Request for Government of Orissa for Increase in Procurement Price of Raw Jute

- 864. SHRI SRIBALLAV PANIGRAHI: Will the Minister of TEXTILES be pleased to state:
- (a) whether Government of Orissa have approached Union Government to increase the procurement price of raw jute from existing Rs. 231 per quintal to provide a remunerating prices to the growers in Orissa; and
- (b) if so, the reaction of Government thereon?

THE MINISTER OF STATE OF THE MINISTRY OF TEXTILES (SHRI KHURSHID ALAM KHAN): (a) The matter was raised by officials of the Government of Orissa during the meeting to discuss procurement plan held at Bhubneshwar on 13-9-1985 with Chairman cum-Managing Director, Jute Corporation of India.

(b) Minimum support prices are fixed by Government taking into account the recommendations of the Commission for Agricultural Costs and Prices every year.

Export of Agricultural Items

- 865. SHRI SATYENDRA NARAYAN SINHA: Will the Minister of COMMERCE be pleased to state:
- (a) whether Agricultural Commissioners in the States will be put incharge of locating agricultural commodities for exports and promoting their production for this purpose; and
- (b) if so, the main items of agricultural exports Government are planning?

THE MINISTER OF COMMERCE (SHRI ARJUN SINGH): (a) Yes, Sir.

(b) The main items of agricultural exports indentified are cereals such as rice and wheat, tobacco, cashew, spices including cardamom and pepper, oil meals, fruits and vegetables and processed foods.

Export of Foodgrains at Low Price

- 866. SHRI AMAR ROYPRADHAN: Will the Minister of COMMERCE be pleased to state:
- (a) whether it is a fact that Government have decided to export food grains at price even below the cost price;
 - (b) if so, the details thereof;
- (c) whether Government would also supply foodgrains at the same price to the people of the country; and
- (d) if so, the details thereof and if not, the reasons therefor?

THE MINISTER OF COMMERCE (SHRI ARJUN SINGH): (a) No, Sir.

- (b) Does not arise.
- (c) and (d). Supply of wheat and rice through public distribution system is already being made at subsidised rates.

Import of Corn

- 867. SHRI CHINTAMANI PANI-GRAHI: Will the Minister of COMMERCE be pleased to state:
- (a) whether is a fact that starch industry is facing a shortage of corn, the basic input material following drought conditions in many States;
- (b) whether prices of corn have gone up to around Rs. 170 per quintal in the new season as against Rs. 130 per quintal last year;
- (c) if so, whether Government propose to import corn in view of the low price of corn—Rs. 120 per quintal in the international market; and
- (d) if not, the justification thereof and the measures Government propose to take to meet the shortfall?

THE MINISTER OF COMMERCE (SHRI ARJUN SINGH): (a) No, Sir.

(b) Yes, Sir, except in states of

Haryana, Andhra Pradesh and Uttar Pradesh.

- (c) No, Sir.
- (d) Does not arise, as there is no shortfall.

Ceutral Cottage Industries Emporium

- 868. SHRI V.S. KRISHNA IYER: Will the Minister of TEXTILES be pleased to state:
- (a) how many showrooms of the Central Cottage Industries Emporium are there in the country;
- (b) whether it is not a fact that in many States, the State Handicrafts Empria are also functioning with the result that the showrooms of the Central Cottage Industries Emporia are running under loss; and
- (c) whether for Central Cottage Industries Emporia were earning profit or running loss during 1984-85?

THE MINISTER OF STATE OF THE MINISTRY OF TEXTILES (SHRI KHURSHID ALAM KHAN): (a) Central Cottage Industries Corporation of India Limited has four show-rooms in India.

(b) and (c). In many States, State Handicrafts Emporia are also functioning which provide competition to the Central Cottage Industries Corporation. As per provisional figures, the Corporation anticipates losses during the year 1984-85.

Enhancement of Service Charges by Banks

869. SHRI PRAKASH V. PATIL: Will the Minister of FINANCE be pleased to state:

- (a) whether Government are aware that recently the service charges by banks have been enhanced so high that the small, medium and big industries are suffering very heavily;
 - (b) whether it is a fact that commission

of letter of guarantee has been increased from 1 percent to 1.5 percent per annum and this will make a small scale unit poorer by Rs. 1000 per month, medium scale unit by Rs. 5000 pm. and large scale unit by Rs. 15000 to Rs. 25000 per month;

- (c) whether the industry has urged upon Government to set up a Committee to go thread bare into it and till then suspend collection of the same;
- (d) whether similarly other service charges of bank draft, cheques and on ledger folio have been enhanced which the industry will be required to bear;
- (e) whether this cost will ultimately be required to be borne by the entrepreneurs and there will be hike in prices; and
- (f) when Government propose to set up the Committee?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI JANARDHANA POOJARY): (a) Public sector banks have revised their charges for services rendered by them to cutomers. The revisions have been effected with the objective of covering to a substantial extent the costs incurred by the banks in rendering such services.

- (b) The rates of commission varied from bank to bank. A comparison is therefor not possible. The extent of increased expenditure will depend upon a unit's availment of such facility from banks and will differ from unit to unit.
- (c) Representations have been received by Government/Reserve Bank of India about the increase in service charges and about setting up a Committee to examine the increase in the service charges.
- (d) The revised sereice charges cover most of the major services provided by banking industry including those relating to bank drafts, cheques and ledger folios.
- (e) The cost of bank charges constitute a small fraction of the total cost of production. Variation therein are, therefore, not expected to affect prices.