- (c) Through increase in production to the extent possible, and through imports to the extent necessary.
- (d) Steps to increase production in the integrated Steel Plants include import of Coking Coal, maximisation of power generation, expeditious completion of on-going schemes etc. Measures to enable ministeel plants to step up their production include duty-free imports of melting scrap, permission for expansion and diversification in certain cases and for installation of balancing facilities where necessary.

## Air fare subsidy to People of North-East Region

- \*296. SHRI BAJU BAN RIYAN: Will the Minister of TOURISM AND CIVIL AVIATION be pleased to state:
- (a) whether Government propose to give air fare subsidy to the people of North East Region due to lack of communication facilities; and
  - (b) if so, details, thereof?

THE MINISTER OF TOURISM AND CIVIL AVIATION A. P. SHARMA): a) and (b). Air fare subsidy to the people of North-Eastern Region is given in the shape of lower air fares. Indian Airlines' fares in the sectors in the North-Eastern Region are 17 per cent less than the fares charged for comparable distances elsewhere in the country. In regard to air services provided by Vayudoot in this region the fares charged by them are still lower, i.e., 30 per cent less than the fares charged by Indian Airlines in other, regions. Due to cost escalation there is a proposal under consideration by Government to bring the fares charged by Vaypdoot services in North-Eastern Region on par with those charged by Indian Airlines in this region.

## Recommendations of Patel Committee on gold policy

- \*297. SHRI K. MALLANNA: Will the Minister of FINANCE be pleased to state:
- (a) whether it is a fact that the previous Government had set up a Committee under the Chairmanship of Dr. I. G. Patel, Governor, Reserve Bank of India in November 1978 to review the Government's gold policy in all its aspects and to make suitable recommendations; and
- (b) if so, the details regarding its recommendations which have been accepted and which have not been accepted?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI SAWAI SINGH SISODIA): (a) Yes, Sir.

(b) One of the recommendations of the Gold Policy Review Committee (contained in paras 6.3 and 6.4 of the Report) regarding re-introduction of 18 or 14 ct. gold jewellery by stages has been examined by the Government. After careful consideration and keeping in view the various economic, social and administrative implications of such a measure, as also the representations received from a large number of Trade Associations, Government has decided not to cept this recommendation. The Committee in para 6.8 of the Report have observed that they are are not favour of resuming the gold auctions. The House has already been informed that Government have no intention of resuming the sale of gold (Lok Sabha Unstarred Question 1454 dated 21-3-80 refers). other recommendations of the Committee are under examination of the Government.