regulations for credit rating agencies which, as and when notified, would be applicable of a uniform basis to all such agencies.