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MR. DEPUTY SPEAKER: I will go through the records. I am not creating dangerous precedent. Please take your seat. Do not make remarks like this.

I told you that I would go through. Why are you saying 'dangerous'. I am not a dangerous man

(Interruptions)

MR. DEPUTY SPEAKER : Have you finished Mr. Jaipal Reddy ?

SHRI S. JAIPAL REDDY : I hope my facts and clouds will both go together on record.

(Interruptions)

MR. DEPUTY SPEAKER : Do not cast such aspersions on the Chair.

(Interruptions)

PROF. MADHU DANDAVATE : Do not refer to the Chair. Concentrate on the Prime Minister.

SHRI S. JAIPAL REDDY: The ruling party in the House has more than 80 per cent Members. On this side of the House also, they have their allies. Why is the Government afraid of enquiry by the House Committee ?

Sir, Mr. Gadgil was referring to the examples of House of Commons of Great Britain, I am not as learned as Mr. Gadgil. I am only aware of Indian precedents. Sir, in our country we have always functioned on the Committees on a supra-partisan basis take for example Public Accounts Committee, Public Undertakings Committee, Privilege Committee, etc. Kuo-oil deal was referred to the Public Undertakings Committee. The Public Undertakings Committee produced a unanimous report, though the Committee was unanimous in finding fault with the Government. Sir. a Parliamentary Committee has many privileges and immunities provisions of the Official Secrets Act which of late assumed manacing proportions will not stand in the way of enquiry by the Parliamentary Committee, but they could and would stand in the way of enquiry by a Judge. Sir. I

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want the Government to clarify this point. Shri Shiv Shanker who is a legal luminary is sitting by the side of Minister of State in the Ministry of Finance. The Government can withhold information from the Supreme Court Judge on the plea of executive privilege. The Government will not be able to do that in regard to a Parliamentary Committee. Sir, we do not know the terms of reference. The terms of reference however wide may not some times suffice. The judge will be inhibited. The Parliamentary Committee will not be inhibited. I am try to state as to how an enquiry, by the Parliamentary Committee is superior to an enquiry by a Supreme Court judge. In view of these facts I hope that better sense will prevail on the ruling party Members.

18.06 hrs.

STATEMENT RE : CONSTITUTION OF A COMMISSION OF INQUIRY TO ENQUIRE INTO THE ARRANGEMENTS ENTERED INTO WITH THE FAIRFAX GROUP INC. OF USA

[English]

THE MINISTER OF STATE OF THE AND MINISTRY OF PETROLEUM NATURAL GAS AND MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BRAHMA DUTT) : Mr. Deputy Speaker, Sir. the Finance Ministry, Government of India, in response to the letter of the Law Minister suggested the two sitting judges to constitute the Commission. They are - first Shri Justice M P. Thakkar, Chairman, second Shri Justice S. Natarajan. Member. The Government accepted his recommendations of according the appointment of the Commission. The notification reads as follows :

S.O. WHEREAS the question of utilising the Fairfax Group Inc. of the United States of America has been the subject matter of debate and it is definite matter of public importance;

AND WHEREAS the Central Government is of opinion that it is necessary to appoint a Commission of Inquiry for the 465 St. re. Commission of Inquiry CHAITRA 16, 1909 (SAKA) St. re. Commission of 466 to enquire into Fairfax Group of USA Inquiry to equire into Fairfax Group of USA

purpose of making an inquiry into such matter to set all controversies at rest;

NOW, THEREFORE, in exercise of the powers conferred by Section 3 of the Commissions of Inquiry Act, 1952 (60 of 1952) the Central Government hereby appoints a Commission of Inquiry consisting of:

- (i) Shri Justice M. P. Thakkar, Judge, Supreme Court of India, Chairman;
- (ii) Shri Justice S. Natarajan, Judge, Supreme Court of India, Member.

to enquire into the matters specified in paragraph 2 below.

2. The Commission shall inquire into the events and circumstances leading to the arrangements entered into with the Fairfax Group Inc. and, in particular shall look into the following specific aspects, namely:

- (i) Was the Fairfax Group Inc. engaged ?
- (ii) if so,

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- (a) The facts and circumstances under which it was engaged,
- (b) What is the nature of the engagement?
- (c) Under whose authority was it engaged ?
- (d) For what purpose was it engaged ?
- (e) On what terms and conditions was it engaged ?
- (f) Was it competent to carry out the task that was entrusted to it ?
- (iii) (a) Was any payment authorised to be made to the Fairfax Group Inc. ?
 - (b) Was any payment made to the Fairfax Group Inc?
 - (c) If so, for what services ?

- (iv) What information, if any, has the Government of India received from the Fairfax Group Inc. ?
- (v) What information, if any, has been made available by the Government of India to the Fairfax Group Inc. ?
- (vi) Was the security of India prejudiced in any manner in making such arrangements ?

3. The Commission shall complete its inquiry and submit its report to the Central Government within a period of three months and the same shall be laid before the Parliament.

4. AND WHEREAS, the Central Government is of opinion that, having regard to the nature of the inquiry to be made and other circumstances of the case, all the provisions of sub-section (2), sub-section (3), sub-section (4 and sub-section (5) of Section 5 of the Commissions of Inquiry Act, 1952 (60 of 1952), should be made applicable to the Commission, the Central Government bereby directs, in exercise of the powers conferred by sub-section (1) of the said Section 5, that all the provisions of the said subsection (2), (3), (4) and (5) of that section shall apply to the Commission."

SHRIC. MADHAV REDDI (Adilabad) : 1 want some clarification, Sir.

(Interruptions)

PROF. MADHU DANDAVATE (Rajapur): With you permission, one clarification. Mr. Minister says...

MR. DEPUTY SPEAKER : Mr. Bipin Pal Das.

(Interruptions)

PROF. MADHU DANDAVATE : I want one clarification, I hope the new amendment to the Act won't be invoked. That is all.

THE MINISTER OF COMMERCE (SHRI P. SHIV SHANKER): Sir, already the Parliamentary Affairs Minister has announced this morning that it will be laid on the Table of the House. 467 St. re. Commission of Inquiry APRIL 6, 1987 to enquire into Fairfax Group of USA

THE MINISTER OF PARLIAMEN-TARY AFFAIRS AND MINISTER OF FOOD AND CIVIL SUPPLIES (SHRI H. K. L. BHAGAT) : It is also mentioned in this Notification.

PROF. MADHU DANDAVATE : That is all right.

(Interruptions)

SHRI S. JAIPAL REDDY (Mahbubnagar): I would like to know whether the inquiry against Mr. V. P. Singh...

(Interruptions)

MR. DEPUTY SIFAKER : Mr. Bhagat, you may move for extension of time.

SHRI H.K.L BHAGAT : Hon. Member, Professor Madhu Dandavate. I invite your attention, I said it in the morning.

(Interruption.)

PROF. MADHU DANDAVATE : Don't waste the time. I have followed you before you had spoken.

SHRI H. K. L. BHAGAT : I am glad at least once you have followed me. Sir I move that the sitting of the House be extended by another one hour.

(Interruptions)

MR. DEPUTY SPEAKER: He wants the sitting of the House to be extended by one hour.

SHRI C. MADHAV REDDI: Sir, how long are we going to sit ?

MR DEPUTY SPEAKER : One hour.

(Interruptions)

SHRI H. A. DORA (Hanamkonda) : Sir, why can't we take it up day after tomorrow ? How long we have to sit now ? (*Interruptions*). We will take up this issue day after tomorrow, SHRIH. K. L. BHAGAT: Sir, I am, moving this motion for extension by one hour. If necessary, we are prepared to sit till midnight if you want.

MR. DEPUTY SPEAKER : I hope the House will accept this. Now, Mr. Bipin Pal Das may speak,

(Interruptions)

18.13 hrs.

DISSCUSSION ON THE STATEMENT OF PRIME MINISTER REGARDING APPOINTMENT OF A SUPREME COURT JUDGE TO ENQUIRE IN-TO ISSUES CONNECTED WITH UTILISING FAIRFAX GROUP OF U. S. A.—Contd.

[English]

SHRI BIPIN PAL DAS (Tezpur) : Mr. Deputy Speaker, Sir, even before the Hon. Minister made his statement regarding the appointment of Inquiry Commission in detail, I could not follow for what purpose the Opposition wanted to debate. I could not follow this because what they have said today, with all respect to my disringuished friends on the other side, whatever they have spoken today are mere repetitions of what they spoke on 31st of March. Sir, on that day we had an exhaustive debate. All points were answered by the Hon. Minister. They wanted to have a dig at the Prime Minister or the Finance Minister or the former Finance Minister or Mr. Amitabh Bachchan, and all those allegations were countered. Today they are trying to drive a wedge between Shri Vishwanath Pratap Singh and Shri Dinesh Singh. If that is the purpose of this whole motion and debate. I am sorry to say that they are not doing justice to this Parliament, as Members of Porliament. As I have said, in the last debate, all points were cleared. When all paints were cleared, the bunch of tyres of the Opposition were totally punctured. And today, taking a clue from the Prime Minister's statement, they are trying to reinflate the tyres. They will not succeed in that.