Bill

Shri M. C. Shah: I introduce the Bill and beg to move:

"That the Bill to authorise payment and appropriation of certain further sums from and out of the Consolidated Fund of India for the service of the financial year 1954-55, be taken into consideration."

Mr. Deputy-Speaker: The question is:

"That the Bill to authorise payment and appropriation of certain further sums from and out of the Consolidated Fund of India for the service of the financial year 1954-55, be taken into consideration."

The motion was adopted.

Shri Mohiuddin (Hyderabad City): May I know whether the copies of the Bill have been circulated?

Mr. Deputy-Speaker: Yes. Notice had been given in advance. Whoever wanted a copy, could have taken it from the Notice Office.

Shri A. M. Thomas (Emakulm): But they were not circulated as usual.

Mr. Deputy-Speaker: It is on the Order Paper. Contingent notice has been given already. Hon Members could have taken copies. Even now, they can do so. There is not much difference between the two.

The Schedule was added to the Bill.

The Title and the Enacting Formula were added to the Bill.

Shri M. C. Shah: I beg to move:

"That the Bill be passed."

Mr. Deputy-Speaker: The Question is:

"That the Bill be passed."

The motion was adopted.

COMMITTEE ON PRIVATE MEM-BERS' BILLS AND RESOLUTIONS

#### EIGHTZENIN REPORT

Shri Altekar (North Satara): 1 beg to move:

"That this House agrees with the Eighteenth Report of the Committee on Private Members' Bills and Resolutions presented to the House on the 15th December, 1954."

This is in connection with the allocation of time as set out in the Report. I commend the motion for the acceptance of the House.

Mr. Deputy-Species. The question is:

"That 'this House agrees with the Eighteenth Report of the Committee on Private Member;" Bills and Resolutions presented to the House on the 15th December. 1954."

The motion was adopted.

RESOLUTION RE: STATUTORY
BODY TO CONTROL AND SUPERVISE GOVERNMENT INDUSTRIAL
UNDERTAKINGS

Mr. Deputy-Speaker: The House will now take up further discussion of the Resolution moved by Shri K. S. Raghavachari on the 3rd December, 1954.

Shri Raghavachari was in possegsion of the House.

Regarding time, Shri Raghavacharl who spoke for four minutes had not concluded his speech when the House adjourned for the day. Out of two hours allotted. I hour and 56 minutes are left for further discussion. Shri Raghavachari will continue his speech.

Shri T. B. Vittai Rao (Khammam): We are starting Private Members'

Introduced and moved with the

busine:s seven minutes later. The House may sit after five o'clock for seven minutes.

Mr. Deputy-Speaker: Yes. Tha bon. Members will please ensure quorum in the House. On all Private Members' business days, as far as possible, each private Member will gather at least ten Members and keep them together.

Shri T. B. Vittal Bae: There is quorum.

Mr. Deputy-Speaker: Not now. At the end of the day, after five o'clock the hon. Member will wait and see whether there is quorum or not.

Shri Raghavachari (Penukonda): I moved this Resolution last time and had just begun. My submission before the House is this. It is an important Resolution in which most of the Members, I dare say, are interested, because this is a matter which concerns not any particular Party. but it concerns the whole House irrespective of the Party to which a Member may belong. It is purely a matter relating to public finances and when public money is invested or utilised in all sorts of undertakings, it is the concern of Parliament to discharge its constitutional and responsibilities, particularly of retaining and exercising its control over the utilisation of these funds. What we have been seeing is that in fact the whole industrial policy of the country in the modern set-up is bound to be more and more the special concern of the nation. That is, the public funds wili have to be invested and public utility concerns will have to be started and particularly our country being a backward country so far, we have to exist not only peacefully, but also safely in the modern world. We must not only produce all things that we need in a welfare State for the requirements of the people from day to day, but we may also have to provide for the defence of the country and other public utility purposes. Therefore, the need for industrialisation on a large scale is beyond question, and the Government, aware of this responsibility and the need, have also started the First Five Year Plan and are preparing for the second. It is a welcome thing that they are thinking of it. But the real point now is when they have started certain undertakings to reach this objective, we have read from the reports, on the material that was made available, of the Public Accounts Committee and the Auditor-General's reports, that the affairs are not being managed satisfactorily.

I do not want to take the time of the House in detailing particulars about the quantum of money that is actually invested and the various protects which the Government undertaken. My hon, friend Shri M. L. Dwivedi who has actually given notice of and has even introduced a Bill called the Public Finance (Industries Control Board) Bill, given his thoughts a concrete form: we find the quantum of money that is invested in these public concerns is given in the Progress Report of the Plan at pages 151 to 169. It goes upto hundreds of crores of rupees of public funds.

When last time this subject came up before the House in the form of a discussion raised by Dr. Lanka Sundaram, the Government's point of view was indicated. The Finance Minister practically, I 'take it, conceded the right for parliamentary control but he seemed, in substance, to say that parliamentary control may be not really pressed as desirable at the present stage, and he addressed himself only to the limited purpose of examining the jurisdiction or the competence of the Auditor-General to scrutinise and audit the accounts of these concerns. And then he seems to have expressed there quite plainly that in a way this authority of the Auditor-General is complled with, and in a way parliamentary control also is a reality; but in the real interests of efficient management of these concerns, the time had not yet come when pariiamentary control must be

more than what it is now, and that we must be satisfied with preparing ourselves to renounce this responsibility or the exercise of this responsibility for some time. That is his argument in substance—the attitude that was taken by him.

I shall examtne all these things, and then submit why it is that that attitude is not perfectly justified and we will not be satisfied with that attitude at all.

The first point he made was that as the amounts that go into these industries come out of the Consolidated Fund of India, the control of the Auditor-General to audit and satisfy himself was statutory and paramount, and it cannot be taken away: the Auditor-General in his report has pointed out-it may not bequite necessary to read the whole thing-but it is essential to point out the main things which really matter. I summarised the attitude of the Government: They say that it is not absent there. It is there in a way, that la how the Finance Minister put it. And the Auditor-General gives his own reactions in the report which he has submitted and which has been quoted in extenso in the last year'a debate. I will also summarise the argument and then read the thing. The thing is this. In the private concerns in which our moneys are sunk, the name of the President or some department's name is there as shareholders: and in fact, the essence of it is that when money comes out of the Consolldated Fund of India, the whole Parliaments the whole nation is the shareholder. The Department is not only a shareholder; because it contributes public funds it is also the representative of the consumers, everybody in whose interests these undertakings are run. So, we represent not only the financiers but also the consumers, and therefore, it is our absolute responsibility, and the Auditor-General under the Constitution has the responsibility to satisfy himself that the funds that we contribute are properly utilised; and the Finance Minister's contention

was that he can even now examine those accounts. A private company or a private concern is largely guided by its bye-laws, and unless the bye-laws make it permissible for an outsider to audit the accounts, or in the bye-laws it is included that the Auditor-General of India will audit these accounts, he cannot do so. We know in private companies, under the Companies Act, it is the directors....

Shri A. M. Thomas (Ernakulam): In all the bye-laws of the private companies we have provided for audit by the Auditor-General

Shri Baghavacharl: So, it is by courtesy that you have provided. But, is there any legal obligation for you to so provide? Therefore, what I am submitting is that it is purely at the volition of the company, it is controlled by the bye-laws of the company, Generally, it is with the consent of the Board of Directurs that the auditors are determined or chosen year after year in all private companies. It is open to them to change. My hon friend points out in almost all these bye-laws.....

## Shei A. M. Thomas: In all?

Shel Rashavachari: In all it is found. Even then, it is not under the statutory authority which makes the Auditor-General exercise this right. It is the permissive bye-law that is incorporated. Surely, that is not consistent with the statutory responsibility of the Comptroller and Auditor-General. I just refer to columns 1915 and 1916 of the Parliamentary Debates dated the 10th December 1953, where in the course of the discussion on this matter what the Comptroller and Auditor-General had stated has been quoted in extenso. There it is pointed out that this way of dealing with public funds was a fraud on the Constitution and the company law. Of course, the word 'fraud' need not necessarily make us all feel rather enraged, for it simply means that it is a violation of the constitutional provisions or that the constitutional provisions are not honoured. The

[Shri Raghavachari] hon. Finance Minister also said that in substance the Comptroller and Auditor-General's observations were correct.

As regards the other point on which the control was agitated for, the hon. Finance Minister's point of view was that there is control even now by Parliament, and he has put it this way. Whenever these things are undertaken by the different Ministries as part of their activities and funds are invested in them, they indirectly come in the hudget every year before Parliament: and therefore, when Parliament sanctions or passes these grants, there is an opportunity and occasion for it to discuss these things and thus exercise its control. So, there is an indirect way in which Parliament is exercising actually its control. This is what he stated. He also stated that when the Railway Budget or the General Budget comes up before Parliament, involving as they do hundreds of crores of rupees. we spend every year weeks and even months over the criticism of these budgets on almost every single item, and thus parliamentary control is exercised in an indirect way. I should submit that this is no satisfaction to Members of Parliament that they are discharging their duties satisfactorily.

The Finance Minister also stated that there is one other way in which control is exercised by Parliament. and that is through the Public Accounts Committee and the Estimates Committee. We know that the Public Accounts Committee is overworked, and it invariably holds only a post mortem examination, sometimes years after the event. And as it is working now, possibly one or two Ministries only can be taken up in one year, and its hands are full. So, the examination is post mortem, the Committee has not got sufficient time, and it cannot make a complete and proper scrutiny as well. Even after the little scrutiny that they have been able to make—as has already been pointed out in the other discussion-they have

had very hard things to say on the way in which these things are being worked. Therefore, the existing machinery for the indirect scrutiny and control by Parliament, both when the Ministry's budgets come for discussion as well as when they are scrutinised by the Public Accounts Committee and the Estimates Committee and other institutions that are meant today for that purpose, are unsatisfactory, and they cannot be expected to discharge this duty very efficiently. It is thus essential that the control of this Parliament through another body is to be seriously considered. I for one feel that the question of what form it should take is another matter. but if in principle it is conceded, and the law requires it to be there, surely, such a body should be constituted. Government's point of view let us gather some experience. you Will increase control gradually in the light of our experience. I personally think that we have waited sufficiently, and the experience that we have gained has indicated that huge sums are not properly accounted for. Why should we wait for further experience. for in the meanwhile more horses may be stolen out of the stable? Is it contended that we should gain experience by suffering ourselves and not take advantage of the experience of other countries? What has been done in the U.K., U.S.A. and other countries for instance? They have a special body constituted by Parliament to control these things.

The Minister of Production (Shri K. C. Reddy): Has such a body been constituted in the U.K.?

Shri Raghavacbari: In the House of Commons, it is there.

Mr. Deputy-Speaker: The hon. Member wants a statutory corporation here.

Shri Baghavachari: I was only saying that there is a body there which controls these things, and which has been entrusted with the responsibility of doing that. 3229

Mr. Depaty-Speaker: Does he mean a Committee of Parliament?

Shri Raghavachari: I shall just refer to the report and say what it is.

Shri M. S. Garupadaswamy (Mysore): Probably, he has in mind the Board of Trade in England, not a body of Parliament.

Mr. Deputy-Speaker: The Board of Trade is there only in name; there is only one individual in that, and there is no Board.

Shri Ragbavaehari: I have taken it out from one of these reports, and I shall just point out which report it is.

The Minister of Finance (Shrt C. D. Deshmukh): It is not quite clear as to what the hon. Member wants. Does he want that there should be a statutory corporation to administer all Government enterprises which are outside the ordinary routine administration of Government? Or is he rearguing the case for another Parliamentary Committee to supervise or scrutinise the administration of these enterprises?

Shri Raghavachark Let me make it clear.

Mr. Deputy Speaker: I thought be was invoking the analogy of a Parliamentary Committee, but he wants a statutory body.

Shri K. C. Reddy: There is no Parliamentary Committee there, so far as we know.

Mr. Deputy-Speaker: The hon. Minister wants to know what exactly the hon. Member wants.

Shri Raghavaehari My Resolution wants that there should be a statutory body to supervise and control these concerns. When Parliament enacts a statute relating to the composition, powers and other details necessary, of the statutory body to ensure the safe investment and management of these affairs, then parliamentary control is complete, because Parliament has by an enactment constituted a body which functions on behalf of itself. Therefore,

to say that the statutory body is something that takes away the control of Parliament is a thing which I am unable to understand.

All these arguments that I have been advancing were just to state the case and show that the arguments advanced by Government, saying that the present kind of control that is being exercised is enough, are not satisfactory. That was the reason why I was referring to the whole case as put already.

Mr. Deputy-Speaker: Is it also an autonomous body? If it is a statutory corporation, is it to be autonomous or not?

Shri Raghavaehari: I only want ..

Mr. Deputy-Speaker: Hon. Members must know exactly what the proposition is, and what it is that the hon. Member wants. There seems to be some confusion. How is it possible to have a statutory body with the powers of Parliament intact?

Shri Baghavachari: My proposition is that there should be a statutory body set up to exercise a ameral supervision and control over these undertakings, and I say that the existing method of control which is so indirect and watered down is not satisfactory in the interests of the nation's funds, and therefore, another body created by Parliament is absolutely necessary.

Shri C. D. Deshmukh: May I seek one clarification? A statutory body created by Parliament will not necessarily be a body which will exercise Parliament's delegated functions. It will merely mean that instead of the executive looking after these matters from day to day some other body will exercise control, which may contain other people, besides the members of the executive Government. Now. that is one proposition. If that sought to be justified by saying that there should be greater parliamentary control that is what I cannot reconcile

3 P.M.

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Mr. Deputy-Speaker: That is what I also wanted to say. Firstly, do we want to associate others? Secondly, if it is a statutory body, will there ble one statutory body to control another statutory body? For instance, corporation. DVC is a statutory Now, similar corporations may come into existence: joint stock companies and various other methods of management have been provided for by the Government. Will there he a super statutory body sitting over these displacing the executive government and the direct authority of Parliament over them? Is that what is meant?

Shri Raghavachaff: I would make myself perfectly clear ....

Shri Dhuleker (Jhansi Distt.-South): Will it be within the Constitution?

Shri Raghavachari: I started with the premise that the present control of Parliament which is so indirect over these matters, leaving the whole thing to the executive, bas not worked satisfactorily. Therefore, there must be a .statutory body. My Resolution is for a statutory body. I am perfectly prepared to say that the statutory body cannot consist, and must not consist, of Members of Parliament. because we must not have any kind of interfering authority in these matters. I am not at all anxious that any Member of Parliament should be on that body. We do not want it, I am against it. But we should statutorily create a body to exercise these functions; we will certainly think out the details of the way in which this statutory body has to function. That can certainly function as created, as composed and as conceived by Parliament in the statute. Therefore, it cannot necessarily be any violation or any abrogation of the powers of Parliament. They can be asked every year to submit their report about these matters. They can be asked to satisfy us about how the policies laid down by Parliament are worked, how the programmes are adhered to, how the thing has been done every year and whether it has resulted in profit or loss or it bas functioned as a utility concern or not so far as the country is concerned. It is perfectly open to be so determined: all these details can be incorporated into that statute. Under that statute, that body can work.

Shri C. D. Deshmukh: May I ask a question? What will be its relation to the executive?

Mr. Deputy Speaker: And to the Parliament.

Shri C. D. Deshmakh: No. In regard to Parliament, I understand any law can be passed and you can create any kind of corporation. That corporation will have to work under the general policy guidance of a Ministry of Goverament. Therefore, it will, in effect, be exercising some functions which otherwise Government will be exercising. If so, how does it bring it nearer to parliamentary control?

Shrl Raghavachari: It is this way .... An Hon. Member: He is confusing.

Shri Sinhagan Singh (Gorakhpur Dist.—South): If this hody is formed and there is a difference of opinion between the Ministry and that statutory body as to the manner and method of control and as to the effect of the control whose decision will be final—the Ministry's or the statutory body's?

Shri Raghavachari: I will answer the query of the Finance Minister. It is possible that in that statutory body that is created the executive also may have a place. It is not that it must necessarily be excluded. fact, the whole purpose of exercising additional or greater control over these organisations or these enterprises is to feel satisfied that things are not working as they are working now-inefficiently and not to the advantage of the country. Therefore, the executive may well have a place there; it is not that it will be excluded from the new set-up that might be contemplated. I am not now discussing, nor is it possible to go about, the clauses and the contents of the provision relating to this statutory body. I am only concerned with this, that you must start seriously thinking about the necessity and the need of immediately starting a statutory body. Then the matter must be finally decided on the floor of this House and that body grust be constituted. That is the purpose. It is not intended that the executive control should be entirely taken away; it is only intended that the powers are exercised in such a way that

Pandit K. C. Sharma (Meerut Disti.
—South): Should it be a substitute for the financial adviser?

Parliament can feel satisfied that the

money is well spent and well utilised.

Shri Raghavechari: The only puint is that we are not satisfied that the present state of indirect control is a just exercise of Parliamentary responsibility under the Constitution. This attitude is not justifiable and not satisfactory. My Resolution, and my purpose, is that Government's attention must be diverted and riveted to the need and the necessity of bringing into existence another body which will certainly exercise the scrutiny and control satisfactorily.

# Mr. Deputy-Speaker: Resolution moved:

"This House is of opinion that Government should immediately set up a Statutory Body to exercise general supervision and control of such industries where the Government has whole or substantial interest, either financial or otherwise."

Shrl B. K. Das (Contai): I beg to move:

That for the original Resolution, the following be substituted: trol and supervise
Government Industrial
Undertakings

"This House is of opinion that a Statutery Body be set up toadvise Government in the matter of exercising proper control and supervision over the industrialundertakings owned and financed by the State either wholly or partially and run as joint stock companies."

Shri S. N. Das (Darbhanga Central): I beg to move:

That for the original Resolution

That for the original Resolution, the following be substituted:

"This House is of opinion that Government should immediately appoint a Committee consisting of Members of Parliament with power to co-opt others to consider the desirability, necessity and fessibility of having a statutory body to exercise supervision and control of such industries where the Government has whole or substantial interest, either-financial or otherwise."

## Mr. Deputy-Speaker: Amendments: moved:

(1) That for the original Resolution the following be substituted:

"This House is of opinion that a Statutory Body be set up to advise Government in the matter: of exercising proper control and: supervision over the industrial undertakings owned and financed by the State either wholly or partially and run as joint stock companies."

(2) That for the original Resolution, the following be substituted:

"This House is of opinion that:
Government should immediately appoint a Committee consisting of Members of Parliament with-power to co-opt others to consider the desirability, necessity and feasibility of having a stautory body to exercise supervision and control of such industries where the Government has whole or substantial interest, either financial or otherwise,"

[Mr. Deputy-Speaker]

The Mover has taken half an hour. Now we have the hours left. As far as the hon. Minister is concerned, which Minister is going to speak?

Resolution re-

Shri K. C. Reddy: Both the Ministers.

Shri T. B. Vittal Rao: Which Minister is going to speak?

Mr. Deputy-Speaker: Both of them

Shri K. C. Reddy: I may take 15 to 20 minutes.

Mr. Deputy-Speaker: What about the Finance Minister?

Shri A. M. Thomas: He has made his position clear.

Shri C. D. Deshmukh: There is no need for me to intervene except for the fact that the hon, the Mover has constantly referred to what I said on the last occasion. Ten minutes will be sufficient.

Mr. Deputy-Speaker: Between the two Ministers, haif an hour is allotted. The Mover has taken half an hour. Now one hour is left. At the rate of 10 minutes to each hon. Member, we can provide for six hon. Members, the two who have moved amendments and then four other Members.

Shri T B. Vittal Bae: We have still be hours, because there are 2 hours.

Mr. Deputy-Speaker: Two hours had been allotted for this Resolution. Now, I need not ring the bell. Hon. Members must stop of their own accord; they have got clocks all round—in front and in the rear.

Shri B. K. Das: The amendment that I have moved seeks to ensure that I have moved seeks to ensure that the body that is proposed should be of an advisory character and also that its scope should be confined to the companies registered under the Indian Companies Act. I want that our industrial undertakings of this nature should be under one Ministry and I want that if any advisory body is formed, that must work with one Ministry only. However, I beg to point out that because we have got

different kinds of industrial undertakings which are run departmentally. which are run under corporations and which are also run under the Companies Act, there might be different bodies for different sort of corporations, as they have got different characteristics, but my purpose for the present is that there should be one body at least for these undertakings which are run as joint stock companies. I have already pointed out that this advisory body should not itself control or supervise undertakings. They should act as an adviser to the Government. In order to Illustrate my point, I may point out that in 1950 there was established a Development Committee on Industries. For the information of the House, I may point out that the functions of the Committee were set down like this.

"The functions of the Committee would be-

- To review the working of industries and to suggest measures to secure—
  - (a) a full and efficient utilisation of installed capacity including the fixation of targets where necessary, and
  - (b) reduction of costs of production to a reasonable level while providing conditions in which workers can put forth their best efforts.
- (2) To suggest measures for improving or increasing the productive capacity of industries.
- (3) To advise on special problems such as the treatment of uneconomic units.
- (4) To advise generally on the future development of industries including planning and regionalisation."

## [SERI BARMAN in the Chair]

This body was set up with a specific purpose of assisting the Govern-

ment in running the industries efficiently. Of course, the personnel of the Committee Is entirely non-official is there; at least there are no Members belonging to the Parliament. I think if such a Committee—I do not know whether the personnel has been changed now—was for the purpose of advising industries in general and this was under the Ministry of Industries and Supply, such an advisory body may be useful for the purpose of the joint stock companies that I nave proposed.

My second point is that as we have seen and it was discussed last time also, regarding these joint stock companies or private limited companies -we have so many like the Fertilisers, Hindustan Cables, Hindustan Shipping etc.—Parliament is not able to supervise or exert its control in a proper way, or if it is doing so, it is doing it in a remote way. My purpose is that, if a Parliamentary Committee is associated with the Ministry, then they will be in closer association and they will he able to exercise a closer supervision. They will also be able to advise the Government how to control and how the Parliament also can control these industries.

Last time when this matter discussed. pointed attention WAS drawn to several aspects of this matter. We wanted to see what could be the controlling organs: what would be the method of control; what would be the scope of control and what would be the quantum of control. Of course, there may be differences of opinion regarding these, but, for the present I should think, if there be an advisory body associated with the Ministry, the purpose would be served.

The Finance Minister, last time, cautioned this House saying that the time is not yet opportune for setting up any body which might try to con.

trol or to do something in the nature of control which might defeat the very purpose for which this autonomy and this flexibility has been given to these undertakings by setting them up as joint stock companies. I also agree with him that, for the present, at the outset, we should take care that we do nothing which may hamper the progress of these undertakings and for the present we should be satisfied with a Board which will act in an advisory capacity.

What will be the exact scope of the work of this Board, I need not go into much details about that. But, I think if an advisory body under the chairmanship of the Minister of Production is set up, then the budget, policy matters, the management and the method of expenditure, all these things can be discussed from time to time and Parliament also may be satisfied that a body consisting of its Members is there.

Formerly there were Standing Committees associated with several Ministries. Also, we find now that the Planning Commission has set up a Standing Committee. There was a Development Council which met from time to time and they also advised the Planning Commission regarding matters of development. But, as that has not been found very satisfactory a Standing Committee bas recently been set up. I think, for our purpose also, if this Advisory Board takes the shape of a Standing Committee, then the purpose will be served.

I think I need not say more because the time is nearly up and my purpose is that for the present we should take a cautious step. An Advisory Board may be set up to advise the Government on matters of proper control and supervision of these industrial undertakings which are being run as limited companies and which may be in future set up as joint stock companies.

बी एका एना दास : इमारं माननीय सदस्य ने इस सभा के सामने वो प्रस्ताव रसा है मेरा स्थान हैं कि प्रस्ताव के पीछं वो भावना हैं, रूनों से वह भावना भकट नहीं होती। यह कात सही हैं कि अब हमारी. सरकार दिनों दिन उद्योगों को अपने हाथ में से रही हैं और यह भी सम्भद हैं कि कुछ दिनों के बाद हमार देश में वो दूसने उद्योग अभी धाम, हैं उनका राष्ट्रीबकरण भी हो बाए। इसिलए यह आवश्यक अतित होता हैं कि बस्दी से बस्दी सरकार हुस समस सरकार के हाथ में हैं और आगे दिन उद्योगों को सरकार अपने हाथ में सेना चाइती हैं उनके प्रधन्य का क्या रूप होगा।

जब तक समय समय पर को बहुस हुस संबंध में इस सदन में इ.ई हैं औं। सदस्वों ने अपने जो विचार प्रकट किए हैं और समय समय पर इसार वित्त संत्री वी ने वो विचार प्रकट किए हैं हतमें अभी तक वह स्पष्ट नहीं हो शया है कि सरकार ने इस सम्बन्ध में बपनी नीति निर्धारिय की हैं या नहीं की। हमार माननीय सदस्य ने अभी कहा कि कम्पटोता एंड खाडिटर बेनरल ने सरकार की इस मीरित की कही जालोचना की हैं कि पाइवेट सिमिटंड कम्पीनवां बनाकर तस्य के उन्होंगों को चलाया जाए। माननीय सदस्य को शावद मात्म नहीं कि पर उटौरनी चनरस नरा ਮੰਗਾ पड़ा गया था कि क्या कंटोला एँड आहिट बानरल का यह विचार कि इस तरह की प्राइवेट तिनिबर्टंड कम्पनियां बनाना हमार विधान पर एक आह हैं सही हैं ? मूर्भ माल्य हैं कि जटाँरनी बनरत ने कम्प्रटोसर एँड आडिटर उनरस की सब के खिलाफ अपने विचार मकट किए हैं और कहा है कि प्राहवेट लिमिटेंच क्रमित्यां बनाका सरकार द्वारा उद्योगरें ही बनाया जाना विधान के सिसाफ नहीं है । फिर भी यह बहुत ही महत्व का विषय है और बँसा कि विश्व मंत्री बी ने एक मौंके पर जब काछ ईर के लिए सभा में यह प्रश्न उठाया गया था कहा शाकि सरकार दस पर विचार कर रही हैं कि द्राजसम् में किन उद्योगों को सरका। किस संगठन के उरियं से चलाना चाहती हैं। वदापि उनके एक वक्तव्य से यह भी प्रकट हुआ थी कि अभी जो कम्बतीय दिल उस सभा के सामने आने वाजी हैं उसमें इस तरह का एक अध्याय बोदा जा रहा है कि प्राइवेट लिमिटंड कम्पनी के प्रबन्ध में तस्य के उद्योग धन्धे किस प्रकार इसार्य जार्यंगे । मासम नहीं कि जां प्रवर समिति बैठी हैं उसमें इस विषय में वहां तक पगीछ हुई है । मुझे इस समय इतना ही कहना है कि सरकार के उत्पर जो उद्योगी संसासन की विमोवारी और वनावदेती आ रही हैं उसके सम्बन्ध में सरकार की उस्टी से बस्दी उपनी नीति का निर्णय का बेना चाहिए।

दो तीन दिन हुए बब में ने एक प्रश्न जलादन संत्री सहोदय से किया का और इस सम्बन्ध में में ने कई परत दूसरे अधिवेशन में भी किसे थे कि क्या सरकार केन्द्र में कोई प्रसा संगठन स्थापित करने का विचार कर रही हैं विसके विस्में को हमार चास उद्योग हैं हम पर निवततानी रखने का काम हो । बवाद में जलादन भंचीने बतलायाहँ कि अभी उर्फ सरकार इस निर्णय वर नहीं पहुंच सकी हैं मेत कहना इतना ही है कि जब राज्य की जिन्नेवारी बढती जा रही हैं औं हम बर्ड वर्ड जदार्थिका संचासन कर रहे हैं तो हमें बन्दी में उत्ली इस बात का निर्णय कर सेना चाहिए कि किन किन उद्योग के संचासन के लिए हम किय किस प्रकार की संस्थाओं का निर्माण करेंगे। हम जानते हैं कि रत्तवे उद्योग संचानन रेतर्च मंत्रालय कर रहा है । हम जानते हैं कि पोस्टम विभाग का संवातन कम्युनिकेतन मिनिस्टी कर रही हैं। लेकिन साथ ही साथ हम यह भी बानते हैं कि वो सिदरी का करिताइवः का कारलाना है उसके संचातन के तिए एक प्राइवेट विविद्ध कम्पनी बनाची गयी

हैं। हम यह भी जानते हैं कि बंगतोर में बी टेंलीकोन हंडस्टी खात् हैं उसके संचालन के तिए भी एक प्राइवेट लिमिटंड कम्पनी बनायी गांथी हैं। इन संस्थावों में सरकार ने काफी रुपया तमा रहा है। सवास यह है कि इन संस्थावों के संचातन में किलना अधिकार संचद की हैं, कितना अधिकार मंत्री को हैं, और हनकी निमरानी और नियंदण में किस हर वक सरकार का हाथ रहेगा यह निर्णय नहीं हुआ हैं।

इस समय देश में वी विचार धानयें चन हती हैं। एक विचारधारा तो यह है कि एक बार यदि किसी उच्चोग का संचातन भार किसी संस्था को दे दिया बाय तो फिर उसके कार्य में मरकार की तरफ से कम से कम हस्त्रकेप होना चाहिए। दूसरी तरक यह विचारधारा हैं, और इस संसद के बहुत से मानमीय सदस्य दूसरी विचारधारा के मानने वाले हैं, कि इव सक्ट किसी संस्था में या किसी उद्योग में रूपए तलाता है सी उसका कर्ज है कि बहु उस पर सरकार आहे संसद के द्वारा पर्याप्त निगरानी, निरीचण नियंत्रण रखें । एक दिलक्सी हमारी बार हैं े कि इस टॅक्सपेश के प्रतिनिधि हैं और उस हें सियत से हमें यह अधिकार हैं कि हम एंडों कि जो रुपया हम किसी संस्था को उस्तीय चताने के लिए देते हैं वह संस्था उस उचारेग को ठीड प्रकार से और फिलकायता के साथ बलाती हैं या नहीं। दूसरी ओर हम उपनीकता के भी प्रतिनिधि हैं और उस हैंस्थित से हमारा यह कर्तव्य होता है कि हम यह देखें कि उस उद्योग के द्वारा जो माल तैया। डोला है वह ठीक प्रकार का है या नहीं और विस्तव्यवस्त के साथ सेवार किया बाता है या नहीं। इस्तिए यह विषय बहा महत्वपर्ण है और मेत रूपात है कि शावव सरकार को जिल्ला ध्यान इस पर देना चाहिए उतना वह नहीं दें रही हैं. अधवा वह वह नहीं सोच पारही हैं कि इस बदती हुई जिम्बेदारी को निभाने के तिए किस प्रकार का संगठन कायम किया अगय । एक सवाल हैं संगठन को कायम करने की । रसरा सवाल पहाँ कि उस

संगठन पर सरकार का. संसद का नियंत्रण किस तरत का हो और तीसरा सवाल यह है कि बो सरकारी विभाग है तसका नियंक्क और निगरानी उस संगठन पर कॉसी होगी। यह इसने महत्वपर्ण सवाल हैं कि जिन पर जस्दी में निर्णय कर लेना भी अच्छा नहीं । इसीलए हमने वो बंशोधन रखा है उसका जातव है कि गष्टीय उद्योग और व्यवसायिक संस्थाओं है कार्य पर नियंत्रण और निगरानी रखने के सिथे एक संविद्धित संस्था निर्माण करने की आवश्यकता पर संसद की एक सीमीत द्वारा विचार किया अयगा। साथ ही यह भी बहरी हैं कि राष्ट्रीय उद्योगों को चलाने के निए किस त्तरह का संगठन होना चाहिए. समर्क अधिकार औं उत्तरदायित्व क्या होंगे और उसका कितना अधिका। चेद होगा ! कहां तक वह संगठन सरकार के निवारण में काम करेगा, कहा तक उस पर संसद का अर्थ संसद के झता संबी का उस पर अधिका होगा।

इसीलए जो में ने बंशोधन रखा है उसकी भावना यह है कि इन सब प्रश्नों पर यदि सरकार विचार कर रही है तो उच्छी बात है लेकिन संसद के सदस्यों को भी माँका देना खाहिए कि वे इस सारं पड़ल पर सब दिष्टिकोपों से विचार करके अपने विचार सरकार और देख के सामने रतें कि उनका गाउकीय उद्योगों को बनाने के बार्र में क्या विचार है, कहां तक उन उत्सामी पर संसद का और संसद के हात मंत्री का अधिकार होना चाडिए औं। हो संस्था उद्योग को सकते के तिए बनावी जायंगी उसके अधिका का रायत क्या होगा जाँर उसकी जवाबरंही क्या होगी. उनका एक दूसर से क्या सम्बन्ध होगा । इन सारी नार्तों के सम्बन्ध में जानकारी इसिन्न करके संबद के सामने रिपोर्ट पेश करने के लिए एक समिति बनायी जाय और यदि तसा किया गया तो में समभ्रता है कि इस सम्बन्ध में बो अन्धकार सा मान्दम डोला है और जो यह विचारधारा साफ नहीं मान्दम होती वह साफ हो जायमी और अन्धकार नहीं रहेगा । में कहता

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## [ श्रीरस० एन० दास]

हं कि संगद के ग्रदस्यों की वह सीमीत बने बी इस सम्बन्ध में सार पहलुओं पर विचार करके संसद के सामने जाकी रिपोर्ट पेस कर और उस रिपोर्ट पर फिर हम सरकार के साथ विचार करें। इस प्रकार हम समझर्च हैं कि इस कल्यायकारी शक्य के अन्दर जो वर्ड वर्ड उद्योग हम अपने हास में सेने कार्त हैं उनके विषय में हमारा दिमाग साफ हो जाएगा। अगर इस विषय में हमारा विमाग साफ नहीं रहेगा तो आगे हम चंदाोगों के उत्तरदायित्व को ठीक से निमा नहीं सकेंगे। इसीसर संगद के गरस्यों की कमेरी बनाना हमार्र सिए बहुत ही आवरपक हैं। मैं समझता है कि साकार को इस प्रस्ताव को मान बेना चाहिए ताकि संसद के सदस्यों की अपने विचार प्रकट करने का ऑर दसर तोगों के विचारों की, वो कि उद्योगों का अन्भव रहाते हैं. समझने का अवसर प्राप्त हो. आरे हम दूसरों के अन्भव से लाभ उठा सकी।

Shri A. M. Thomas: I regret my inability to agree to the Resolution that has been moved by my friend Shri Raghavachari. According to me, the Resolution is ill-timed and illconceived. The Deputy-Speaker. while he was in the Chair, has raised some doubts. as also the hon. Finance Minister, and my friend Raghavachari has not been able to dispel the doubts on the floor of the House. What exactly is the pattern that he contemplates in this Resolution? In moving the Resolution and in speaking upon it, he has raised some doubts which were raised nearly a year and seven days ago when Dr. Lanka Sundaram raised a discussion on parliamentary control of public corporations with his usual, "tremendous sense of urgency." I think the speech then made by the hon. Finance Minister was calculated to dispel the doubts which have been raised by my friend, Shri Raghavacharl, while speaking on this Resolution. The Resolution is wide enough, as he contemplates the control of industries not only in the public sector but even in the private sector. The Resolution says;

"....Government should immediately set up a Statutory Body to exercise general supervision and control of such industries where the Government has whole or substantial interest, either financial or otherwise".

So, the word "otherwise", I think, will take in all sorts of interests, and the Government, I need not say, has got interest even in private enterprises. But I do not want to enter upon any hair-splitting argument to oppose my friend's Resolution. My friend made it clear what he intends. What he intends is the setting up of corporation to control industries run in the public sector, that is. state-managed concerns. After allapart from taking over the railway concerns and communications, it is a matter of repent growth that State has begun to enter into the industrial sector and set up concerns of its own. We know that the fullfledged resources of the Production. Ministry were being mobilised for the creation of new production units only in 1952. The real problem had been, what exactly should be the type of management of these industries, how utmost efficiency is to be assured, having regard to the rigidity and red-tapism of State administration. We all say that for running industrial undertakings on a commercial basis there should necessarily be some sort of flexibility and freedom of action and also quickness of action. We get these features in the private sector and we have to import these healthy features intothe management of the public sector by the State. One has also to concede that the irksome and inquisitorial procedure that are usually adopted in Government departments have also to be avoided in the management of these industries. You know that private interests have to be

associated with the management of these industries. We have to requisition foreign capital and technical skill and we have to utilise their services. So, having regard to these circumstances, what exactly is the sort of management that the Government has to undertake in respect of the management of these industrial concerns has been a matter of considerable thought as far as the Government is concerned. And I should think that the form of management that has now been devised combines in itself what is best in business with what is best in public service, that is the State-owned private limited liability companies. We know that for managing our various industrial undertakings private limited companies have been formed; for the convenient administration of the Sindri factory, a State-owned private limited company known as the Sindri Fertilisers and Chemicals was registered in 1951. To control and manage the Telephone Cable Factory the Government 1 limited company named the Hindustan Cables, Limited, That has also been registered under the Companies Act. The control and management of the Machine Tool Factory has been transferred to the Hindustan Machine Tools, Ltd., Bangalore. I do not wish to enumerate the various companies which have been registered under the Companies Act for running these various industrial concerns.

Now, what are the doubts that have been raised by my hon friend Shri Raghavachari? I have already stated that the same doubts were raised by my hon friend Dr. Lanka Sundaram in 1953. While analysing the points that he has raised, to me it appears that he exhibits an anxiety that Parliament should have full opportunities of examining how these concerns work, and Parliament should also have the right to discuss the working of these institutions without interfering in their day to

day working. In short, he wants supervisory powers over these concerns. He pleaded that the management should have the liability to account to the State,—the State is the shareholder in these concerns—just as a joint stock company has the liability to account to its shareholders. Now, what we have to see is whether because of the company form of management effective and desirable—I deliberately use the word desirable—control, have been taken away from Parliament.

We know that in the United Kingdom nationalized industries are mostly run by statutory corporations. Sir, I sumbit that because of the formation of these concerns into private limited companies, the authority which Parliament can exercise on the working of these concerns is more that what Parliament in the United Kingdom is able to exercise over concerns which have been incorporated into statutory corporations.

Sir, what is it that we require. As: things stand, the position is this. All. the funds required are brought before Parliament for sanction; withdrawal of money from the Consolidated Fund takes place only with the approval of Parliament; it is obtained in the form of Demands Grants Then, how does Parliament usually exercise control? That is by questioning the Minister, by a debate on the Budget and then by discussion over the annual reports and statements of accounts. I think all these things are being done now although these concerns are registered as private limited companies Apart from rules and regulations, that is the convention that we really lay down in these matters that is more important, I do not think the Production Minister has shirked theresponsibility of answering any questions concerning these undertakings which have been tabled. If at all hehas not given any information with

[Shri A. M. Thomas.]

regard to anything that information will not have been given in the interest of the public, even if these concerns had not been incorporated into limited concerns.

Then my hon, friend asked: What exactly is the control of the Auditor-General. I have got the relevant paragraphs-I do not want to read them-in the Articles of Association of these companies investing the Auditor-General with the power to have an independent external audit, in addition to the audit which is prescribed under the Companies Act and which is being done. In the case of the Sindri Fertilisers and Chemicals. Ltd., paragraph 118 of the Articles of Association provides for that. In the case of the Bindustan Shipyard, paragraph 183 provides for that. I do not want to catalogue the various articles which empower the Auditor-General to audit their accounts. We have considered the pros and cons and I should think if at all there are any drawbacks in this company from of management, they are outweighed by the various advantages that we obtain by this sort of management. We have got the advantage of normal rules and regulations of commercial undertakings being worked in these undertakings; and a reasonably high standard of efficiency can be ensured only if these institutions are managed on commercial lines and commercial forms of accounting is maintained.

Shri M. S. Garapadaswamy: The hon. Member who preceded me said that the Resolution is misconceived and ill-timed. The hon, the Finance Minister also a few minutes ago interrupted and said that he did not understand what the Mover of the Resolution meant. This shows that in this matter of exercising supervision and control, all of us, including the Finance Minister, are groping in the dark. We have no proper conception of control and supervision over State enterprises. We have still to

evolve a system, of proper and effective system of control and supervision.

What are we having today? There is a Planning Commission. It makes a plan. There is the executive which carries out the plan. Then there is Parliament which occasionally passes a few comments or criticisms on the plan. And there is no body today for exercising effective supervision or control over the industries.

Some hon. Members have confused between control and supervision and management of the industries. We are not concerned here with the actual day to day management of industry, or the setting up of industries, or policy making. These questions are irrelevant to the present occasion. The hon, the Finance Minister said that every enterprise should be run according to plan, according to the policy enunciated by Government. We agree. But how to do it? After we decide upon the policy, the question of running the industry on proper lines would assume importance. Today there is woeful lack of proper machinery for exercising effective control and supervision over State enterprises. State enterprises are not having a uniform pattern in India. There are different types of managements adopted. There are enterprises directly under the Ministry or the Departments. There are enterprises under the public corporations. And there are enterprises run by the private limited companies. Further, there are enterprises in the defence sector and in the defence sector. You will see that we have no uniform system of management and uniform pattern of public enterprise here. We have adopted two or three kinds of systems and that is why it makes all the more necessary for us to have an independent statutory body for exercising overall control and supervision over all these wide areas of State enter-Drise.

Mr. Chaleman: May I ask: what would be the nature of control by this statutory body vis-a-vis Ministerial control?

Shrl M. S. Garupadaswamy: I will come to that. So far, Government or Parliament bas got some control or supervision over those enterprises which are not in the defence sector But in the matter of defence most of the Members are under a handican. We do not know whether the defence industries are run on proper lines. On the ground of secrecy much of the material is kept away from us. We do not know what is happening in the defence installations. We do not know whether the money that is being spent there is being spent well or not.

Shri C. D. Deshmukh: In the defence installations, there are no corporations or companies working. If the hon. Members are not getting information, it may be that in certain respects, for reasons of secrecy, it is denied. Otherwise, every kind of information is available to Parliament from the executive

Shri M. S. Gurupadaswamy: As I said, on the ground of secrecy we arc denied of much information. I am not making it a grievance against the Minister. What I want to say is that if there is a statutory board like this to exercise control and supervision over both the civilian public sector and defence sector, it would be better.

Shrì M. L. Dwlvedt (Hamirpur Distt.): I rise on a point of order. The hon. Finance Minister had just said that the information might not be available for Members on account of secrecy. I want to submit that when we discussed the Budget here which involves an expenditure of Rs. 400 crores, we got all kinds of information for the public sector. We are spending crores of ruphes. But no information is being given to ParliaStatutory Body to con- 3250 trol and supervise Government Industrial Undertakings

ment. There is no opportunity for discussing the matter except two hours. Therefore, I wanted to tell you that this sort of secrecy should not be maintained in these cases where public money is involved.

Mr. Chairman: That is another matter altogether. It is not a point of order. When the hon, Finance Minister says that some information might be kept back because of secrecy, that is a ministerial privilege rather. There could be no point of order in regard to that.

Shri C. D. Deshmakh: The only reason why I intervened was that the hon. Member based an argument on this that in defence installations. Parliament is not sware of how the administration is run and therefore, we want a corporation All I said was that so far as defence is concerned, it is the direct responsibility of the executive and if some information is not received, that is for other reasons and not for the absence of a statutory corporation.

Shri S. N. Das: On a point of order. Sir. The Chair had not given a ruling on the point of order raised by the hon. Member.

Mr. Chairman: I have already said that it is a Ministerial privilege to keep back from this House certain information which they consider to be secret. That is my ruling.

Shri Gurupadaswamy: The responsibility of running defence industries will not be taken away by merely setting up a statutory body like this. On the other hand, what I want to say is that the setting up of such a body would improve the working of defence installations without coming in the way of secrecy. If such a body is established there will be greater facility and scope for supervision and control.

Shri C. D. Beshmukh: By whom?

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Shri M. S. Gurupadaswamy: By the etatutory body.

Shri C. D. Deshmakh: Who will supervise the statutory body?

Shri M. S. Gurepadaswamy: It is a statutory body and it has got to function as such. Parliament bas to decide what functions and responsibilities that this statutory body should exercise. Government should come forward with a Bill for that purpose.

There is another reason why I say that there should be a statutory body. Private enterprise is old and establishted but State enterprise is rather new and still is in experimental Moreover we have various types of management under the public sector. It is better that there is an independent, overall controlling body to assess compare white b type management is better than the rest. For instance. we not Corporation whether ma. nagement or departmental manage ment is better. Opinion is equally divided on this matter. Some bon. Members feel strongly that automomous public corporations are ideal. Others feel that the departmental management is better. Some say that if there is no departmental management, it is no nationalisation at all. So opinion is very much divided. But if we are able to compare the results of various managements, we may perhaps be able to come to a definite conclusion as to wblcb type of management is better than the other. To know this. it Is desirable to have a statutory body.

Some how. Members are thinking that this Resolution has no meaning. It is full of meaning. We are creating a new way. There is no such paralilel in England. It is completely original. If you set up such a body as this. I feel that we will be in a better position to know the relative merits of various types of management for the public sector and also will be able to control and supervise these enterprises in a much more effective way.

थी एकः एः बोरकः (मंद्रारा--रीवत---अन्स्रित वारियां) : मेरा इतदा नहीं था कि इस प्रस्ताव पर में अपनी तथ जीहर करूं तीकन में समभक्ता हैं कि यह उचित ही होगा कि नागपुर शहर में नागपुर इलेंक्ट्रिक लाइट एंड पादर हाठसं कप्पनी के संचालकों और कर्मचारियों में चल रही एक लहाई विसकी कि में छोड़कर यहां आया हूं उसके बार में अपने अनुभव पार्तमेंट के सामने रखें । नागपर में एक इसे रिट्रक लाह्ट एंड पावर हाऊस कम्पनी हैं, जो कि इसेंक्टिसिटी सप्लाई एक्ट, १६४८ के नियमान्त्रकर चलनी चाहिये। इस एक्ट के मुसाबिक ४ फीसदी से ज्यादा हि दिसे व नहीं दिया वा सकता लेकिन इस कम्पनी कं मॅनिविश हाइरॅंड्टर ऑर इसर लोगों ने यह व कर लिया हैं कि ४ फी सदी नहीं, १० कीसदी औ १४ फोसरी हिविहाँह देना चाहिए और व ह एंसा करते भी रहे हैं। यह सब कुछ बंलेंस शीर में मॉबर हैं। बेंहींस शीट से एता चलेगा कि इस कंपनी में किवनी धांधले बाजी चल रही हैं। अब उस कम्पनी के मातिकों ने वह दें किया हैं कि मचदूरों को निकास दिया जाए। और १२० कर्मचारियों को नॉकरी से इटा दिया भवा । इस पर हम उन को मिलने अप और मजर में की तक लीफें उन के सामने रखीं और कहा कि वह विचार भरते मर रहे हैं. इस को स निकाला जाए। मैं ने देखा हैं कि १६४८ इले रिट्रक सप्लाई एक्ट होते हुए भी उस की मीवियन को कंटाबीन किया जाता है और गवर्नमें इस तरक कोई ध्यान नहीं होती। नागए। इसरिक्टक लाईट एंड पावर हाऊस कंपनी के बार में ही देख लीबिए कि वहां पर अब मजदर किवनी वकलीफ में हैं और किस तरह से इस कम्पनी के माहिक इस एक्ट की प्रीविशंस को कटिबीन कर रहे हैं। इस बास्ते एक एंसी शादी की बड़ी जरूरत हैं जो कि यह देखें कि मजदर्श को बिना किसी वजह के म निकाला बार और मासिक अपनी मन मानी न कर सके ।

Government Industrial
Government Industrial
Undertakings

इस बाही को यह विधकात होता चाहिए कि वह रंखे कि कारोबार ठीव तरह से चलका रहे और उत्पादन भी बढ़ें। इस सब चीवों की रंखभात करने के तिए में यह चाहुंगा कि एक कंट्रोसिंग बाही बना दी बाए विस्तवा काम यह भी रंखना हो कि हमार देश की उपन बड़ें।

्सरी बात वां में कहना चाहता है, वह हैं एम्प्रेंस टेंश्सराइस मिल के बार्ट में वो कि नागपुर में कपड़ी का एक बहुत बड़ा कारोबार कर रही हैं। वहां भी मजदूरों को निकासर जला हैं और बड़ी जफसरों को भतीं किया जाता हैं। यह तरीका भी जन्याय मुसक हैं।

श्री एम० एम० क्रिकेरी: यह सब प्राइकेट मिल की बातें कर रहे हैं जो कि इस रैजेन्य्सन के स्कांप से बाहर हैं।

भी एन० ए० चोरकरः महार्चेट नहीं, गवर्नमेंट का भी इसमें इंटर्नस्ट हैं :

Shri Cadhelal Vyas (Ujjan): Al this is private undertaking.

Shri C. D. Deshmish: This seems to be covered by the word "otherwise" in the resolution, because Goverment bas an interest otherwise. I think, therefore, that the hon. Member is in order.

बी एक० १० बोरका: में ज्यादा न कहते हुए हतना जर्ब कमा चाहता हूं कि यह वो प्रस्तव इस सदन में पेस किया गया है यह बहुत ही जरूरी हैं और एक एसे बाही बनाई बानी चाहिए वो कि यह बंखे कि इन कम्पनियों बगेरह में काम ठीक ढंग से चसता रहे और मजदूरों को किसी तरह का नुकसान न होने पाए उन पर अत्यासा। बंद हो जाय, और उत्यादन भी दर्ख ।

भी एम० एस० हिचेशी: वहां तक परितक गँगरा का सवात हैं में सरकार को इस बात के तिये बधाई दंना चाहता हूं कि उसने एक एंसा कंदम उठाया हैं विस से दंश को उन्नठ करने में बड़ी भारी सफसता मिली हैं। में समभावा हूं कि इस सॅक्टर को वहां तक मुस्किन ही

सके बढाना चाहिए और महाबेट सँक्टर के सिए विल्कृत ही निविदंड स्कोप होना चाहिए। यह में इस कारते कहता है कि जब कभी देश में संकट आता है या तहाई छिड़ जाती है या चीजों की कमी हो उसती हैं वो उस वक्त महाबेट सॅक्टर कंवल अपने कायर के लिए और लोगां को एक्सप्लॉडेट करने के लिए ही काम करता हैं और उसकी चीड़ों के उत्पादन को बढ़ाने की इच्छा नहीं धोषी आरंग ही वह यद चाइता है कि इस में ज्वादा धन तगाया बाच विस कि देश का भला हो । इससिए वहां तक पवितक सँक्टर की बढ़ाने का सवात हैं में इसका स्वागत करता 🖒 । अब वो मृत्य प्रस्न हमार सामने हैं वह उसके प्रदन्ध का हैं। हम यह देख रहे हैं कि जितनं भी उद्योग हमार' देश में सोले बा रहे हैं उन में काम करने वाले कर्मचारियों की शर्त भिन्न भिन्न हैं और भिन्न भिन्न तरीको से वहां का काम चताया उस्ता हैं। इसके बनावा रूपये की बहुत हरीन हो रही हैं, क्योंकि एंसभात करने के सिए जो व्यवस्था इ.म.ने की हैं वह ठीक नहीं हैं । बद्द सब सरकारी कर्मचारियों पर निर्मन करता है कि वे इस रुपये को बो कि उनकी डिसपोडन पर रख दिया जाता है किस प्रकार इस्तेमान करते हैं। एक सँक्रेटरी महोदय वो कि निविद्ध कम्पनी के चेंग्रामेंन बन जाते हैं उनके पास इतना जनकास नहीं होता कि वह तमाम वीजों का सपाविजन का सकें या देखभात का सकें। कदने को तो कहा जाता है कि तमाम ईस भर में बब्द बगह काम हो रहे हैं, उनमें बड़ी भारी प्रगीत हो रही हैं और दंश बहुत उन्नीत कर रहा हैं, सेकिन में कहना खहता हूं कि रुपये का ठीक दंग से उपयोग नहीं किया जा रहा है और बहुत सा रुपया फब्दर ज्वब किया बाता हैं। में ने एक बार विस्त मंत्री महोदयासे यह पुष्ठा था कि इन सब उद्योगों में कितनी पंजी तगार्ड गई है और यन्त्री महोदय ने वाचवा किया था कि वे यह इन्फर्मिन हाकस को सप्ताई करीं। तीकन अभी तक उन्हों ने कोई एमी इन्एमें शन सप्लाई नहीं की । भे

श्री एम० एल० द्विवंदी)

मंत्री महौदय से प्छता चाहता है कि अभी तक उन्होंने ने वह इन्एक्निश्चन सप्लाई क्यों नहीं की ? क्या देश को और इस सवन को यह बीज पछने का हक डासिल नहीं हैं ? क्या इंश की और इस सदन को यह जानने का हक नहीं हैं कि यह सब उद्योग किस दंग पर चल गई हैं. क्या इन में कोई नका हो रहा है या नकसान हो रहा है. सासाना वित्तीय आंकडं क्या है इत्यारि ? में ने अपने आंकडं इकट्ठं कियं हैं और उनके अनुसार पंचवधीय प्लॅन के अन्दर आप ने प्रोगोंस विषोर्ट में लिखा है कि उद्योगों में आप जो करोड़ रुपये सर्च कर रहे हैं और जगर सभी सरकारी उचांग आप ले से तो उस में सकरीबन हो इतार करोड़ रापये न्यय होंगे। लेंकिन में विश्व मंत्री जी से पूछता हूं कि वह यह अब आंकर्ड सभी तक हमें दवों सप्लार्ड नहीं कर सके हैं । ४०० करोड रुपये को आप बबट में दिखाते हैं और इस पर आप इस सवन में बाद-विवाद करते हैं मेंकिन यह बतलाने की दक्तीय गवास नहीं की जाती कि इन उद्योगों में किसनी पूंजी लगाई गई हैं और इन का काम किस ढंग से वल इहा हैं और आशो क लिए आचिक संदर्भ से उन्तर्भ का विदार कर रहे हैं । यह सब बातें सवन के सामने जरूर आमी चाहिएं । में यह सब धार्स जानने के लिए मंत्रियों से भी जाकर मिला हूं और उब एक बात पळने के लिए में एक मन्त्री के पास बाता हूं तो वह कहते हैं कि यह किसी ट्रस्ट मन्त्री का महकमा है और आप उनके पास जाइये और वव उनके पास जाता हूं तो दह बहते हैं कि तीसर के पास जाड्ये । भी इंडियन टेनीफोन इंडस्टीड की ही बात करता हैं। जब इसके बार में में वित मंत्री की से प्लन स्था तो उन्होंने कहा कि यह कम्युनिकश्तेशाना मिनिस्टर का महकमा हैं आप एनके पास बाइये और बब में उन के मास जाता हूं तो वह कहते हैं कि आप कित मंत्री के पास बाहर्य । तां मेर कहने का मतलह यह हैं कि आज कोई युनिफों मेरी नहीं हैं कोई कोजोहीं नेमन नहीं हैं।

आब बहरत इस बात की हैं कि इन सब इंडस्ट्रीब का काम स्चाल हंग से चले और उनमें को बोर्डी नेसन हो । जाव यह दोनों ही नहीं हैं। इंडियन टंलीफोन इंडस्टीड में में ने देखा कि एक वह जफसा ने उपना साला नाँका करवा लिया और उसको माल खरीदने की जगह पर लगा दिया। जब भी कोई माल टैकर के अरिये उसे खरीदने को कहा जाता था स्रो वह कागजात को दबा कर बँठ जाता था और वन हिमांह नहत एमर्वेंट हो जाती थी तो वह कहता था कि बाजार से खरीद कर ली आए और संक्षित देश के जीव्ये वह जीज इसनी उसरी मंगार्ड नहीं जा सकती थी जितनी उल्दी उस श्रीक की ब्रह्म रत होती थी इस वास्ते उस जीज को बाजार से लोकनी खरीद करने की ही दजाबत र्छ दी काली भी ऑर वह मन माने दामों दर ही सरीद कर ली जाती थी। इस तरह से उसने काफी रुपया कमाया । आखिरकार जब प्रीबलक एकाउंट्स कमेटी ने इस की को दिल्ल किया तो उसे नौकरी से निकाल दिया गया। इस कमेटी के पास इतना बक्त नहीं हैं कि वह इन सब चीलों में जाए और यह अधिकारियों का ही फर्ज होना चाहिए कि वे इन को देखें। इतन ही नहीं जो इनकर्भशन सफाई की जाती हैं वह भी गलत सप्तार्ड की उसी हैं। अहं व टीव अई व की ही मिसाल ले लीकिए। में वहां पर गया और मैं में उनसे पछा किसनी एंसी धीज हैं जो कि आप भारत में ही बना लेतं हैं और किसनी ऐसी धीजें हैं जो कि अप बाहर से नंगाते हैं। मुझे बताया गया कि ao फसदी चीजें बाहर से मंगाई जाती हैं और 80 फसदी चीजें वहीं पर तैयार की जाती हैं। में ने पूछा कि करत उत्पादन में कितनी सीवें लगती हैं सी मुझे बताया गया कि ४००। फिर में ने प्रका कि हिट्स्तान से कितनी चीते मिलती हैं से उन्होंने कहा कि ४० : अब आप बदाजा लगाइये कि उन्होंने कितनी गलत भार कंदरिक्टरी इन्समेशन इसे सप्ताई की। पत्रमें तो उन्होंने कहा कि सिर्फ 20 की सदी

वीर्क बाहर से मंगार्ड जाती हैं और बाद में कहा कि ४० चीवें हिन्दुस्तान में पैदा होती हैं और ४४० बाहर से मंगाई जाती हैं। इन सब बीबों को देखते हुए किस तरह सं पब्सिक का दिमाग 🦩 ठीक डांग से काम कर सकता है आहे किस तरह से संसद सदस्य ठीक तरह से सांच सकारी हैं। तो बरूरत इस शत की हैं कि इस सब बीबों को आब ठीक तरह सं प्लैन करें और देखें कि इन में ठीक दंश से सर्वकिया अपन्न हैं। जब इन उद्योगों में हम बढ़ी बढ़ी रकर्म सर्च कर रहे हैं तो हमारा यह कर्ज भी हो जाता हैं कि हम देखें कि यह ठीक हांग से खर्च हो रही हैं। कोई साल भर हआ में ने एक विल वंस किया था विसमें में ने एक बोडना बना कर रखी है कि हमें चाहिए कि हम एक कंट्रीत बोर्ड की निव्कित कर विस में बहुमत अधिकारियाँ का न हो शिल्क बनता के प्रतिनिधियों का हो । बह बोर्ड हो बनला क मीतिनिधयों का । वो उन कार्यों को समझसे हों उनका उसमें प्रतिनिधित्व हो। जनतक किसी काम में एक्सपर्ट भाग नहीं लेते तबतक वह अच्छी तरह से नहीं बल सकता ! तो में वाहता हूं कि एक कंटोत बोर्ड बनाया जाय और वह जनकी विस्मेदारी रही जाय कि वह दंखें कि वो इमार उद्योग हैं जनकी किस तरह से अभे बढाया बाब, करेंसे उनकी उन्नीय की वाय और काँमे उनमें एक हुएता साथी बाय । जगर इंग्लैंड अभी सक इस मसले को इस नहीं ा पाया है तो इसका यह मतसब नहीं है कि भारत में भी एंसा करने की चयला नहीं हैं। वहां एक से एक कोन्च आदमी मॉब्ट्र हैं। आप जनको अपने विश्वास में तें तभी आपके उद्योग धर्मा करे बढ़ सकेंगे। और यदि आए बोर्ड से ब्यरोक्ट लोगों के हाच में सार्व अधिकार रहीं ने तो आपकी बड़ी बदनामी होगी । उनता में अभी भी इस दात पर चिन्ता है कि इस वाल क सरकार गलती नहीं कर रही हैं। इसलिए में वार्थना करता है वित मंत्री वॉर प्रोटक्सन मंत्री से और भी मंत्रियों से विनर्क पास सरकारी उचांग हैं कि वे इन अश्रा को संसद के सामने

लार्य क्रांक इस चीड को सफ्सवाय्चीक आगे बहाया जा सके।

Shri R. K. Chadburi (Gauhati): The Mover of this Resolution has, in spite of his Party leanings, always held the House beholden to bim. Whatever he says is heard with great respect. I personally have very great regard for him. All the same, I m compelled to disagree with him and I must whole-heartedly oppose this Resolution.

I consider that we have had too much centrol in this country over industries.

Shri M. S. Gurupadaswams: No self control.

Shri R. K. Chandheri: We are still in a formative stage. The less the State or any statutory body has a right to supervise and control, the better it would be for industry and for the country as a whole. Such a sort of Resolution may come a few years later when we will be on a firm footing so far as industries are concerned. I am afraid my words will carry little (Some Hon. Members: No, no). I think the hon, Finance Minister is already half inclined to support this Resolution. I say there is another reason for which I feel that I am out of place. It is as if we are praising a king when there is no kingdom, Sometimes, we have to praise kings even when there is not even a single kingdom. We have no industry in Assam. We are in the 7th year of freedom and the fourth year of my hon, friend's guidance of this country. We have practically no industries of a major nature, either financed by the Government or otherwise, in Assam.

By the way, I do not really under stand the meaning of the word otherwise. In our rent bills, as you must have seen, there are headings, so more for furniture, so much for flower bed, so much for this and that, and so

## (Shri R. K. Chaudhuri)

much for other services. I have always wondered what sort of other services we are getting. Some Members may be more fortunate in getting other services in their houses

#### Hon Membera: None.

Shri R. K. Chaudhusi: 1 have no dea of this word 'otherwise' in thi. Resolution.

I come from Assam and I was speaking of Assam. In Assam, we have no industries. Of course, we have a lot of cottage industries. In the memo issued by the Government of India about industrial policy, it is said that in Assam, there is improvement in the tea industry, improvement in silk rearing and other industries. 1 do not know bow far we have improved these industries. But, the credit for the improvement in the tea industry does not go to the Government at all. Although I boass of the tea there and want to induce my hon, friends to drink more tea for their own benefit, it is no credit to me nor to the credit of the people of Assam that the tea industry in Assam is what it is today. We have not contributed anything either towards its upkeep or its improvement. What that memo says and what each Member should read with great pain is that a sugar mill, a jute mill, and a paper mill are going to be shortly established in Assam. I have tried to understand the meaning of the world 'shortly'. So far as the Government is concerned, whenever that word is used, it means indefinite delay, nothing less than indefinite delay. I want to ask frankly what the Government of India has done so far for furtherance of industries in that State.

In 1946 when the people had money in their hands,—particularly after the war, some people in Assam had some money in their hands—they wanted to start a textile mill, they wanted to start a jute mill and also a paper mill. As it is known to the

non. Minister, there are very great facilities for the establishment of a paper mill in Assam, far greater than are available in any other State in India. Bamboo grows in abundence. The bamboo pulp is either exported or wasted there. There is no chance of large scale opportation on account of the communications bottle-neck. Will this House believe tnat for four months in a year, we bave no railway communication with outside Assam? There is no railway communication absolutely. Therefore, all the bamboo pulp is completely wasted and there is no chance of having a paper mill there.

Mr. Chairman: The hon. Member's time is up.

Shri R. K. Chanchurt: I shall finish in two minutes. About the textile mill, actually some spindles were purchased and some private enterprise was about to be started in 1947. Down came the Government of India saying, no private enterprise, we shall finance the entire enterprise. But, no capital was issued and no company was allowed to work. The wnole thing was entirely stopped. Two years afterwards, the Government of India said that they are not going to nationalise any of these industries.

asy that I should not like to have any Resolution which might fetter the hands of the Government at the present stage which might interfere with the inward working of the industrial organisation. The least we could do is to establish industries where such industries are urgently needed. I would appeal to my hon-friend....

Mr. Chairman: Order, order, I cannot allow the hon. Member to go on. His time is up.

Shri E. K. Chandhurk May I daish the sentence?

Mr. Chatrman: It should not be a complex sentence.

Shri R. K. Chaudhuri: A simple sentence. It is this, I would appeal to the hon. Mover of this Resolution and come forward with a similar Resolution when Assam has become a big industrially organised State.

Shri C. D. Deshmukh: Contrary to the half-hearted apprehension of the speaker who spoke last, I rise to oppose both the main Resolution as well as the amendments moved to it.

So far as the Mover of the Resolution is concerned, I must protest against the somewhat vague terms in which he has made reference to the observations made by me. Be says that the Finance Minister bas made certain observations in respect of this problem and he appears to my mind to have practically conceded the case for such a body. I have re-read my speech, and I cannot find anything in suport of observation. Anyway, he is welcome to d'aw whatever inference he can from the words which I uttered on that occasion.

#### Shri Raghavachari: rose-

Shrl C. D. Deskusukh: I have got go time. Sir.

Then, he said that the Finance Minister in his own language put it "in good time". I have again failed to discover in my speech the words in good time". At one place I have used the words "at the proper time", and in another place I have used the words "in fullness of time", but I have never used the words "in good time", and those words have been used in quite a different context.

In re-reading my speech I discovered that so far as the general assue of management of Government concerns is concerned, I said:

"So far as the general finite is concerned, it is that of the efficient conduct of State enterprises, and I reposit think it would have been desirable had we had full-dress debate on the general issue of how to manage State enterprises".

And therefore in a coase 1 welcome this discussion that has been initiated by this particular Besolution aithough I am very disappointed both by the content of the discussion and the form in which this decommendation has been couched. would have been very much better and greatly to our advantage had we first studied the different fortns that are in existence in this country. that are in existence other countries and gleaned what their experience in the matter has been, waited for, as I suggested, a certain amount of further experience on our part and then uncertaken this debute in order to clear our ideas. It would not then nave been nex essary to extress our conclusion in one particular form. What I mean is, we might easily have come to the conclusion that in some cases & departmental management is best. in other cases perbaps a company form of management would be preferable, and in certain other cases, again, perhaps some form of corporation would be the most suitable form in which to manage a Government enterprise.

Anyway, we are here in the midat of this discussion and I have to answer now the few points that have been raised. Before I do so, I should like again to draw attention to what would be regarded as a constitutional platitude, viz., that so far as distribution of power is concerned, there is nothing mill-way between Parliament and the executive. Parliament has its own defined functions. and the executive has its own functions and any other kind of body that is set up must either be a Parliamentary body or must be subordinate, finally, in some respect or the other, or subject to the policy and direction of the executive, and therefore I cannot understand how

## [Shri C. D. Deshmukh]

merely the setting up of a statutory corporation to supervise would solve difficulties which some hon, Members have experienced in this matter. Because, even # we were to set up such a body, the operations of that body would have to be related to the operations of some partlcular Ministry and a particular Minister would have to be responsible to Parliament in his individual capacity, and may be also as a member of the Cabinet. Moreover, if Government itself, as an executive body. is unable to exercise the proper kind of supervision, what hope is there for any other statutory body to be created by Parliament-not by the Constitution, but by Parliamentto be able to exercise such authority? Because, a time will soon come when we shall have such a large number of enterprises that no single body will be able to direct their policies or to supervise their operations. And in any case, that function is a function which belongs properly to the executive Government.

Now, since that last debate flook place, a few developments have taken place to which I should like to refer. One is that a Production Committee of the Cabinet has been formed. That consists of Ministers apart from the Prime Minister and Finance Minister—who have something to do with Government en terprise; may be Railways. fence, the Production Minister, the Commerce and Industry Minister, the Communications Minister. the Rehabilitation Minister. and one or two other Minlsters who have anything to do with a Government enterprise, is a member of that Committee. Therefore, there is a certain amount of specialisation hadde the Cabinet for purposes of supervising and controlling the operations of Government enterprises.

Secondly, you will remember, Sir, I said that in so far as the company form was concerned, we were con-

sidering whether something should not be introduced into the Company Law (Amendment) Bill in order to provide for either some special concessions or some special responsibilities so far as Government enterprises are concerned, that is to say the companies in which the Government has a majority share. Now, I have here a draft of Chapter which we wish to bring before the Select Committee course of time, and I do not thinkand I apologise beforehand—I committing any breach of privilege, but as the matter is relevant. I should like to give an indication so far as audit is concerned of the direction in which our mind is running. Now, here is a draft:

"In the case of a Government company, the following provisions shall apply:

"Notwithstanding anything contained in sections 209 to 218, the Comptroller and Auditor-General of India shall have the power to direct the manner in which the company's accounts shall be audited by the auditor...."

and so on and so forth.

What I say is it is open to Parliament to ensure—whatever the form of the company may be, whether it Is a private limited company or not—that it is subjected to the audit of the Comptroller and Auditor-Geneval. Now, with that effected, if Parliament approves of that, a great deal of the uncertainty which surrounds this subject will have disappeared.

Then there was a complaint by an hon. Member that he was not able to get information from the Finance Minister. Unfortunately, the Finance Minister is not the collecting agency of all the information required by hon Members.

Shri M. L. Dwivedi: But you pro-

Preduction

Shri C. D. Deshmukh: I may have promised. I may have been very imprudent, but what I said was that the information with regard to these Ministry's enterprises would be available from the Production Minister. A great many balance sheets have since been published, and it will be open to the hon. Memher to collect them and then draw nis own conclusions. Therefore. do not think that his charge that he is unable to get information from

Shrl M. L. Dwivedi: I went to him and requested him to supply the information and be agreed, I also wrote a letter to him.

Government spokesmen is justified.

The result has come about because

he followed the wrong method.

Shrì C. D. Deshmukh: I may have been over-anxious to oblige the hon-Member, but I think that the labour I had undertaken was too much for me and that was information which he should have collected. I should like now only to refer to one and that is: in cermore matter. tain countries there are Commercial Corporation Acts or Crown Corporation Acts. Those Acts are of a general nature outlining the main incidence of Government corporations, if that is the form In which we wish to operate Government enterprises, and I have a specimen here which relates to Canada. There is a State called Saskatchewan which is rather socialist in its outlook, and therefore with a large number of undertakings of this kind, and there, apart from the usual provisions-there is a provision for acquisition of property and the rights and so onthere is this provision:

"For the purposes of the duties and exercise of the powers imposed or conferred upon a Corporation by or pursuant to the provisions of this Act, the Corporation shall be responsible to such Member of the Executive Council as may be designated by the Lt-Governor in Council".

Statutory Body to con- 3266. trol and supervise Government Industrial Undertakinga

My point is that no matter what kind of corporation you create, that. corporation must finally be subject tothe general direction and guidance of some limb of the executive, and there is no way of getting over the position.

Now, the only other matter left. is that of a Parliamentary Committee which should go into some of thesematters, that is to say on behalf of. Parliament That is entirely a different issue which has not been argued: nere by the hon. Member.

As I said, we ought to wait for a little more experience before weconsider this and if we find that the Estimates Committee and the Public Accounts Committee cannot deal with these matters, then we might consider this expect of the case in the fullness of time.

Shri K. C. Reddy: So far as the mam issues that have emerged fromthis debate are conceined, my homcolleague the Minister of Finance has. sufficiently answered those points. It remains for me to refer to some general aspects that have been the subsect matter of criticism or comment by some of the bon. Members whonave participated in this debate. I entirely agree that the State will nave to play an increasingly greater rote in the industrialisation of this: country. In recent times, several State undertakings have been established, and they are running, I should say, by and large, lo a very satisfactory manner. There seems to be an impression that State undertakings by their very nature are not capable of being managed and supervised in a sufficiently efficient way. I for one would take exception tosuch an observation for my experience of the working of the State industrial undertakings, and also on the basis of experience of others who are in charge of some of these State industrial undertakings, I am in a position to say that there is nothing on which. we should feel disappointed as regards the menner or the way in

[Shri K. C. Reddy]

which the State undertakings are being worked now.

The second point is this. There seems to be an assumption on the part of several Members who have spoken, and also in the minds of some others that there is not a proper mechanism for the supervision and control of these State undertakings, and that something should be done in order to tighten the supervision and control, in order to safeguard the public funds that have been invested in the building up of these State undertakings.

As has been pointed out already, there are three or four different patterns of management of State undertakings. There are what are known as departmental undertakings, like the Railways, the Posts and Telegraphs Department, the Chittaranjan Locomotive Workshop, the Integral Coach Factory, etc. So far as those undertakings are concerned, Government manage them departmentally, and Parliament has got absolute powers of control over the working of those undertakings.

Then, there are corporations which have been set up by statutes. Parliament itself has laid down in the specific Acts which have created these corporations, as to what extent Parliament could control the work of such undertakings, and in what way those corporations have to be administered; and in accordance with those statutes, the supervision and control of Parliament is prescribed.

Then, we have these new undertakings that have come into existence, for which management has been secured by the establishing of companies under the company law. It is with regard to these that there seems to be a certain amount of apprehension in the minds of Members. It has been pointed out already that this form of management has been decided upon with a view to securing, in the course of the working of these undertakings, a certain flexibility, and

also in order to ensure that the initiative of the management is not hampered in any way by undue restrictions or by unnecessary supervision and control. It la for the purpose of running these concerns on commercial lines, and in a businesslike manner that this form has been thought of and decided upon, by Government. We have yet to see how this method will work, and we have got to feel our way and then try and find out if any other form of management is more satisfactory. As the hon. Minister of Finance pointed out, we are not in a position now to take any fresh decision. We have got to feel our way, and we have got to find out how these industrial undertakings are being worked. We have also to find out the experience of other countries, and then we have to come to a conclusion as to whether there is any necessity for making a departure from the present practice that we are following.

A reference was made to the practice prevailing in the U.K. I think the hon. Member who moved his Resolution said that a decision has been taken there to set up a special committee of Parliament or a Parliamentary Committee of the kind that be is advocating here. In respect of that, I am in a position to state that the Government of U.K. have not taken any decision so far on the lines that be indicated. It is true that about three or four years ago, a special committee was set up by Parliament to go into this very important, and if I may say so, complicated question. That Committee of Parliament did recommend that a special Committee of Parliament should be constituted in order to go into tertain aspects of the working of these State undertakings. It was not for the purpose of supervising and controlling all State takings that this was suggested. It was specificelly stated that no control of any stick kind could be vested in a special committee of the kind

that was in view. It was only with a view to bave a sort of general review of the working of these concerns, to get the annual reports, and the other statements regarding the working of these companies, and to discuss them in a general sort of way, and to concentrate their attention mainly on questions of policy. etc. It was not the intention to vest that Select Committee that was proposed with any powers of supervision and control Even that restricted proposal that emerged from out of the deliberations of Parliament has not been approved as yet by the U.K. Government, and the position in UK. is still at that stage. Even in the other countries, there is no special

committee of the kind, that is now

proposed, to supervise and control

industrial undertakings. So, here is

something which is being suggested

at a time when we are still in the

beginnings of the industrialisation of

our country, and when the State bas

decided to play an increasing role in

the establishment of these under-

takings

So far as the existing meabod of supervision and control is concerned, in respect of these companies which have been constituted, the hon. Member Shri A. M. Thomas has pointed out certain aspects of the matter. The Boards are constituted by the Ministries concerned. It is not as if the industrial undertakings managed by the State are in the control of one Ministry. They are under the control of several Ministries. But that is a different question. The Boards are constituted by the Ministries concerned, and they are in charge of the management of these concerns. So far as Government are concerned, they have got general powers of supervision and control over the working of these Boards. So, it is not as if there is no supervision or control over the working of these Boards: Government are ultimately responsible to Parliament, So, this is the mechanism that we have got

trol and supervise Government industrial Undertakings

The articles of association of the various companies that have been constituted provide for certain checks and balances with regard to the working of these companies. As already pointed out, the money required for setting up a State industrial undertaking has got to be voted by Parliament, and any further addition of capital has also got to be voted by Parliament. And in recent times, we have been placing the annual reports, the profit and loss accounts and the balance sheets of the various companies on the Table of Parliament or in the Library. There are sufficient opportunities for Parliament to discuss, if they so choose, the working of these concerns. They can raise debates of this kind, they can raise balf an hour debates, and as the House is aware, a number of questions is being asked on several aspects of the working of these company form of State undertakings. In fact, if I may say so, there are more questions in respect of this type of undertakings than in respect of, for example, the Ordnance Factories or other Government undertakings. which are departmentally managed. So, it is not as if Parliament has no opportunity to focus its attention on the working of these State undertakings. They have got plenty of opportunities, and it is also open to them to ask for a debate on the working of these concerns, when annual reports and the balancesheets are placed on the Table of the House. So, I submit that the House has got sufficient opportunities to go into the working of these concerns. There is hardly any necessity for any special body of the kind that is proposed to be set up now and here, or as the Resolution says, immediately. Also, it has been pointed out that the Resolution is very wide in its scope. In fact, literally interpreted, this Resolution will bring within its orbit all industries, not merely State undertakings, but also industries in the private sector. That is one defect of the Resolution as it is worded. But the speeches that followed,

## [Sbri K. C. Reddy]

any rate, the speech of the hon. Member who moved this Resolution. seemed to indicate that he had in mind more specially these new undertakings that have come into existence, and for which companies have been formed. I may be wrong, but that is the inference that I gathered from his speech. But other Members who followed seemed to think that other industries also should be subjected to this overall control and supervision of the statutory body. For example, the hon Member Shri M. S. Gurupadaswamy, who spoke, said we have no control over the defence industries. Some other Member said, we have no control over the Chittaranjan Locomotive Workshop.

Some others referred to certain industrial undertakings. So it seems to me that there is a lot of divergence of opinion amongst Members themselves as to what exactly they want. Their intention is one thing; their expression, the language in which the Resolution is worded, is a different thing, and there is no clarity so far as the purpose of the hon. Member is concerned. So it seems to me that it is not possible to accept either the Resolution or the amendments that have been moved in substitution of the Resolution.

I would like to say a word about the amendments. Sbri B. K. Das wants only an advisory committee to advise the Government or the Ministry concerned with regard to matters of supervision and control. During the course of his remarks, he also said that in the past we bad parliamentary Standing Committees, which are no longer functioning. were these Standing Committees abolished? At the time when the Standing Committees were functioning, there was, if I may say so, no democratic Government functioning. Now we have got a responsible Government which is responsible to Parliament. That was one of the main reasons why the Standing Committees were abolished on the basis that

they were no longer necessary. So his suggestion practically amounts to a revival of the constitution of these parliamentary Standing Committees in so far as the Ministries which are in charge of industrial undertakings are concerned. I would like to point out also that recently Government have taken a decision to constitute informal Consultative Committees. These informal Consultative Committees have begun to function since the last few weeks and it is just possible that the working of these Committees will proceed in such a manner as to fulfil the function he has perhaps in view. So in the light of that also, it is not necessary to go in for a separate advisory committee of the kind that he has suggested

The other amendment refers to a Committee to be constituted for the purpose of studying this question, for the purpose of going into this question, and then reporting to Parliament I do not think there is any necessity for that also, because debates have taken place on the floor of this House once or twice and there are other ways also of making known the opinions of the Members with regards to this very important question. The time is not opportune for setting up a Committee of the kind that is suggested by that amendment.

So on all these grounds, 1 do not think it is possible for Government to accept either the Resolution or the amendments that have been moved to substitute that Resolution.

Shri B. K. Das: i beg leave to withdraw my amendment.

Shrt S. N. Das: I also wish to withdraw my amendment.

The amendments were, by leave, withdrawn.

### Mr. Chairman: The question is:

"This House is of opinion that Government should immediately set up a Statutory Body to exercise general supervision and control of such industries where the

for Scheduled Castes
and Scheduled Tribes

Government has whole or substantial interest, either financial or otherwise."

The motion was negatived.

RESOLUTION RE DEPARTMENT OF WELFARE FOR SCHEDUL ED CASTES AND SCHEDULED TRIBES

Shrl Brohmo-Choudhury (Goalpara-Garo Hills...Reserved-Sch. Tribes): I beg to move:

"This House is of opinion that a Department of Welfare be created forthwith to function under a separate Ministry for appropriate measures to be taken for ameliorating the conditions of the Scheduled Tribes. Scheduled Castes and other Backward Classes."

There are 51 million Harijans, that fs, Scheduled Castes, 19 million Scheduled Tribes and 20 million other backward classes in the country. The tribals, Scheduled Castes and backward classes are all backward people; they are backward educationally, economically and socially. We have given a solemn pledge in the Constitution that we shall improve the lot of these people. Article 46 of the Constitution lays down the directive principle of State policy in this respect. It says:

"The State shall promote with special care the educational and economic interests of the weaker sections of the people, and, in particular, of the Scheduled Castes and the Scheduled Tribes, and shall protect them from social injustice and all forms of exploitation".

A special reservation of seats in the State Legislatures and in Parliament has been given to the Scheduled Tribes and Scheduled Castes for a period of ten years since the commencement of the Constitution. Al-

ready three years are over and now it is expected that within the next seven years we shall have to improve the lot of these backward classes. Scheduled Castes and Scheduled Tribes. But let us examine how we are going to fulfil this solemn pledge. The tribal people generally live in the hill regions and in the forests. They are very poor and they are cut off from all civilisation. If you travel over the tribal area, you will find that there are practically no roads, and though after independence a few roads have been constructed. the conditions of these roads are not good. More roads should be tructed in these areas, but Government have not paid full attention to these people. We have to see that we fulfil our solemn pledge to improve the lot of these people. These people cannot get the markets for their products; they cannot get the opportunity to mix up with our advanced brothers; our advanced people, those who want to work amongst them, cannot get the opportunity to go there. Therefore, the difference is growing up. Adequate amounts should be granted so that roads are constructed in the tribal areas and also in areas where the Scheduled Castes and other backward live, because what is true in the case of the tribal people is also true in the case of the Scheduled Castes and other backward people. They are also very poor and proper attention is not paid to these people by the Government. These tribal and other backward people generally live in 15terior areas where they cannot get the opportunity of educating their children in schools. These people are very poor and therefore they cannot send their children to far distant places for education as they cannot afford the huge expenses. Therefore, adequate number of schools should be opened in the tribal areas and backward areas. Adequate scholarships should be given to the children of these backward people. The inadquate amounts that are granted do not serve the purpose at all.