# 7817Statement re<sup>.</sup> P and T. SEPTEMBER 11, 1969 Motion re: Report of 7812 Board the State Trading Corporation of India Limited

## [Dr P. Subbarayan.]

that would devolve upon him He would also be competent to deal with the P & T matters on behalf of the other appropriate wings of the Finance Ministry The Ministry of Home Affairs have also agreed to confer on the Director-General, Posts and Telegraphs such powers as may be needed for the efficient functioning of the Board

Further details as to the enhanced powers that will be exercised by the Board, the procedure which would be followed and other consequential matters are actively under consideration As soon as that consideration is complete and the matter is finalised, the Ministry of Communications will issue final orders reconstituting the Board on the lines I have mentioned I need hardly assure the House that every possible attempt would be made to bring the Board into being as early as possible I am hoping that probably before, but in any case during the time, the next Session of Parliament meets, the Board shall have started to function

Shri Hem Barua (Gauhati) Su. the powers given to the representative of the Ministry of Finance on this Board are likely to over-weigh against the collective powers enjoyed by the Board itself, because where there is a difference between the representative of the Ministry of Finance and the rest of the members of the Board, the representative of the Ministry of Finance has the power against the wishes of the other members of the Board, to bring the matter to the Finance Ministry Therefore, this representative is put there as a check-post, and the powers given to the Board are all neutralised by the over-weighing powers that are given to the Member from the Finance Ministry

Dr. P. Subbarayan: As I have mentioned already, if the Financial Adviser differs from the majority of the Board, the matter would be referred through the Secretary, Ministry of Communications, to the Minister of Communications and his order will be final; but if the Financial Advisor feels that it is not correct, he could refer the matter to the Minister of Finance

#### 12.15 hrs

MOTION RE REPORT OF THE STATE TRADING CORPORATION OF INDIA LIMITED

Mr. Deputy-Speaker: We will now take up the next item. Shri Ram Krishan Gupta may move his motion.

Shri Ram Krishan Gupta (Mahen-dragarh) Sir, I beg to move

"That this House takes note of the Second Annual Report of the State Trading Corporation of India Limited for the period ending the 30th June, 1958, laid on the Table of the House on the 29th April 1959"

मिन्टर डिग्टी स्पीकर सर, यह जा तूमरी रिपोर्ट हाउम के टेबिल पर रखी नई है इसका दलने से पता चलता है वि इस साल के सन्दर काफी से ज्यादा तरक्की हुई है। हालांकि रास्ते में बहुत सी डिफिकल्टीज भी सायी जिनका कि रिपोर्ट में बास तौर पर जिक किया गया है। उममे कहा गया है।

"In the second year of its existence, your Corporation has had to face heavy odds. There was a world-wide decline in economic activity, initiated by the recession in the United States."

#### Then it says

"The set-back in industrial activity, the decline in purchasing power and the deterioration in the terms of trade placed serious impediments in the way of the country's effort to augment export earnings."

मेरे. कहले या मतलब यह है कि इतनी विकारों के बावजूद भी जब हुए पहणी

Trading Corporation of India Limited

साल की रिपोर्ट का इस साल की रिपोर्ट से मुकाबला करते हैं तो पता चलता है कि आर्थिक दृष्टि से काफी से ज्यादा उन्नति इर्द है।

पिछली साल जब कि पहली रिपोर्ट शर बहस हो रही थी तो श्री मोरारजी देसाई ने जो कि उन दिनों इस मुहकमे के मिनिस्टर थे उस बहस का जवाब देते हुये श्रह फरमाया था:

"I think that it will be possible to give a better account next year."

और इस रिपोर्ट को देखने से पता चलता है कि यह बात काफी हद तक पूरी हो गई है क्योंकि इस साल के काम का एकाउंट पिछले साल से काफी बेहतर है। मिसाल के तौर पर जहां तक ग्रास प्राफिट का सवाल है वह सन् १६५६-५७ में इसी पीरियड के प्रन्दर ३५.४२ लाख के करीब था, जो कि इस साल दो करोड से भी ज्यादा हैं। इसी तरह से टोटल टर्न स्रोवर में भी आज काफी इजाफ़ा हम्रा है । डिवीडेंड का जहां तक सवाल है, पहले साल यह सिर्फ ६ परसेंट दिया गया था. इस साल ७ फी सदी कर दिया गया है। सीमेंट के इम्पोर्ट में पहले साल में भी काफी कमी हई थी लेंकिन इस साल यह तकरीबन तमाम बन्द हो गया है। यही नहीं हमने एक्सपोर्ट भी शरू कर दी है। तो इन तमाम बातों से यह कहा जा सकता है कि इस साल में पिछले साल से काफी से ज्यादा उन्नति हो चुकी है। लेकिन ग्रगर हम तमाम देश के ग्रन्दर पिछले साल इम्पोर्ट ग्रौर एक्स**पो**र्ट हुआ उसका इससे मुकाबला करें तो मैं यह कहे बगैर नहीं रहंगा कि जितनी तरक्की होंनी चाहिये थी उतनी तरक्की नहीं हुई हैं। मिसाल के तौर पर सन् १६५७-५८ में कूल इम्पोर्ट १३१५ करोड़ से ज्यादा इसी तरह से एक्सपोर्ट भी ६०३ 230 LSD-5.

करोड़ के करीब थी। लेकिन इस कारपोरेशन का तमाम टर्न श्रोवर एक्सपोर्ट ग्रौर इम्पोर्ट दोनों को मिला कर २६ करोड़ के करीब बैठता है, जो कि बहुत कम है। इसलिये मैं यह कहंगा कि हमें इसके काम को बढ़ाने की पूरी कोशिश करनी चाहिये ग्रौर इसके लिये यह जरूरी है कि ग्रौर भी बहुत सी चीजों के ग्रन्दर स्टेट ट्रेडिंग इंट्रोड्यम की जाये।

इस साल के ग्रन्दर जो सास एचीव-मेंट हये हैं उनमें सबसे ज्यादा जरूरी बात यह है कि न्यू मारकेट्स को तलाश करने के लिये बहुत ज्यादा कोशिश की गई है। एक्सपोर्ट को भी बढाने की काशिश की गई है ग्रीर इसके साथ-पाथ जो जापान के साथ दो मिलियन टन ग्रायरन स्रोर देने के लिये नया एग्रीमेंट किया गया वह इस कारपोरेशन का बहुत बड़ा एचीवमेंट हैं। मुझे पूरा विश्वास है कि इन तमाम बातों के होने के बावजूद भी इसके काम को बढाने की ग्रीर भी ज्यादा कोशिश की इसके लिये मैं दो चार तजवीज हाउस के सामने रखना चाहता हूं मुझे पूरा विश्वास है कि उन पर पूरा विचार किया जायेगा

जैसा कि मैंने पहले कहा था, हमारे तमाम देश की जो एक्सपोर्ट श्रौर इम्पोर्ट है उससे जब हम एस० टी० सी० के काम का मृकाबला करते हैं तो वह बहुत कम मालूम होता है । इसके लिये मेरी तजकीज यह हैं कि दो चार चीजों के अन्दर तो खास तौर पर इसको इंट्रोड्यूस किया जाये । सबसे पहली मेरी तजकीज मैंगनीज श्रोर के बारे में हैं । मुझे यह देख कर बड़ा दु:खा होता है कि पिछले साल कारपोरेशन ने कुल ४४ लाख टन मेंगनीज श्रोर एक्सपोर्ट किया जब कि टोटल एक्सपोर्ट १३ या १४ लाख टन के करीब था । इसको बढ़ाने की बहुत ज्यादा जहूरत है ।

[Shri Ram Krishan Gupta]

इसी तरह से फिल्म इंडस्ट्री है जिससे कि बहुत ज्यादा फारिन एक्सचेंज मिल सकता है। मेरी प्रार्थना है कि इसके अन्दर भी इस स्कीम को लागू किया जाए। मेरा ख्याल है कि ऐसा करने से देश की आमदनी बढ़ेगी और उसको देश की तरक्की के कामों में इस्तैमाल किया जा सकेगा।

12.21 hrs.

[SHRI BARMAN in the Chair]

इसके साथ साथ दूसरी बात मैं पैट्रो-लियम प्रोडक्ट्स के बारे में कहना चाहता हं। इसके मुताल्लिक दो तीन दफा पहले भी हाउस में जिक ग्राया है ग्रौर थोड़े दिन हए इस बारे में एक सवाल किया गया था। उस सवाल के जवाब से पता चलता है कि फारिन कम्पनीज जिन्होंने इस काम के अन्दर हिन्द्स्तान में मानापली हासिल की हुई है सालाना कितना ज्यादा म्नाफा हासिल कर रही है । मेरी यह खास तौर पर अपील है कि इस काम को जरूर स्टेट ट्रेडिंग कारपो-रेशन ग्रपने हाथ में ले। ग्रगर मैं उस सवाल का जवाब हाउस के सामने रखं तो ग्राप इसका ग्रन्दाजा लगा सकेंगे । सितम्बर सन १६५६ में ही यह सवाल हाउस के सामने श्राया था। उसका जवाब जो दिया गया उससे पता चलता है कि सन् १६५७ में जो पेट्रो-लियम कम्पनीज श्रीर रिफाइनरीज यहा हैं उन्होंने करीब १४६२ करोड़ मुनाका हासिल किया। पिछले साल भी इसकी तादाद १२०० करोड़ के करीब है। मेरी यह अपील है कि इस काम को जरूर स्टेट ट्रेडिंग कारपोरेशन ग्रपने हाथ में ले श्रीर मैं ऐसा महसूस करता हूं कि ऐसा करने से देश को बहुत ज्यादा फायदा होगा । यह सवाल कई दफा पहले भी उठाया गया है कि इस तमाम काम पर फारिन कम्पनीज ने मानेपलीज हासिल की हुई हैं।

मैं समझता हूं कि स्टेट ट्रेडिंग कारपोरेशन इसलिये कायम किया गया था कि जो देश

के एक्सपोर्ट और इम्पोर्ट से प्राइवेट लोगों को बड़ी ग्रामदनी हो रही है उसको यह कार-पोरेशन हासिल करे और उसको सोमाइटी में सोशलिस्टिक तरीके से बांटा जाए । अगर श्राज हम इस दष्टि से इस सवाल को देखें तो मैं यह कहे बगैर नहीं रहंगा कि हमें इसमें ज्यादा कामयाबी नहीं हुई । दो साल पहले जबिक यह कारपोरेशन कायम नहीं हमा था उस वक्त के हालात का ग्रगर हम ग्राज के हालात से मुकाबला करें तो मैं यह कहें बगैर नहीं रहंगा कि हमें प्री कामयाबी नहीं हुई । इसलिये आज सबसे वड़ा सवाल हमारे सामने यह है कि वह कौन से कारण थे जिन के कारण हमें पूरी कामयाबी नहीं हुई । कार-पोरेशन का जो मैमोरेंडम आफ एसोसिएशन है उसके मुताबिक हम हर किस्म के काम पं एक्सपोर्ट ग्रौर इम्पोर्ट कर सकते थे। इसके ग्रन्दर कहा गया है :

"The objects for which the Company is established are to organise and effect exports and imports from and into India of all such goods and commodities as the Company may, from time to time, determine, and the purchase, sale and transport of and general trade in such goods and commodities in India or anywhere else in the world, and to do all such other things as are incidental or conducive to the attainment of the above objects".

मेरे कहने का मतलब यह है कि एस टी॰ सी॰ के काम पर कोई रेस्ट्रिकशन नहीं है। बल्कि मैं तो यह कहूंगा कि बहुत सी फ़ैंसिलिटीज जो कि एस॰ टी॰ सी॰ हो मिली हुई हैं, वे प्राइवेट कम्पनियों को नहीं मिली हुई हैं। इसके वावजद भी काम में जितनी तरक्की होनी चाहिये थी, वह नहीं हुई। उसका क्या कारण है? हमें ग्राज उस बात का पता लगाना है। में तो यह कहूंगा कि इस का सबसे बड़ा कारण यह है कि इस का एक्सपोर्ट और उस्पोर्ट ट्रेड को रेगलेट करने का जो तरीका था, वह बहुत ज्यादा डिफ़ेक्टिव था । मैंने इस रिपोर्ट को गौर से पढ़ा है और उसने मझे यह पता चला है। मेरी समझ में नहीं स्राता कि एक तरफ़ तो सरकार टेड को श्रपने हाथ में लेती है और दूसरी तरफ उसकी डिस्टिब्यशन का काम उन्हीं इम्पोर्टर्ज श्रौर मशहर एजेण्टस को दे देती है, जिनसे कि उसने काम हासिल किया है। मैं यह बात जानना चाहता हं कि एस० टी० सी० का क्या फंक्शन है। क्या उसका काम महज कमीरान वसूल करना ही है, या इस काम को एक अच्छे ढंग से एक अच्छे तरीके से चलाना है ? दूसरी बात मैं यह भी कहना चाहता है कि इसका क्या रिजल्ट हथा, जो हमारा यह मक़सद है कि हम एस० टी० सी० को इसिनिये इन्टोडयम करना चाहते हैं कि देश की ग्रामदनी से देश को फायदा हो सके ग्रौर स्टेट का एक्सचेकर बढ़े। उसमें हमें इसी लिए ज्यादा कामयाची नहीं हुई क्योंकि तमाम प्राफ़िट, तमाम मनाफ़ा बदस्तर उसी तरीके से चन्द बड़े बड़े कैपिटलिस्टस के हाथ में, इम्पोर्टर्ज के हाथ में जमा हो रहा है, जो कि पहले भी इस विजिनेस को कंट्रोल करते थे। इतना फर्क जरूर है कि थोड़ा बहुत कमी-शन इस कम्पनी को मिल जाता है। इसलिये मेरी अपील है कि सारे सिस्टम को री-आर्यनाइज करना चाहिये, ताकि एक्सपोर्ट श्रौर इम्पोर्ट पर हमारा ज्यादा से ज्यादा

इस सिलसिले में मैं यह भी कहना चाहता हूं कि इस काम को चलाने वाले जो आफ़िसर्ज हैं, वे विजिनेसमैन की तरह में इस काम को नहीं चलाते हैं। जिस तरह में एक विजिनेसमैन अपने काम को खुद चलाता है, उसके नफ़ा-नुक्सान का ख्याल रखता है, उस लिहाज से यह काम नहीं किया जा रहा है। अगर इस तरीके से काम किया जाता, अगर हर एक काम में माम्ली सी भी अक्ल-

कण्टोल बढे श्रौर उससे हम ज्यादा से ज्यादा

फायदा उटा सकें।

मन्दी से—प्रुडेंस से—काम लिया जाता, तो हालात और भी अच्छे होते । इसके लिये में दो चार मिसालें इस हाउस के सामने रखना चाहता हूं।

India Limited

इस साल सेंट्रल गवर्नमेंट ने जो एप्रा-प्रिएशन एकाउण्ट्स की रिपोर्ट पेश की है, उनमें इस किस्म की टो तीन बातों का सफ़हा १६ पर जिक है और आप को यह मुन कर हैरानी होगी कि बाहर जो हमारे डेलीगेशन जाते हैं, या शो-स्म वगैरह बनाये जाते हैं, उन में कितनी लापरवाही से काम लिया जाता है। सबसे पहली बात जो मैं इस बारे में हाउस के सामने रखना चाहता हूं, उसका जिक इस रिपोर्ट के सफ़हा १६ पर किया गया है—

"Avoidable double expenditure on rent of a showroom and a residential flat abroad: With a view to expanding the market for Indian goods, Government decided in February, 1957, to open a showroom in a foreign country. Some premises were taken on lease for one year on 2nd November, 1957.... But the showroom actually opened on the 30th October, 1958".

भ्राप भ्रन्दाजा लगा लें कि मकान कब किराये पर लिया गया और योज्यम कब खोला गया। इसमें कोई ज्यादा खर्ची नहीं हुआ, लेकिन यह एक उसल की बात है। ग्राज हमें इस बात पर सोचना है, क्योंकि यह सवाल बड़ा ग्रहम है श्रीर इस किस्म के रेजोल्यशन हाउस में वहत दफ़ा ब्राते हैं कि जिस काम को स्टेट ब्रपने हाथ में ले, जिस ग्रंडरटेकिंग की ग्रपने हाथ में लिया जाये. उस को किस तरीके से चलाया जाय और मेरी यह राय है कि इस तमाम मामले पर सीरियलर्वा विचार होना चाहिये, क्योंकि हम चाहते हैं कि जिस काम को भी नैशनलाइज किया जाये, जिस ट्रेड में भी स्टेट ट्रेडिंग इन्ट्रोडयस की जाये, वह कामयाब हो, क्योंकि उसकी कामधात्री पर देश की तरक्को का दारो-मदार है और जो हम मोशलिस्टिक

[Shri Ram Krishan Gupta] पैटनं भ्राफ सोसाइटी कायम करना चाहते हैं, उसका दारोमदार है ।

इस रिपोर्ट में आगे चल कर कहा गया है कि एक अफ़सर के लिये एक रेजीडेंशियल फ्लैट १ अप्रैल, १६५८ को लिया गया, लेकिन वह अफ़सर साहब फ़रवरी, १६५६ तक बाहर नहीं गए। इन तमाम बातों को हाउस में रखने में मेरा मकसद यह है कि हमें इस बात की तरफ पूरा ध्यान देना चाहिये कि जिस काम में भी स्टेट ट्रेडिंग इन्ट्रोड्यूस की जाये, उस को ऐसे ढंग से चलाया जाय, जैसे कि एक आम आदमी, एक आम दुकान-दार अपना काम अपने तरीके से चला सकता है, वर्ना हमें इस में ज्यादा कामयाबी नहीं होंगी।

इसके बाद में ट्रांसपोर्ट के बारे में भी कुछ कहना चाहता हुं। इस किस्म का एक सवाल हाउस के सामने जो स्राया था स्रौर वह सवाल यह था कि बाहर से जो माल स्टेट टेडिंग कार्पोरेशन मंगवाती है, वह अपने जहाजां ने--हिन्दुन्तानी वैसल्ज में नहीं मंगवाती, बल्कि वह ज्यादातर बाहर के जहाजों से माता है। इस बात की तरफ़ भी ध्यान देने की बहत ज्यादा जरूरत है श्रीर मेरी यह अपील है कि कम से कम स्टेट टेडिंग कार्पोरेशन को तो तमाम माल हिन्द-स्तानी जहाजों में मंगवाना चाहिये । मैंने इस बात का पहले भी जिक्र किया था कि ग्रगर सरकार वाकई यह चाहती है कि स्टेट ट्रेडिंग कामयाब हो, एक्सपोर्ट ग्रीर इम्पोर्ट बढ़े, तो जैसे जो कमेटी १६४७ में मकर्रर की गई थी और उसकी यह रिपोर्ट थी--

"The Commerce Department should take over the administration of the Transport Department to some extent." हमें उस तरफ़ कार्यवाही करनी चाहिये। मेरी अपील है कि हमें इस तरफ़ सीरियसली ध्यान देना चाहिये और ख़ास तौर पर जिन जहाजों के जरिये एक्सपोर्ट और इम्पोर्ट का काम किया जाता है, वह कामर्स डिपार्टमेंट के मातहत होने चाहियें, ताकि किराया कम हो और इसमें हमें ज्यादा से ज्यादा फ़ायदा हो।

स्राखिर में मैं सीमेंट के बारे में कुछ कहना चाहता हूं। मैं हाउस के सामने यह बात रखना चाहता हूं कि जब १६५६ में सीमेंट में इस स्कीम को लागू किया गया, उससे पहले सीमेंट का रेट ८४.४ रुपए पर टन था, लेकिन जून, १६५७ में—इस स्कीम के लागू करने के बाद—इसका रेट ११७.८ रुपए पर टन हो गया। मुझे इस बात का दुख नहीं है कि रेट ज्यादा हुम्रा है, या कम हैं. लेकिन देखना यह है कि रेट बढ़ने से जो मुनाफ़ा हुम्रा, वह किन लोगों के हाथों में गया। म्रगर मुझे थोड़ा सा टाइम मिले, तो मैं यह बात साबित करने की कोशिश करूंगा कि यह जो रेट बढ़ा, उसका न तो कनज्यूमर को फ़ायदा हुम्रा है भीर

Mr. Chairman: The hon. Member has been given 20 minutes. It is only a two-hour discussion and I do not know how much time the hon. Minister will take. I have already got the names of five Members and everyone should be given some chance. The hon. Member should confine himself to important points and conclude his speech. Five minutes have passed since I rang the first bell.

The Minister of Commerce (Shri Kanungo): I will take not less than half an hour.

श्री राम कृष्ण गुप्त: जैसा मैं कह रहा को, इस बात पर, इस पालिसी पर दुबारा विचार करने की बहुत ज्यादा जरूरत है क्योंकि जिस बक्त वह स्कीम लागू की गई थी उस वस्त बच्छे हुड़ा सवास यह वा कि हम धीमेंट खहर से इंग्लीर्ट करते थे । अब तो इम्पीर्ट करने का संबंधन वहीं है, महिक हम बरहर को एक्सपोर्ट कर रहे हैं। संभी जन्द रोज हुए एक सवान के जवाब हैं इसकामा गया हा कि इस साम भी हमने संक्रियन १० हजार टन तीमेंट बाहर मेजा, को कि फारेन एक्सचैंब के घन्दर हमारी अवन्त्री सदद कर रहा है । उस बक्त तो यह सवाब उठा था कि दोनों प्राइसेज को मिला कर बाह्र से को सीवेन्ट प्राता है उसकी कीवत की कम करने के लिये यहा के सीमेंट 🕏 कीमत को बढ़ाया जाय । सेकिन जब घाण **अन्दे**र्ट बन्द हो गया है, हम एक्सपोर्ट करते है, तो मैं यह चाहुंगा कि इसका प्राफिट, इसका इन्ह्यका इंड्यमर को जरूर मिले । केकिन कंड्यूमर को सीमेंट उसी तरीके से महंगा प्रस्तवा है। इस तरफ ध्यान देने की बहुत ज्यादा जरूरत है।

इस सिलसिले में जो दूसरी बात में सकता चाहता हू वह वह है कि स्टेट ट्रेडिंव कारपोरेशन इस बारे में क्या कर रहा है। इसका इसके खिवा कोई काम नहीं कि ३/४ वरसेंट मुनाफा क्सूल कर ले । इसके प्रमाना वह कोई काम नहीं करता । इसके बारे में मैंने बहुत से समामात भी पेश किये पर उन तमाम सवालों का यह अवाब दिया गया कि प्रन्यक्वी तौर पर हमारा उस पर कोई कंद्रोस नही है। इसलियं मैं यह जामना चाहता इंकि कीमेंट के बल्दर जब इस्त स्कीम को भागू किया गया तो उस से क्या फायदा हुआ वब उसके एजेन्ट्स पर कोई कंट्रोल नद्धी स्टाकिस्ट्स पर कोई कन्ट्रोल नहीं ?मैने यह मासूम करने की कोशिय की कि जो एजेक्ट्स बनैरह मुक्ररेंह क्रिये वने हैं, उनसे क्या सिनयो-रिटी सी कारी है, उनका स्टाकिस्ट्स से ताल्सुक क्या है। तो यही जवाब दिया गया कि उन पर हमारा कोई संद्रोल नहीं । ही यह पूछना चरहता हूं कि ऐकी झालब में इस एजे ती की खड़ा करने से क्या कायदा हुआ। इस हारे में हेरी यह सबीब है कि बगर इस क्कर

यह चाहते हैं कि इससे बोगों को फ़ानवा हो. देश को कायदा हो, हो इसके अन्दर हो निवम क्वेन्सीय हैं उन्हों हमें सवासिस कर वेवा चाहिये । मैं चाहता हूं कि स्टाहिस्टब का और स्टेट ट्रेडिंग कारपोरेशन का डाइडेक्ट ताल्मुक हो । यह उनको बादुरेक्ट बाल सम्बद्ध करे, उनको को मुनाफा बगैरष्ठ जिलता 🕏 वह नहीं मिलना चाहिये । मैं यह बात इस मिये कह रहा हूं कि को एजेप्ट्स वर्गरह मुकर्रर हुए हैं स्टाकिस्ट्स से वह बहुत ज्यादा. करोड़ों की तादाद में, स्पया बतौर सिक्यो-रिटी के बबूल कर लेते हैं। इसके मनावा माल देने के लिये उन से एडवान्स भी वस्म करते हैं। सगर साम डाइरेक्टसी इस काम को हाय में ले लेंगे तो आप को ३५ करोड़ रुपया मिल जाना कोई मुश्किल बात नहीं है। एडवान्स के तौर पर भी स्टाक्सिट्स शापको बह रकम दे सकते हैं। इसलिये येरी यह भपील 🖁 कि इस बारे में वरूर गौर किया बाय, बौर सीमेंट के मुताल्लिक कम से कम ऐसा इंतजाम जरूर किया जाय जिससे कंज्यूसई को ज्यादा से ज्यादा फायदा हो झीर मैनू-फैक्चरसं भौर प्रोड्यूसर्स जो भपने ही भाद-भियों को स्टाकिस्ट्स मुकरंर करके या जो दूसरे स्टाकिस्ट्स हों उनसे शिक्योरिटी वर्गरह मांग कर फायदा उठाते हैं, वह बन्द हो ।

इन तमाम बातों को कहते हुए वेशी फिर घपील है कि इस तमाम स्कीम पर दुबारा गौर किया जाय और इसके बिजिनेस को बढ़ाने की कोशिश को जाय जिससे इससे ज्यादा से ज्यादा मुनाफा हो । जो कुछ मैंने सीमेंट के बारे में कहा वह इसलिये नहीं कहा कि मैं इस स्कीम के खिखाफ हूं, यह मैंने इस लिखे कहा है कि इससे जो मुनाफा हो, कंज्यूमसं में जो पैसा हम बसूल करें वह पिलाफ के खजाने में, पिलाक एक्स्वेकर में बाय न कि वह बड़े एजेण्ट्स और कैपिटलिस्ट्स की खेबों में जाय ।

Mr. Chairman: Motion Moved:

"That this House takes note of the Second Annual Report of the [Mr. Chairman]

State Trading Corporation of India Limited for the period ending the 30th June, 1958, laid on the Table of the House on the 29th April, 1959."

Shri V. P. Nayar (Quilon): I should have liked to speak a little later but it would appear that Members who have given their names are not in their seats. However, having regard to the trend of some questions asked in this House on previous occasions, as also the stand taken by some of the hon. Members here, I would like to anticipate certain points which they will make during the debate and would also like to lesson the burden of my hon. friend, Shri Kanungo, in giving replies to them.

We, the members of the Communist Party, are proud that the idea of having a State Trading Corporation was first suggested in this House by us. It was on a resolution by comrade A. K. Gopalan that the point was discussed in this House. I know there was a committee before that, but I am referring to this House.

Shri Shree Narayan Das (Darbhanga): This has been under discussion since 1950.

Shri V. P. Nayar: True. There was a committee also, I know.

But, at that time, many of the Members who spoke were against the resolution. It was not long after that resolution that the Government came forward with the proposal to set up a State Trading Corporation, and when once they set up this corporation attacks were launched on that from almost every quarter. Political parties have, now, been formed with the object of defeating State trading. I find my hon friend, Shri Ranga, is not here. His Swatantra party, in its 21 pledges, has this to say:

"The party is opposed to State entering the field of trade and disturbing the procedure of distribution and introducing official management with all its bottlenecks, expense and wastefulness."

India Limited

This is the criticism that has been launched against the State Trading Corporation, Sir. I am not very happy of all that has happened in the State Trading Corporation-I am very critical of that also-but my complaint is not on the State Trading Corporation as such, but it is on the Government. The policies of Government in respect of the State Trading Corporation, I must say, are extremely halting. The hon. Member who spoke before me, said that he was glad that the volume of business of the State Trading Corporation had increased. I too am glad. But I am very sorry that Government have not found it possible to increase the business turn-over of the Trading Corporation minus cement deal, at least to the extent of Rs. 100 crores by now. I do not know what steps they have taken for helping the State Trading Corporation for this.

I do not for a moment understand why in pursuing the policy of State trading, Government have left certain vitally important materials to the private trade to import and distribute. There is again the other point that even in respect of the items imported by the State Trading Corporation. Government have machinery no whereby to ensure that it is properly distributed. Let us take the case of soda ash which the State Trading Corporation imports. In respect of that, distribution and handling throughout the country has been given three firms. Imperial Chemical Industries, Tatas and the Alkali Cor-What do they do? poration. extremely difficult for anybody to get even the imported soda ash thanks to the wonderful distributing agencies which have been entrusted with this work by the Government.

Then again, take the question of newsprint. We know that in the case of newsprint, the State Trading Corporation has successfully negotiated the import of newsprint from U.S.S.R. The private trade, especially the press

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tycoons, do not buy from the Soviet Union. I was surprised to hear that the Government is allowing the import of newsprint from Sweden at a rate which it is important to note. I find that while from the Soviet Union. newsprint has been imported by the State Trading Corporation at around £56 per ton, the Swedish newsprint costs the country about £61 per ton, a difference of £5 per ton. We also know that importing things into the country is the means for the private business people to practise grave crimes on our economy. For example, the other day, the hon. Finance Minister laid on the Table a statement showing the details of cases in which the Foreign Exchange Regulations have been violated. And whom do we find? We find one Shri Goenka and his wife implicated thrice for violation of Foreign Exchange Regulations. And I say they are doing it because there is a possibility of retaining private accounts with Swiss banks or with other banks for these people and so they go on importing newsprint. which the State Trading Corporation is able to do at a price of £56 per ton, at the fantastic rate of £61 per ton. Why could not the State Trading Corporation be asked to import the entire newsprint requirements of this country? Why is it not possible for the Government to have a monopoly on the import of vital raw materials like chemicals, dye-stuffs and non-ferrous metals?

Sir, you know very well that in the field of non-ferrous metals, two three firms control the entire distribution through a system of their agents. Government have nothing to do with it and I am told that the metal prices are anywhere between 100 to 150 per cent. more than the imported prices. Can't we have a monopoly on these vitally required raw materials? It is a similar case in the matter of dyestuffs, where the price varies from 300 to 400 per cent. We know our requirements of dye-stuffs; we know our requirements of non-ferrous metals; we know our requirements of chemicals. Why is it that firms like, for example, Imperial Chemicals, are given a monopoly or near monopoly in the import of chemicals? Is it not possible for the State Trading Corporation to get the vat dye and aneline dye and ensure fair distribution? The State Trading Corporation has already proved beyond doubt that it is possible for them to get all these raw materials at cheaper rates than would be possible for the private trade to get. Still, the Government have not taken a bold decision and they have not reposed that much of confidence on the State Trading Corporation in order to entrust it with the monopoly on the import of these materials.

Take, the question of exports. Here I want to discuss only certain broad points. What do we find in the matter of exports? I know as a matter of fact that the pepper prices in Kerala had some sort of stability because of a big purchase made by the U.S.S.R. What is the position now? U.S.S.R. has withdrawn from the market completely. Why? Because, their economy cannot adjust itself to purchasing articles in which there is fantastic speculation. I remember those days when the price of pepper stood at Rs. 5,000 per candy. Today, it is Rs. 500. Nobody seems to be bothered about it, although the entire economy of that State depends upon the price of pepper.

Take, the case of cashew-nuts. Is it not possible for the State Trading Corporation to have a monopoly in the matter of cashew exports? After all, it is only a matter of Rs. 10 crores or 15 crores. The economy of that State is very much linked up with the export price of cashew-nuts. Every day, you find forward deals. American offers come for December-January supplies. And the result is that the grower does not get anything.

Take, again, the question of oils. India is claimed to be one of the biggest producers of vegetable oils. Has it been possible for the Government to find out a suitable market? Oil has been left to the tender mercies of a big business house. I do not find here Shri Kilachand who represents the

[Shri V. P. Nayar]

famous firm of Devchand Kilachand, probably the biggest oil business firm in this country. He could have given the figures. But I find that the State Trading Corporation has not been able to undertake the work of finding out a suitable market even in the matter of an article over which we have a monopoly.

Then, take the case of the export of manganese over which. I think, my friend. Shri Vidya Charan hon. Shukla, is very much interested. What is the position of manganese? Ram Krishan Gupta said that there was a reduction in the matter of export of manganese. Whose fault is it? I remember, long before the American recession set in, there were forebodings and I warned the Finance Minister in this House that the American recession is likely to affect the Indian industry. But he said "nothing doing". Now, they have to agree that the American recession has not merely affected us but has affected us very seriously.

What is the position? We all know that recently steel production in the world has been cut down to 30 to 40 per cent. We are in a very precarious position in respect of manganese because we do not produce the world's best manganese. Our production confined to the lower grades manganese while the Soviet Union, which is the biggest producer of manganese, can, for example, offer manganese ore of 50 per cent. cannot do it and the Soviet Union, if it chooses, can literally throw us out of the world market for manganese. Is it not possible for the Government to negotiate an agreement with the Soviet Union whereby areas for the sale of manganese can be demarcated?

I know that the steel mills in the United States and in other capitalist countries have recently opened their mines in Brazil and in West Africa. We are helpless in this. Owing to the bad practices of the private trade in respect of the export of manganese, because when the miners enter into

a contract for 30-32 or 40-42, they do not honour that contract—because of such practices, it has become necessary for the steel millers to have their own mines and naturally we suffer.

I know that much criticism will be levelled against the State Trading Corporation for the handling of the manganese trade. I have heard that these manganese exporters have built up all their contacts by several years and because the State of business Trading Corporation has taken it over they suffer in pursuing their business and all that. All that should be dismissed because they plead for certain interests whom they want to secretly represent. It may not be open to this House or elsewhere. So, it is like that. But it does not mean that every act of the State Trading Corporation has to be supported. Not at all. There are certain aspects of the State Trading Corporation to which, if time permits. I shall come later.

Take again the case of income-tax. Is there any one firm in this country....

Mr. Chairman: I would like to give him some idea of the time. He has taken ten minutes already. I will give him another nine minutes. He must finish within that time.

Shri V. P. Nayar: I was referring to income-tax. I say that in country, nobody can say that there is any honest tax-payer in business except the State Trading Corporation. Tell me one instance of a firm which has paid the tax due or which has not tried either to evade the tax or to avoid the tax. Is there one firm? What is the amount which the State Corporation Trading pays? alone should be a justification for giving more and more business to the State Trading Corporation because even if they want to avoid or evade the tax, they cannot do it. It is a Government organisation and so there will be no tax evasion.

It is a very important matter also because the volume of foreign trade

gigantic that tax is a very essential part of it. It will be tax on a volume of Rs. 1,300 crores. That is why I said that I am very unhappy that the State Trading Corporation has been able to have only a total turn-over of only Rs. 28 or Rs. 29 crores when they could have made a turn-over of Rs. 100 crore by this time if Government had the vision. Apart from the fact that vital raw material is imported into this country on private account and sold at fantastic prices to the serious detriment of the industries depending upon them and apart also from the fact that our raw materials are being exported at rock bottom prices, this Government is sitting almost in an idle fashion and is not encouraging the State Trading Corporation to do more and more business. This is my complaint against the Government.

We find criticism of the State Trading Corporation. It is inevitable that an organisation will have criticism. I do not hold a brief for the State Trading Corporation but I would like the State Trading Corporation to function in such a way that it is beyond criticism. I have a little knowledge of the malpractices of the manganese miners or the other exporters. I know that even the State Trading Corporation, despite the very laudable objects for which it is set up, favours some people in the matter of distribution and export quotas. I do not want to give the figures but I know that this has happened and I am sure the hon. Minister will not repudiate that. But more than that I am astonished by the manner in which Government tried to place some of their tried officers in key jobs. There are three divisional managers and all the three happen to retired officers. This is a new organisation where a dynamic approach is required, where energy may have to be canalised in the day to day working. And we find that retired people are preferred not merely from the Commerce Ministry but even from the Union Public Service Commission also!

There is one gentleman who is the hon. Minister's name sake but I know that he is not in any way related to him. I know that. Why is it necessary that we have to take recourse to such officers? Surprisingly, I found that one or two of the directors are connected with some private business houses. If the hon. Minister wants, I would like to give it openly in the House, but if he does not want it here, I can give details to him. One or two of them are directly in league with business houses. I can give their names and their connections also.

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That apart, the State Trading Corporation today employs, I am told, round about 600 or 700 people. Is that correct, Shri Kanungo? They are being watched by this House and rightly so. There are complaints. I have said that I am not in support of all the action taken by....

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

Shri V. P. Nayar: Just a few minutes more, Sir.

This is an organisation which is controlled by Government. The whole capital has been invested by Government. Cent. per cent. it is Government's money. What is the position of the staff there? Are they being treated as the staff of the Government or are they being treated as the staff of a company? I understand that the Class III and Class IV employees or Class II employees of the State Trading Corporation-none of them-get Government accommodation in Delhi. How can they live? You must either say that this is an organisation of the Government, in which case employees should get all the benefits: or you must say that Government has nothing to do with it except paying the money. This is a very anomalous and a very ridiculous position. When the entire investment has been made by the Government, the staff is left to the mercy of the landlords of Delhi. I do not know the service conditions. I do not find a single line or mention about the service conditions in either

[Shri V. P. Nayar]

of these reports and I am not happy about it also But I understand that there are many staff problems which, on a later occasion, we may take up with the hon Minister himself. Things like that must be avoided and must necessarily be avoided

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

Shri V P. Nayar: Once again, Sir because you have rung the bell again. I urge upon the hon Minister to be more firm in his policy and in his attitude towards the State Trading Corporation and see that the private interests in this country do not do anything to sabotage the organisa tion Both in the import and export of important material Government should see that the State Trading Corporation gets a monopoly can, if we plan properly, by the end of the Third Plan monopolise entire foreign trade of this country I want the Government to do it because half in the private sector in respect of one material and another half with the State Trading Corporation is not good It is not advisable also

Therefore I would once again request the hon Minister to take a bolder step to face the criticism and ensure that the State Trading Corporation is put on a proper footing with the object of doing at least business for a turnover of Rs 100 crores in this year and to take steps whereby at least by the middle of the Third Five-Year Plan the State Trading Corporation can monopolise the entire foreign trade of our country

Mr Chairman: I propose that no hon Member should take more than fifteen minutes in any case. I shall ring the bell three minutes from time.

Shri Ranga (Tenalı). Mr Chairman, Sir, I start with the point with which my hon friend has closed his remarks just now. He wants the State Trading

Corporation to achieve monopoly in our export and import trade. I am opposed to that. I want competition to exist I am not in favour of the abolition of the State Trading Corporation that has come into existence But, I would like the State Trading Corporation to justify its existence not merely by showing to us that it is making such and such profits, but also by standing the competition of private trade and in that way demonstrating unto our people that it is capable of serving our consumers and also the industrial development of our country, by competing in an efficient manner with similar enterprises in our export and import trade

#### 13 hrs.

Recently, there has been a start in entrusting to the State Trading Corporation trading in foodgrains also There have been varying comments on it

Shri Kanungo: I may mention that State Trading Corporation has nothing to do with trading m foodgrains

Shri Ranga. I am very glad that he said it. One burden less for the State Trading Corporation Possibly, they would be thinking of creating another one with a similar front, but in a different name. I would like to warn the Government through this Ministry that so far as I and those behind me in the country are concerned we are opposed to any such attempt We consider that any such attempt is likely to be disastrous to national interests and also to agricultural interests. I find that not enough explanation has been provided to us in regard to this difference. The cost of cement imported during the year was Rs 2,24,00,000 and odd, By the time, it came to be sold, it achieved a price of Rs 3,53,23,000 and odd In between, the Government had paid Rs 47 lakhs towards import duty. Rs 44 lakhs for freight, clearing

charges, Rs. 9 lakhs, and sales tax Re 6 lakhs. There was a huge profit made by the State Trading Corporation. I would like to know whether the State Trading Corporation been constituted into a kind of Private company limited to make profits at the cost of the consumers, and also at the cost of producers. Was it not a fact that quite a number of producers of cement in our country have been complaining of their inability to sell their own cement because of the policies of the Government in imposing heavy excise duty as well as cales tax and other things? In what way can the State Trading Corporation help the consumers if it were to persist in its own policy of making such huge profits of this kind?

From year to year several charges seem to be increasing. I do not know what is the reason. The Corporation has not vouchsafed any explanation Take, for instance, page-they have not given the page number-bere is the trading account for the year 30th June 1958 On purchases amounting to Rs 8 crores, they spent Rs. 20 lakhs on freight charges. Next year, on purchases amounting to Rs 22 crores, freight charges have come to be Rs 1 crore and 3 lakhs Is that proportionate? If not, why not? We have another point Clearing, handling and other charges: on Rs 8 crores, it was Rs. 89 lakhs in the previous year This year, it comes to Rs 65 lakhs on much larger purchases How has it come down? It is a welcome thing Why had it gone up? Customs duty. for that, of course, we cannot blame the State Trading Corporation It is worth nothing that while they paid Rs 20 lakhs in the previous year, this year, this comes to Rs 1 crore and 53 lakhs If you go on raising these things in this way, is it in the interests of the consumers? Or is it intended to give-a kind of disguised protection by way of compensation for their inability to sell their stocks in our own country to the manufacturer.

Shri Kanungo: How can customs duty work for that purpose?

Shri Ranga: Unfortunately, my hon. friend does not happen to be the Finance Minister.

Shri Kanungo: It is beyond my comprehension

Ranga: Then, I come to th. working of the Corporation It is said that they were in touch with 300 or 400 reputed firms In spite of this, they have not been able to give any satisfaction to them. What is happening is this. There has been any amount of favouritism and discrimination between one another. I have myself been responsible for making that complaint here repeatedly, that those who do not own mines themselves directly, but who have been dealing in exports or imports have been favoured in preference to those who own mines, take all the risk, invest their funds, employ labour and all the rest of it. If these people wish to have the privilege of exporting it to other countries, they have to come to the gate-keeper here or the tollkeeper and the toll-keeper levies hiown toll, either political toll or any other toll that he may think of They make these distinctions. They have shown these discriminations have invented the new stunt of business peoples co-operatives. owners co-operatives. Why develop a kind of combination so that some of those people who are not themselves directly interested in mining, could also become members of the co-operatives, take in their train a large number of small miners and then begin to exploit them? If my friend's facts are different, he is welcome to take the House into confidence. I would like him to assure the House that there is no favouritism shown to those people hailing from Calcutta and Bombay, who have got big funds at then disposal, who have so little to do with actual ore mining.

Next, this complaint has been made by my hon, friend, Shri V. P. Nayar. [Shri Ranga]

Motion re:

organisation itself, is Here, in this everything all right? He may say; is everything all right in any other office. That may be so. This is a new office. Therefore, it must be easier for them to save the office from red tape. This office suffers as much from red tape as other offices, if not more. There is over-redundancy of staff, if my information is correct, and within the staff also, there is plenty of politics. There is no reservation given at all to recruit people regionally. Especially, it is very important in the case of the State Trading Corporation that it should have on its staff officers as well as others, people hailing from different parts of the country, could be expected to help the Trading Corporation with their local knowledge, with their local reactions feelings. Unfortunately, enough consideration seems to have given to that aspect of the been matter.

Lastly, I would like to warn the Government that this Corporation has had to deal with about 500 business firms and manufacturing concerns and still it has not been able to give satisfaction to these people, even to the minimum possible degree. How would possible, I would like be House to consider, if any other Corporation or a similar Corporation is to be brought into existence in order to develop State-trading in foodgrains, to That corporation satisfaction? will have to deal with not 300 business concerns, not 3,000, not 300,000, but tens of lakhs of traders and business people who, today, are dealing in foodgrains. Would that be possible at all? Therefore, let us not be too hasty in our proposals for going ahead with not only this Corporation, but with other corporations also. Secondly, the time has come when my hon. friend good enough to himself should be appoint a committee to go into working of this Corporation. Let them make their own choice, but it would best, I think, to have some non-officials also including those who have had to deal with them in doing this business, those also to include the bigger sector as well as the smaller sector, those hailing from the big cities and export centres as well as the production centres. Let them go into the working of this Corporation.

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Shrimati Renuka Ray (Malda): May I interrupt for a minute suggest that some inspection into the private sector might be done first, because that has gone on for a long time? The State Trading Corporation is new and it must be given a little; time.

Shri Ranga: If inspection is to be made into the other one, I have objection at all. I do not know when my hon, friend the lady Member discovered that she was more interested in examining the doings of private trade than myself. I do not know whether she was a Member of Select Committee on the Companies (Amendment) Bill. I was there. We were all keen on controlling and regulating private industry, private trade and companies and all these things, in such a way that the public interest would be safeguarded. are now concerned with this Corporation. It has been functioning for some years now, and there have been many complaints, and I do not think it would be derogatory to the prestige of the Government to appoint a committee to go into the working of this Corporation so that they would be ableto satisfy themselves that everything is all right. If everything is not all right, it should be open to that committee to make relevant and useful suggestions for its better working and more efficient functioning.

Shri Vidya Charan Shukla (Ba'loda There has been large-scale Bazar): criticism of the STC's activities, and though some of it has come out because of the novelty of the experiment here, most of the criticism is justified.

In our present-day needs and aspirations, a State trading corporation might be necessary, and it is particularly advantageous to have it to deal with the Communist countries which have got such State trading organisations for foreign trade.

As far as the STC's dealings with the Iron Curtain countries are concerned, there has not been much to say either to condemn or to commend. but their operations in the home market and particularly with countries which have got the free trade system have been quite bad, and most of the criticism that has been levelled been levelled against their deals with such countries.

It has been pointed out on various occasions that they have been indulging in unwholesome and short-sighted policies with an eye on quick profits without caring whether or not their activities were beneficial to the country or its people. The STC itself has been indulging in business malpractices and coercion. But before I give examples of their coercive tactics and malpractices, I would like to clarify what Shri V P. Nayar said about me. I am not personally connected with any manganese export trade or anything like that.

Shri V. P. Nayar: I never said so.

Shri Vidya Charan Shukla: My only connection with or interest mining trade is that I come from an area which is particularly important as far as manganese production is concerned.

Shri V. P. Nayar: May I interrupt the hon. Member and say that I never said that he was in any way connected I said, having regard to certain questions he put I thought he was interested in manganese. I know he is not connected with any mining interest.

Shri Vidya Charan Shukla: Let us now examine the performance of the

STC as far as the manganese trade is concerned

To begin with, the performance has been very bad. There were various excuses advanced saying that they had probably no experience, the established exporters did not co-operate with them, that there was a recession in the world market etc.. but the fact stands out that in 1955-56, that is before the Corporation came into being, 16 lakh tons of manganese ore were shipped. From 16 lakh tons, the exports have steadily declined to about 9 lakhs tons in 1958-59, and this is the result of the STC's continued effort to increase manganese export. Even here, they always find fault with everybody else including their parent Ministry, but they do not see any fault of their own

I will give the House a few stances of coercion and the malpractices in which they have been indulging. Presumably at the instance the Commerce and Industry Ministry, instructions were issued by the Railway Board that new lease and renewal of railway siding plots should be made only in favour of such mineowners to whom quota slips were issued by the STC. or those who held movement quota from the Controller of Imports and Exports. The small mineowners who did not fall under these two categories would not be allowed any plots. Plots already in possession of such mineowners have to be surrendered as soon as the traffic stacked in such plots was removed. Now, did the management of the STC and the Railway administration ever realise that there is a great number of small mineowners who are neither exporters of manganese nor do they want to canalise their exports through the STC? These mineowners generally sell their ore to private exporters or to national sumers. No manganese ore is generally sold unless it is offered f.o.r. railway siding, and if these small mineowners are deprived of their railway sidings according to the instructions [Shr: Vidya Charan Shukla]

Motion re:

issued by the Railway Board, then these people will be forced either to sell to the STC or to canalize their export of their products through the STC. And this is the indirect coercion that has been resorted to on such mineowners who are not selling their ore to the STC.

If any exporter has any foreign contact for sale of manganese ore over and above his own quota, then the STC offers him wagon space and the export licence granted to the STC for some money which is designated by them as service charge. Any exporter willing to buy STC's export permut and wagon space can pay some money and export his material in the name of STC. When the Corporation staelf indulges in such malpractices. how can we condemn those people who sell their export permits or do not utilise their wagon space properly? Just because the STC does it, it does not become justifiable. The mechanum of trading pattern in this country hinges on transport, and if such transport becomes a matter of sale and purchase by the STC, it is nothing but ar undignified picture of civil servants' cap talism

in spite of this, the STC is failing miserably in manganese export trade. Out of a total export of 8.63 lakh tons during the eleven months ending May. 1959, the Corporation was not able to sell more than 1.9 lakh tons including the export canalized through the STC by private exporters. On the other hand, private exporters not only exhausted their entire quota, but canalized substantially additional quantities through the STC. Moreover, while the private exporters were able to enter into forward business for delivery up to 1961, the Corporation, in spite of its best efforts, failed to conclude any forward deal with any of the foreign buyers

Shri V. P. Nayar: Fluctuating prices? Whose fault?

Shri Vidya Charan Shukla: As if not satisfied with this debacle up to date, the Managing Director of STC recently threatened the private exporters in Bombay that he had requested all the important buyers m Europe not to purchase any ore from the private exporters, but only from the corporation. He is also reported to have asked all the quota-holders to surrender their quotas to the corporation, so that it alone could handle the trade in future. He is further reported to have threatened that he would try to isolate the private trade by dealing directly with the mineowners m case they did not agree to his request

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The STC should be stopped from monkeying around like this with our fifth best foreign exchange earner. They have never been able to give any good account of themselves, and I do not know, by doing all this thing, what they are going to do with the manganese export trade

Now, let us examine the STC's activities in iron ore exports. They have done quite well in this. Here also, they have shown a mad craze for quick profits at any cost. Practically, all the small mineowners in Bihar and Orissa who were running their mines very well before the STC monopolised the iron ore export have now almost been crushed to death by STC's discriminatory purchase policy.

As an example, take the case of the twenty small mineowners of Singhbhum district of Bihar. These twenty mineowners sold slightly over 3 lakhs of tons of iron ore before the STC took over the entire export of iron ore. but in 1957-58, the despatches of these mineowners fell down to 1,14,228 tons only, that is, by 42 per cent. Most of these mines have now closed down in Bihar and in Orissa, throwmg thousands of persons out of employment. The fall in production has been more than offset by the

foreign-owned iron mines, which enjoyed the unmixed patronage of the STC; but these mines cannot take the unemployed labourers, because these mines are all highly mechanised

Shri V P Nayar was making the point that the STC should take over such and such export of such and such material and all that, probably under the impression that such taking over will benefit the country and the average person or the consumer in the country But if he analyses the past performance of the STC he will see that whenever the STC has taken over any trade, either import or export, they have done nothing by themelves; they have just appointed the biggest companies in that trade or in those commodities, which were mostly foreign companies, as their agents, they have taken some sort of commission or service charge from them, which has not come out of the profits of those companies but which has indirectly been recovered from the consumers.

## Shri V P Nayar: Like Tatas

Shri Vidya Charan Shukia and it is the small Indian merchants or traders who have been put to further disadvantage by the STC patronising these big people rather than trying to serve or support the small traders

I can understand the STC taking over all sorts of business, but our exiterion is that the maximum number of people in the trade or the maximum number of consumers of the particular commodity should be benefitted. It should not be the case that only these three or four big people are benefitted by the STC's activities

Regarding iron ore, I shall presently show how they have been absolutely indifferent to the national interests in the export of iron ore also. Now, the STC is exporting iron ore of 63 per cent Fe content, whereas before the STC took over the export of iron ore, iron ore containing even 60 per cent Fe content or ferrous content

was exported Now, the STC, in order to make quick profits, is concentrating entirely on the high grade iron ore; and this type of selective mining, and this selective mining, according to the unanimous opinion of experts, is absoultely ruinous to any country's mineral resources, howsover rich they may be But the STC has not been bothering about it

theur Lf you analy se muneral exports, you will see they have only exported the best and the highest grade of minerals, without caring to tack with it the lower grade or medium grade of minerals as was being done by the private trade before the STC came in, STC as the national body should have taken care to see that along with high grade ore they also export low grade ores which they have not done

The claims about the earnings of the STC have to be balanced against its operational efficiency Answering a question m the Rajya Sabha, the Deputy Minister of Commerce and Industry gave the figures of business undertaken by the STC, but replied that the amount of expenditure incurred by the STC had not yet been finally assessed Now, a private undertaking would have gone to the wall, if the cost side had not been kept track of to judge the operational efficiency But these people have just been doing their business without even knowing what they are spending, and what it is costing them

Shri V. P. Nayar: Because they have no eye on tax evasion

Shri Vidya Charan Shukia: If I had time, I could show that even according to the last year's balance-sheet and this year's balance-sheet, they have not earned as much profit as they should have; that is, the normal profit which would have come in, if any other expert and more efficient body was doing this; the STC could have got much more income, but they have lost lakhs of rupees because of

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[Shri Vidya Charan Shukla] their inefficiency, and so they have paid much less taxes

The Deputy Minister of Commerce and Industry (Shri Satish Chandra); What was the question, and what was the answer? I could not follow.

Shri Vidya Charan Shukla: I shall paid much less taxes.

Mr. Chairman: The hon. Member should try to conclude now.

Shri Satish Chandra: hon Member said that I had given some answer

Shri Vidya Charan Shukla: I referring to the reply given by hon. Deputy Minister in the session in the Rajya Sabha. I shall give the particulars later on, because I do not have much time here.

Shri V. P. Nayar: The hon. Member does not have any. That is what the chairman says.

Shri Vidya Charan Shukla: The STC has been so greedy; it has taken up the trade only in such insignificant items or ordinary items as lemongrass oil. I do not understand in what public interest it was that the STC should take over the export of lemongrass oil. There are various concerns and various companies which as a result of their hard labour have built up the export trade, but one fine morning they receive a letter from the STC that the STC had decided to take over the export of lemongrass oil themselves

Mr. Chairman: The hon. Member should conclude now.

Shri Vidya Charan Shukla: May I request that I may be given two more minutes.

Mr. Chairman: I have already told the hon. Member that I shall not be able to give him say more time, because there are other Members also who have to get some chance.

Shri Vidya Charan Shukla: I am one of the sponsors of this motion, and I shall be grateful if you would give me two or three minutes more.

I wanted to make a special point about the business associates of the STC. It seems that anybody become the associate of the STC pleasing it. I want to emphasise here that the Minister and the Ministry must lay down criteria and basis on which the business associates of the STC will be selected. I realise that there must be some flexibility in this matter, but there must be some fundamental basis or some qualifications must be prescribed for the associates of the STC. Similarly, in regard to the items of export or the commodities that they trade in, they must indicate or they must lay down the criteria or the basis on which they will take up the commodities for trading in the STC.

I shall conclude by saying that the hon Minister must re-examine the scope and sphere of activity of the STC and make it a really useful body for the country rather than let it remain a terrorising body, as it is today, so far as the private trade in the country is concerned.

श्री यादव (बाराबंकी) : समापति महोदय, स्रभी राजकीय व्यापार निगम के सम्बन्ध में श्रपने विचार प्रकट करते हुए श्री रंगा ने जो उसके प्रति विरोध प्रकट किया है तो मैं तो उनके उस विरोध को समझ पाने में ग्रसमर्थ रहा क्योंकि श्री रंगा जैसे लोग जो कि ग्रपने को किसान नेता कहें वे किस तरीके से इस राजकीय व्यापार निगम की नक्ताचीनी करते हैं ? उसकी जगह पर वे चाहते हैं कि प्राइवेट सैक्टर उस कार्य की करता रहे।

श्रीमन्, जहां तक कि इस राजकीय व्यापार का सम्बंध है मैं उसका स्वागत करता हं ग्रीर सदैव स्वागत करता रहेगा ब्रीर में तो चाहता हूं कि यह को राजकीय ज्यापार निगम है वह इस देश के समस्त ज्यापार को धपने हाथ में से से धीर उसका सम्पूर्ण विस्तार होना चाहिये। हमारे देश की को धर्ष व्यवस्था है वह बहुत ही पिछड़ी हुई है। उसके लिये यह घावरुयक है कि हम अपने देश की तरक्की के लिये कुछ बुनियादी खीछोगिक कार्य को घपने देश में करें। उसके लिये घावरुयक है कि हमको कुछ विदेशी मुद्रा उपलब्ध रहे धीर उस विदेशी मुद्रा की उपलब्ध में हमको यह राजकीय व्यापार ज्यादा से ज्यादा सहायता दे सकता है।

श्रीमन्, मैं भापसे यह निवेदन करूं कि जो भन्नी माननीय रामकृष्ण गुप्त ने इस पर विचार प्रकट किया कि राजकीय व्यापार ने पिछले वर्ष से कूछ सफलता हासिल की है भीर पिछले वर्ष की भपेक्षा इस वर्ष ज्यादा लाभ हुमा है तो मैं इस बात को मानते हुए श्रापके द्वारा निवेदन करना चाहता ह कि जो भी इस वर्ष पिछले साल की श्रपेक्षा ज्यादा फायदा हुआ है उसे हम काफी नही समझते है और इसको और बढाया जा सकता है। इसमें जो ज्यादा प्रगति नही हुई है भीर जैसे कि भ्रभी हमारे शुक्ला की ने कहा कि इसमे बुनियादी दोष है भीर रंगा जी ने भी इसमें दोष बताया तो मैं कहना चाहता हं कि बहुइस ब्यापार निगम का दोष नहीं है क्यों कि यह तो सरकार का बुनियादी दोष है। सर-कार स्वयं इस झगड़े में पड़ी हुई है घौर वह सय नहीं कर पा रही है कि इसके बारे में जसकी क्या निश्चित नीति चाहती है कि **ज्यापार इस देश** का इस राजकीय **क्यापार निगम को दे दिया जाय, इसीकिये** इसमें जो भी करावियां हैं वह हो रही हैं। चब से इस निगम की स्थापना हुई वदि उसकी कार्यविषयों को देखें तो धापको मालुम ही आयोगा कि सन् १९४९ में इसके किए पुष्ठ क्रमेदी क्ली चीर क्रसने सन् १६४२ में 230 LSD-6.

भ्रपनी राय या सिफारिश ही भीर उस पर फिर से विचार करने के लिए सन् १९४२ में कुमेड़ी बनी भौर उसके बाद ग्रन्ततोगत्वा सन् १९५६ में राजकीय व्यापार निगम की स्थापना हुई। इससे यह पता चलता है कि सरकार इसकी स्यापना में बहुत अच्छे तरीके से सोच विचार करके या पूरे मन से भागे नही बढ़ी भीर उस्के बाद में सन् १९५६ में यह निगम किसी तुरहु स्यापित हुमा । इसी सदन में एक माननीय सदस्य ने इस भाशय का एक प्रस्ताव भी रक्खा भीर मने ही वह प्रस्ताव रिजेक्ट हो गया लेकिन बाद में सरकार पर कुछ दवाव पड़ा भीर इस तरीके से इस निगम की स्थापना की । इस निगम की स्थापना में भाप जानते है, सदन जानता है भौर देश भी जानता है कि सरकार व्यापार को भपने हाथ में लेने जा रही है नेकिन ऐसे बड़े कार्य को जब वह एक बहुत छोटी पंजी से शुरू करती है तो उसी से पता चलता है कि वह माधे मन मे इस कार्य को करना चाहती है।

मगर हम इस राजकीय व्यापार निगम के उद्देश्यो की भ्रोर जाये तो हमें पता लगेगा कि इस निगम का उद्देश्य यह है कि भाषात भीर निर्यात की व्यवस्था विदेशी मुल्कों मे करें कि कौन सी चीजे यहा से दूसरे देशो को भेजी जा सकती है भीर वहा से कौन सी चीजे लाई जा सकती है भौर उन बीजों के लिए विदेशों में द्मपना बाजार सोजे।साथ ही साथ उससे सम्बन्धित जो धन्य कार्य उत्पन्न होते हो वे करे। श्रव धगर इस देश में हम देखते हैं कि क्या इस उद्देश्य की पूर्ति हुई तो हम यह कह सकते है कि हम इस दिशा में सफल नहीं रहे हैं। यदि इस देश के भायात और निर्यात को देखें तो हम यह कह सकते हैं कि जितने रूपये का हर वर्ष द्यायात भौर निर्यात होता है उस हिसास से हम इस कम्पनी की स्थिति को देखते है कि उसने कितना कार्य किया है तो हम पाते हैं कि वह न के बराबर है। उसने कोई विसेंध काम नहीं किया और जिसकी कि जिम्मेदारी सरकार पर है। इस कारप्रोरेशन या जिनम पर नहीं है।

[भी यादन]

श्रद उस रिपोर्ट को जो कि हमारे सामने है देखें तो पता संगेगा कि ऐसी की वें बाहर एक्सपोर्ट की गई थीं, जिन बीजों का यहां से निर्यात किया गया है, वह मुख्य चीजें जो कि इस देश से लगभग पनास प्रतिशत के परिमाण में बाहर जाती हैं जैसे कि जुट है, बाय है भीर रुई है। इन बीजो के निर्यात का काम इस कारपोरेशन के हाथ में नही है। इन चीजो का निर्यात जो कि देशी भीर विदेशी पूजीपतियो के द्वारा चलाया जा रहा है, जुट, चाय भीर रुई का काम विदेशी लोगों के हाय में है, मैं चाहता हु कि इन तमाम चीजो का काम इस निगम के हाथ में आये। श्रव तम्बाक का व्यापार चाई ०एल ०टी ० चो के पास है तिलहन बालकर्ट बदर्स के पास है भीर रुई राली बदर्स कै हाथ मे है भीर उनको करोडो रुपये का मुनाफा होता है। इस मुनाफे से देश को कोई फायदा नही पहुचता बल्कि विदेशी भौर यहा के देशी पूजीपति फलते फुलते हैं

Shri Rameshwar Tantia (Sikar)
The entire raw jute export is through
the State Trading Corporation, not
through private channels

की बादब जो मुनाफा यह कमाते हैं वह उनकी जेब में जाता है। जब वह सोग अपने हाथ से व्यापार करते हैं तो इनके हाथ में पूरी ताकत रहती है कि किस तरीके से दामो पर अपना असर डालते रहें भीर अपने तरीके से दामो को घटाते बढाते रहें भीर अपने तरीके से दामो को घटाते बढाते रहें भीर जिसका कि नतीजा यह होता है कि जो यहा के उत्पादक हैं, प्राइमरी प्रोइयूससं है, वह उनके दया के पात्र रहा करते हैं। तो मैं चाहता हूं कि इस हिशा भे भी सरकार का ध्यान जातिए।

एक बीज की तरफ माननीय सदस्यों ने बोलते हुए इशारा किया कि इस निगम ने पिछले वर्ष काफी मुनाफा किया है। मैं इसका विरोधी नहीं हूं। निगम मुनाफा कमाये। सेकिन मैं बह कहना चाहता है कि जहां तक पूजीपतियों का सवास है उनके सामने केवल मुनाफा ही रहता है, उपमोक्ताओं का हित उनकी नजर के सामने नहीं रहता । लेकिन यदि यह निवम मी उसी दुष्टिकोण से काम चलायेगा तो उसका बुरा भसर पडेगा क्योंकि वैसा करने के उपभोक्ता पीड़ित भीर त्रसित होंगे भीर इस निगम की तरफ जनता की सजीब सी धारणा बनेगी भौर लोग इसके विरोधी बनने जायेंगे। तो मैं निवेदन करना चाहता हु कि सरकार इस निगम के काम का ज्यादा से ज्यादा विस्तार करे भौर देश का सारा भाषात भौर निर्वात व्यापार इसी निगम के हाथ से हो। भीर इस प्रकार सरकार इस निगम को मजबत बनाये। लेकिन इसके साथ ही साथ मैं यह निवेदन भी **करना चाहना हु कि मरकार की एक सू-**निश्चित भौर दृढ दाम नीति भी होनी चाहिए । अब तक ऐसा नहीं किया जाता तब तक यह हो सकता है कि मरकार को मुनाफा होता रहे भौर वह सरकारी खजाने मे जाता रहे लेकिन उससे उपभोक्ता को लाभ नहीं होगा और वह पहले की तरह पीडित और त्रसित रहेगा। इसलिए मेरा निवेदन है कि सरकार को सुनिष्टिचत दाम नीति प्रपनानी चाहिए धौर इस काम के लिए कोई समिति या कज्यूमर्स काउसिल बनानी चाहिए जो कि दाम के उतराव भढ़ाब पर दृष्टि रखती रहे ताकि उपमोक्तामी भौर उत्पादको पर सरकार की नीति का कोई बुरा असर न पडे। मैं चाहता हु कि जिस तरह से रेलवे में रेट ट्राइब्नल है उसी प्रकार का ट्राइबुनल यहा भी बनाया जाये। पिछली बार अब यह प्रश्न उठाया गया तो श्री देसाई साहब ने कहा था कि सरकार को जो मुनाफा होगा वह सजाने में जायेगा मीर उससे सभी को फायदा होगा। यह ठीक है कि सरकार के मुनाफ में भौर पूजीपितयों के मुनाफें में यह फर्क तो है पर इससे समस्या का हल नहीं होता। सरकार जो कार्य करती है वह देश के हित के लिए करती है भीर भगर सरकार द्वारा यह काम अपने हाथ में लेने का यह परिए।म न हुया कि उपभोक्ताओं भौर उत्पादकों को

अपनी चीजें सरीवने और वेचने में दुनिया मिले, तो इससे कोई विश्वेष फायदा होने वासा नहीं है। तो में यही निवेदन करना चाहता हं कि सरकार सारे भागात निर्यात व्यापार को अपने हाथ में ने, यह किसी रूजीपति या दूसरी संस्था के हाथ में न रहे। दूसरी बात में यह निवेदन करना चाहता हू कि इसी के साथ-साथ सरकार एक निश्चित दाम नीति अपनाये और इस काम के लिए कज्यूमर काउंसिल या गेट ट्राइब्नल का निर्माण करे जो वीजो के दाम वडने घटने पर ध्यान रखे। तभी हम इस दिशा में आगे बढ़ सकते हैं।

दुमरी बान में यह निवेदन करना चाहता ह कि हैमा कि इस सदन के माननीय सदस्यों के भाषणी मे मालम होता है जिनका यह खयाल है कि यह कारपोरेशन सरकारी है बाहे सरकार अपने मन ने यह समझती हो कि यह एक कम्पनी है। जनता इसको सरकारी ममझनी है। इस कारगोरेशन से इस सदन के किमी सदस्य का कोई सम्बन्ध नहीं है। तो मैं चाहता ह कि ऐसी ध्यवस्था होनी चाहिए इस कारपोरेशन में इस सदन का कोई माननीय मदस्य या उम सदन का कोई माननीय मदस्य जरूर शामिल किया जन्ये ताकि उसको इस निगम के रोजमर्रा के कार्य से जानकारी रहे। ऐसा होगा तो हम इसको सफलता के साथ चला सकेंगे । जब तक ऐमा नहीं होता तब तक जो हम मिश्रित मर्थ नीति चला रहे हैं इसकी ग्राड में पविलक सेक्टर भीर प्राइवेट सेक्टर मे बराबर रस्साकशी चलती रहेगी धौर जो चीजें बभी हमारे सामने बाती है वे फिर भी हमारे सामने भाती रहेंगी। सरकार की नीति की कृपा है भीर कुछ प्जीपतियो की दुर्नीति का परिणाम है कि जो पब्लिक सेक्टर का काम पलाया जाता है उसमें तरह-तरह की ग्रड्पैने बराबर धाती रहती है । प्राइवेट सेक्टर वाले चाहते हैं कि किसी न किसी तरह से यह चीज भसफल हो ताकि उनको यह कहने का मौका मिले कि प्रवासक सेक्टर में बीजें जनहित में नहीं हो रही है। तो मेरा निवेदन है कि यदि भाप बाहते हैं कि इस कार्य को सफलता मिले तो धापको दाघे दिल से काम नहीं करना चाहिए बल्कि इस कार्य की पूरे दिल से करना चाहिए भीर निगम को जिन प्रधिकारों की पावश्यकता भौर हो वे उसको दिये जाने चाहिएं ताकि किसी तरह की ग्रसफलता की गुजाइश व रहे मैं कहना चाहना हं कि ग्राज इस मम्बन्ध में सरकार के प्रयत्नों को विफल करने का देश में बड़ा प्रयत्न चन गहा है। पिछले वर्ष जो पजीपनियो का डेलीगेंगन विदंशों को गया उसने ऐसी धारणा पैदा करने का प्रयत्न किया कि हमारे देश में जो एम० टी० मी० का काम चल रहा है यह एक खनरनाक चीज है। मैं और ज्यादा न कह कर माननीय मंत्री महोदय से निवेदन करना चाहता ह कि इसकी मफल बनाया जा सकता है।

धगर हम इस निगम की नुक्ताचीनी करते हैं तो उसका मीधा धर्य यही है कि हम सरकार की नुक्ताचीनी करते हैं। इसकी मारी जिम्मे-दारी सरकार पर है क्योंकि यह पूरे तौर से सरकार द्वारा चलाया जाता है। अगर यह धसफल होता है तो इसका मतलब है कि सरकार धमफल होती है।

इन शब्दों के साथ मैं निवेदन करूगा कि इस स्रोर घ्यान देना चाहिए।

Shri Achar (Manalore): Mr Chairman, Sir, I think this Corporation has been doing well and I congratulate it on the work it has done. No doubt, compared with the private agencies and the private merchants who have been doing export business, probably, the Corporation is not able to do much and to compete with them as we would expect.

The Chagla Commission Report has certain recommendations in regard to the working of such corporations and I am glad to note that at least one recommendation of that Commission has been given effect to and one non-official member has been appointed recently as the Chairman of this corporation.

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Shai V. P. Nayar: Your neighbour aleo.

Yes, it is so; I am Shri Acher: happy about it. Why should I not?

Shri V. P. Nayar: All of us are

Shri Achar: I am very glad to note it. I submit he is an efficient person who has considerable experience coming from an area where there is considerable production of a very valuable cash crop, a gentleman who was Chief Minister of a State for some time and then Home Minister also in my State of Mysore; and he has been appointed as the Chairman I wish, more such people are added After all, officials are good in their own capacity, in their own field But, so far as business is concerned, it is a different type of work For that purpose I wish very much that more persons who have some experience of business and who are interested in the welfare of the country are associated with the Corporation Then, I am sure, this Corporation will do much better than what it is doing now. It is not many years since it was started It is doing very well and I congratulate it for the work it is doing

Shri Ranga spoke about competition I submit that I do want competition, but it should be fair competition What is happening to the foreign trade? It is in the hands of a few individuals and they make undue profits and very huge profits. That is to be put an end to in the interests of the country Those profits should not be allowed to go into the hands of a few individuals.

From my experience of things in my constituency I can say that this foreign trade was in the hands of a New foreign merchants like Parry & Co, Pierce Lastie & Co, and people like that. Though it has changed hands to some extent, it is still in their hunds.

i will give one example, that of mashew-nut. What is the condition of

the producers of cashay-matt is the condition of those persons who do some processing in the factory and the merchants who deal in that? The latest models of motor-cars are with those people....

Shri Y. P. Nayar: Air-conditioned bungalows.

Shri Achar: The Chairman has given me only 6 or 7 minutes Sir. may I know how many minutes more I have got?

Shri V. P. Nayar: I am only supporting you.

Shri Achar: It is true, but the time allowed to me is very little.

I am only pointing out this aspect when they consider this question of competition-I agree with Shri Ranga that there must be competition-it must be fair competition

I referred to one example of cashew-nut The producers are even half-starved But look at the position of the owners of these factories and those who export it They have got the latest models of cars; they are in a very high position. What is it due to? Is it not because they are making huge profits' I do not deny that there must be competition. Our corporations are new institutions They must be able to compete From that point of view, we must also consider associating more business people and not officials with the Corporation

I may be missing the main point which I wanted to urge I am very much interested in the west coast. In paragraph 9, the Report itself refers to the shipment of ores. The market for Indian ores in European countries is also being developed and extended. Earlier, the Report says:

""Mineral ores constitute the core of your company's business in the field of exports."

That is paragraph 5. In paragraph 9, it mays:

"The market for Indian ores in European countries is also being



developed and extended Sales to Czechoslavakia, Poland, Yugoslavia and Hungary have been stepped up while exports to Italy have been maintained"

Two minutes, Sir, and I will finish.

I was speaking about the possibility of bulk shipment of ores from the west coast, to West European countries. What I want to emphasise is this. There is a vast field for export of iron ore to the West European countries. From that point of view the development of ports in the Mangalore-Karwar area is necessary. The railway lines should also be developed. In the interests of the Corporation they should develop communications there.

During last May I found huge heaps of iron ore near the port there siked a question the other day and the hon Mnister answered by saving that it was a seasonal work. In fact, it was a huge hill of iron We can understand what amount of inconvenience that it 16 going to cause From that point of view, I would request the Communications Ministry to develop the ports in that area and also to have railway line so that this trade from the west coast may be improved and developed. This is essential from the point of view of the Corporation also

Another point in connection with the roads is this. There are a number of rivers and there are small bridges on these roads. Because there are very heavy rains in the western ghats, These bridges are not able to stand the weight of the heavy trucks. It may involve only some small expenditure. We are spending so much But these roads are not improved. I would request the Ministry and also the STC to take this matter up seriously with the Transport Ministry and see that the roads and ports are improved.

Shri Ramsahwar Tantia: Sometime before, I was also of the same view as the other hon Members who thought that the State Trading Corporation is a hindrance in our export trade and that it would lesson our export trade and foreign exchange to some extent I am not in manganese trade or iron ore trade, but I was told that our export trade in these had gone down because the STC had entered into this trade and so the STC was not competent to ship them and they had to pay a heavy demurrage I was listening to all these things in the House and I read in the papers also about them

Last year or early this year, the export of raw jute was considered and after due consideration the export trade was given to the STC I was one of those who thought that the export of jute was a technical thing. There were many grades and the STC. as a newcomer would not be able to handle that properly I was thinking that we would lose our name in the foreign markets and probably our quality would not be equal to that of Pakistan jute But now I have no hesitation in saying that the STC has done more than what we thought in regard to the export of nute the export of raw jute is handled by the STC and no private shipper can export it It seems we have till now shipped raw jute worth Rs. 3 crores. The STC had its own inspectors to verify the quality and we hear that it is as good as Pakistan's jute seems that there are greater demands from all those countries which received our jute. We exported about a lakh of bales to the communist countries and about 50,000 bales to the continental countries The trade negotiations with the communist countries were conducted by the STC which those with the continental countries, by the private traders. Comparing the prices the STC got for this, it seems that it got Rs 7 less per bale from the communist countries than the continental countries. The STC might have lost something in the iron ore export or the manganese ore export I do not know about it But m regard to jute, I can say this that by entering this, they have got

### [Shrı Rameshwar Tantia]

more money than what they should have got. The report says that the STC made a profit of Rs 2.33 crores. I am not happy over that because it has only a capital of Rs 1 crores. It seems to be profiteering. It is not desirable

Shri Satish Chandra. But what about the volume of business?

Shri Rameshwar Tantia: I think the profit should be restricted Otherwise, this is a capitalist view (Interruptions) Some hon. Members have said that the whole trade should go to the STC I do not agree It is very difficult India is a big country and there are many importers and exporters If the whole of it is entrusted to the STC it will do more harm than good.

Mr. Chairman: Now, I shall call the hon Minister We shall positively conclude this debate at 2 30. The hon Mover also wants two or three minutes to reply So, I would request the hon Minister to finish before 2 30 leaving two—or three minutes for the reply

Shri Kanungo: Sir, my hon friend opposite clams the credit for the birth of the STC for himself and his associates My task has been lingtened I am grateful to him and other hon Members of this House as well

I have rather an awkward task un replying to this debate. If I may be permitted to draw rather a wide analogy, today the discussion may be considered to be a meeting of the shareholders. After all the President of India is the only shareholder of this company In other words, iŧ this means that the Members of House and the other House are the shareholders of this company and the shareholders, in their wisdom otherwise, according to Shri Shukla, have appointed directors who, according to the like or dislike of the hon. Members, are duds or very capable

men Here I would firmly deny the charges which have been anonymously made by my friend Shri V P. Nayar about the business associations of the directors of the STC, their association with private firms I strongly deny them with all the strength that I have

Shri V P Nayar: Shall I give you the name?

Shri Kanungo. I shall be glad if he does

Mr Chairman Not here It can be done privately

Shri Kanungo The gentlemen concerned are not in this House If he does give the names, I will give him a suitable reply But I can say straightaway that the board of directors, as constituted, has no relation and possibly cannot have any relation, with any private trading company or other private interests at all

Shri V. P. Nayar: I accept the challenge

Shri Kanungo: I am sorry that this statement has been made in this House

I shall take the last point first—that is. Shri Tantia's horror at a company with Rs 2 crores of capital, making a profit of two and odd crores of rupees It is not such a dangerous factor at all After all it is a trading organisation, it is not a manufacturing organisation This trading organisa tion, though barely two years old, has been able to justify itself by trading profitably and producing profits for the share-holders of the company There have been two distinct trends in the short debate in this House One view has been that the operations Trading Corporation of the State should be expanded to the whole gamut of the external and internal trade of all commodities. submit, Sir, that when the agency of the State Trading Corporation was decided upon by this House it was

done with the distinct understanding that the Corporation shall not sup. plant trade but will supplement trade. because conditions have changed in such a way that aggressive salesmanship and forward looking efforts have got to be taken up in developing new areas and new commodities of trade This House approved that the function of the State Trading Corporation should be that of a company, like many other companies, and it should in its operations associate itself with the existing trade channels. That is exactly what it has been doing, inspite of what my hon friend Shri Shukla says of the oppressions, malpractices and other factors

#### 14 hrs.

Sir. all I can claim on behalf of the State Trading Corporation in regard to its trading on import side is that it has been able to provide scarce raw materials at a price which is constant Without this agency, the price fluctuations in earlier years were It is well rather violent known. when there is a large gap between demand and supply there is bound to be fluctuations in prices and other malpractices as well The State Trad. ing Corporation can very amply take the credit that it has provided a channel by which scarce raw materials for running our industries are available at constant prices

Shri Navar's criticism was that the distributing agency should be more widespread or, in the alternative, as the other hon Member from that side entire suggested, the distribution should be handled by the State Trading Corporation right from the import to the consumer As a matter of fact, most of the items are controlled by the Government In fact, the State Trading Corporation and the distributors it appoints are merely controlled stockists, and allotments are made by the Government through its Development Wing The margins of profit are all settled. The State Trading Corporation has been entrusted with the work because they will adhere to the principles and to the procedures which this Government has provided for, and in choosing their distributors, I might submit, they have chosen such agencies where the control of the distribution can be observed and efficiency can be assured

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An hon. Member: How?

Shri Kanungo: Efficiency is assured in the sense that today the commodities which are sold are sold at fixed prices and there is no fluctuation of prices. That is one sure proof that the distribution organisation has worked well. As far as chemicals are concerned, a group of distributors who were in the trade before have been clubbed together into organisations and other corporate bodies, and they have been appointed as distributors of the State Trading Corporation.

The fundamental fact which has been kept in view by the State Trading Corporation, according to directions given to it by this House, is that they will use the existing trade channels to the best of their capacity. I would submit, Sir, that they have maintained it very efficiently. I would also say today that but for this operation by the Government through the agency of the State Trading Corporation the fluctuations in prices and other malpractices would have been too many.

Regarding cement, I would submit that this State Trading Corporation is merely an agency, and that agency has been chosen by Government because the Tariff Commission m its report had suggested that this agency can be used and it should be used. The prices of cement, as far as manufacturers are concerned, are controlled by Government according to the advice of the Tariff Board The distribution at the final end is controlled by the State Governments. The function of the State Trading Corporation is to see that rationality is observed in the distribution of the material that [Shri Kanungo]

is available and that the prices as far as stockists are concerned are kept under control.

I do not understand the implication of the suggestion of Shri Ram Krishan Gupta that the entire profits amount. ing to more than Rs. 35 crores could have been pocketed by the State Trading Corporation. The State Trading Corporation could not conceivably do it until they enter into the last rung in the retail trade and, as I said, according to the directions of this House they cannot go into the retail trade or the whole line of it. I think within the limitations, they have done a good job of it. In fact, the prices have been kept constant and supplies have been adequate, and the State Trading Corporation can take credit to a certain extent that they have been able to develop certain export markets which normally would not have been possible otherwise.

Shri V. P. Nayar: If so much credit is taken, there is no scope for debit.

Shri Kanungo: It is hon Members who have provided the credit, barring one.

Shri Bam Krishan Gupta: A portion of the profit should be given to the consumers.

Shri Kanungo: There again, as my hon. friend Shri Gupta says, as far as the State Trading Corporation is concerned, Government have got to give the directions where the prices, as I said, are decided or settled by Government on the advice οf the Tariff Commission. I need not go into the logic of it-at other times when the Tariff Commission Report will be debated Shri Gupta can debate that point as well-but considering the fact that there are manufacturing establishments the prices of whose goods are settled with such wide disparity as Rs. 50 to Rs. 85, if there was no centralised agency for pooling the sales and having a pool price there would have been a sort of unrestricted "rate war" going on in this country The low-cost units would try to sell at a lower price a larger turnover and strain the limited transport capacity that is available. Therefore, the policy is not that of the State Trading Corporation, the policy is that of the Government, and within that limited policy the State Trading Corporation has done, I suppose, a good job of it.

The question of having or charging a lower price for cement is perhaps valid, but one thing has got to be taken into consideration, and that is, the STC is taking risks, and it took serious risks when it was directed by the Government to import cement at very high prices to meet the needs of the country. If its calculations had gone wrong, then it would have been saddled with losses. Therefore, it is not merely a profit which the STC is earning. When it earns any profit it also takes the risk of covering the losses in the past or in the future.

Shrı Ram Krishan Gupta mentioned about the showrooms and other things. But they are not the function of the The function of the STC in developing new markets for new commodities is just beginning In fact, this is the first year when it has been able to make a provision of Rs. 15 lakhs for development purposes never had it before Considering the conditions of world trade as they are, and the keen competition and the experience of traders in other countries I believe that with a little patience the STC will justify the trust which the House has placed in it At least, personally, to my mind, this Rs. 15 lakhs is just nothing in the form of development of trade contacts, because, after all, to run any worthwhile branch office will cost normally more than Rs 15 lakhs, and up till today, the STC has not got a single branch office outside India though it does such a large amount of business

Suggestions have been made that various commodities could be taken up so that trade in those commodities can be developed. That is exactly what the STC hopes to do. But regarding the broad suggestion that the

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entire foreign trade as also the internal trade should be taken over by the STC, I would submit that however eager the board of directors of the STC might be, it depends upon the direction which it receives from this House through the Government I would also submit that today, the STC being what it is, even if it is given that responsibility it will be too much for it to chew

Reference has been made to the distribution of non-ferrous metals and other commodities. As I said, these are merely agency functions. In fact, the STC would have been happier if it were not saddled with this job, because the returns on this work are very low indeed. The STC is being used by the Government as an agency and the actual distribution is done, there the orders of the Government, to actual users of these scarce commodities.

Shri V. P. Nayar: They sell it in the black market at 300 or 400 per cent

Shri Kanungo: There are always black sheep But all I want to submit is that the amount of malpractice has been reduced to the minimum During the stage between the import and the distribution to the allottees who are decided by the Government, the STC takes full responsibility and I can assure the House that there are no malpractices in spite of Shri Vidya Charan Shukla's allegations

Shri Vidya Charan Shukia: Do they not sell export licences? What is canalisation? (Interruption)

Mr. Chairman: Order, order

Shri Kanango: I am in possession of the House I am coming to the points which the hon Member has raised I would next take up the points which have been made by my esteemed friend Shri Ranga who is not here now Shri Ranga used rather strong words when he said that the STC indulges in favouritism and discrimination. The material on which he

based these charges is this, namely, the purchase policy of the STC, as far as metal ores are concerned, is, according to him, discriminatory How? In the public notices which have been issued since 1957 onwards, the Government directed the STC to use the fullest capacity of the shippers who were in the trade for 100 years. To. day, the STC is trying to do it and the development within the last two and a half years has been that it has stablised its procurement policy to such an extent that it is today able to offer the small man the benefits which are available to richer associates

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My friend from Bellary just now mentioned about a co-operative society—

Shri Achar: Mangalore

Shri Kanungo: Which receives the same privileges and the same terms as any other associate of the STC. The fact is, this If larger producers who have experience in this line, such as larger mine-owners who have got capacities, get larger orders, it simply because they can offer them As far as the difficulties of the Bihar and Orissa mine-owners are concerned, I may say one thing I am supposed to know something of it because I come from that part of the country It is the misfortune of the mine-owners of Bihar and Orissa that there are more efficient mine-owners and shippers elsewhere in the country than happen to be in that region

Shri Vidya Charan Shukia Only one shipper

Shri Kanungo: From the whole of the southern region—Bellary-Hospet region—the STC gets more attractive offers, and but for the direction of the Government and the limitation of transport, an ordinary profit motive would induce any trading organization to concentrate more on the Bellary-Hospet region than anywhere else. It is only because the STC is handling it that it is able to cushion to a certain extent the high cost in the matter of

availability of iron ore for export shipment. The other factor must also be remembered. Our internal capacity for consuming iron ore has been entirely based upon the availability of iron ore in that region. Moreover, when the steel-making capacity in this ' country grows, to that extent, availability of iron ore for export from that particular region—Bihar and Orissa-will be limited. There is nothing to be sorry about it, because the off-take will be assured irrespective of the fluctuations of the export market.

Shri Vidya Charan Shukla: 30 mine owners have closed their mines there. Whatever may be done later on, for the time being, they have closed down the mines.

Shri Kanungo: The closing down of mines is not a new factor. My experience for 30 years in the Central Provinces and Bihar has been that mines are closed and opened for many other reasons. It is not due to the operation of the STC. The STC has today embarked on a policy of distributing its patronage on an acreage-basis in the Bihar Orissa area. Any businessman will buy in the cheapest market and confine his purchases to near about railway lines, and not go mines which are situated in uneconomic areas. The STC has done utmost it can do. It has distributed its patronage on an acreage-basis. Shri Shukla's charges of coercion and he used some stronger word 'malpractice'-are not justified. It is easy to say all that. The Railway Board, naturally, is the authority to decide which party is to be allotted which area. Knowing as they do that today STC are the sole shippers of iron ore, I think they are perfectly justified in preferring those parties who have contracts with the STC.

Shri Vidya Charan Shukla: I am talking of manganese ore and not iron ore.

Shri Kanungo As far as manganese One is concerned, STC has got only 50 Per cent. of the quota; the other 50 Por cent is open to everybody. The allotment of space is the responsibility of the railways. Naturally it has got to be allotted to such parties who can make the maximum use of it and not hold the plots to ransom for other Parties. The judge of the situation is the railway authority. If the railway atthority have taken the decision that those who have foreign contracts and STC will have preference, I think they are justified in the sense that they have got the larger turnover....

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Shri Vidya Charan Shukia: Not necessarily.

Shri Kanungo: It does not rule of that others will not have a chance.

Shri Vidya Charan Shukia: It has ruled out. It has been mentioned in the Railway District Commercial Superintendent's reply to the M. P. Mineral Development Corporation.

Mr. Chairman: Order, order. The Minister is not yielding.

Shri Kanungo: I am prepared to speak on behalf of the Transport Ministry that they use their best judgment to give it to such people who can make the maximum use of the plots allotted to them. As far as the STC is concerned, we have never approached them to give us any preference. The railway today treats the STC on a par with any other trading organisation in the country.

Shri Vidya Charan Shukla: That is not correct.

Mr. Chairman: I do not approve of this sort of running commentary. This is not correct. If the hon, Minister yields, the hon, Member can get up. Otherwise, this sort of running commentary while the Minister is giving his reply is not allowed.

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Shri Kanungo: As far as the manganese ore trade is concerned, I certainly admit that the manganese ore trade has been reduced. I am going to compare the performance of the 50 per cent quota holders and of the STC which holds 50 per cent of the quota. It is a credit to the associates of the STC who have helped the STC in fulfilling whatever exports could be possibly fulfilled. If total exports have fallen, the reasons have been explained in this very often. I will challenge anybody. But for the efforts of the STC in the form of triangular contracts, link deals and barter agreements, I do not know what opportunities there would have been to revive the trade.

Motion re:

Dr. M. S. Aney (Nagpur): What is the up-shot of all your efforts for the sake of manganese trade?

Shri Vidya Charan Shukla: were exporting 16 lakhs tons of manganese ore....

Mr. Chairman: How can I approve of two people talking at a time?

Shri Kanungo: The confusion created by Shri Shukla is that after the STC entered into the manganese ore trade, the exports have been reduced. I dispute it. Of course, opinions can differ about it. Today, the quotaholders are in a much better position than they were, because public notices have been issued from 1958 onwards and it has been stated that anybody who has got a contract for more than three years or for any period up to 3 years can get ad hoc quotas from Government. Therefore, today quota\_holder is very much at an advantage, because as soon as he completes the contract, he gets movement facilities and quota facilities. To say that the STC is the villain of the piece is not correct.

But I must say that the STC is not perfect. It is only two years old and it has got to gain experience. I believe the shortcomings which are inherent in it because of its new experience will

be eradicated as soon as possible. I also believe the success which has been attained and the encomiums given to the STC in today's discussion will encourage them to run their affairs more efficiently and to get over their shortcomings.

Regarding staff and other matters, I have no time to deal with them. It is a fact that the staff are working under various disadvantages. They are not treated as Government servants, because they are not Government servants.

Shri V. P. Nayar: Have you seen their office? It is a dungeon.

Shri Kanungo: The STC is structing buildings for its office, for housing the staff, etc.

I am grateful to the Members of the House that on the whole, largely the efforts of the STC have been appreciated.

श्री राम कृष्ण गुप्त : मि० चेयरमैन, मैं ग्राप के जरिये माननीय मंत्री जी का शक्रिया <mark>म्रदा करता हूं कि उन्होंने</mark> इस बात को तस्लीम कर लिया है कि एस० टी० सी० का काम अभी तक मुकम्मल नहीं हुआ, वह परफेक्ट नहीं है ग्रौर जो डिकेन्ट्स उस में हैं, उन को इरैंडिकेट करने की पूरी कोशिश की जा रही है। मुझे पुरा विश्वास है कि नैक्स्ट यीग्रर तक इस काम में जितने डिफेक्टस हैं, उन को काफ़ी से ज्यादा दूर कर दिया जायेगा । जैसा कि अभी माननीय मंत्री जी ने कहा है, ट्रेड की बहुत सी ऐसी एक्टिविटीज़ हैं कि जिन का एस० टी॰ सी० से कोई ताल्लुक नहीं है। मैं ग्रपील करूंगा कि सब से ज्यादा जरूरत इस बात की है कि कम से कम जो गवर्नमेंट के टेड के ग्रलग म्रलग डिपार्टमेंट हैं, उन को जरूर युनाइट और को-ग्रार्डिनेट कर दिया जाये ग्रीर उस तमाम काम को एस० टी० सी० चलाये। मिसाल के तौर पर स्टील कंटोलर भी काम

श्री रामकृष्ण गुप्त]

करे रहा है धीर स्माल-स्केल इडस्टीज कार्यो-रेखन भी भ्रलग काम कर रही है। इस से भी काकी विकास भाती है भीर मुझे पूरा विश्वास 🛊 कि जितना टेड का काम किया जाता है. उस तमाम को को-माहिनेट किया जायगा बहुएस० टी० मी० के थ्र किया जायगा।

इस के अलावा में कोई नई बात नहीं कहना बाहता है। मुझे पूरा विश्वास है कि नैक्स्ट बीग्नर जो रिपोर्ट पेश की जायगी. पिक्चर हाउस के सामने रखी जायगी, बहु इस साल से और भी ज्यादा बेहतर होगी. जैसे कि इस साल की रिपोर्ट पिछले साल में ज्यादा घच्छी है ।

Mr. Chairman: The question is:

"That this House takes note of the Second Annual Report of the State Trading Corporation of India Limited for the period ending the 30th June, 1958, laid on the Table of the House on the 29th April, 1959 "

The motion was adopted.

14.30 hrs.

PRIVATE COMMITTEE ON MEMBERS' BILLS AND RESOLUTIONS

FIFTIETH REPORT

Mr. Chairman: The House will now take up Private Members' Bills.

Shri Ram Krishan Gupta (Mahendragarh): I beg to move:

"That this House agrees with the Fiftieth Report of the Committee on Private Members' Bills and Resolutions presented to the House on the 9th September, 1959 "

Mr. Chairman: The question is:

"That this House agrees with the Fiftieth Report of the Committee on Private Members' Bills and Resolutions presented to the House on the 9th September, 1959."

The motion was adopted.

14.301 hrs.

MIRZAPUR STONE MAHAL (AMENDMENT) BILL-contd.

(AMENDMENT OF SECTION 3) BY SHE RAGHUNATE SINGH-contd.

Mr. Chairman: The House will now resume further consideration of the following motion moved by Raghunath on the 28th August, 1959:

"That the Bill further to amend the Mirzapur Stone Mahal Act. 1886 be taken into consideration."

Out of one hour allotted for the discussion of the Bill, one minute has already been taken on the 28th August, 1959 and 59 minutes are now available for further discussion today. Shri Raghunath Singh may continue his speech.

भी रचुनात सिंह (वाराजसी) : समापति महोदय, यह एक बहुत पुराना सेंट्रल कानून है, जो १८८६ में पास हमा था। जैसा कि सब को मालूम है, मिजपुर प्राचीन काल से ही फ्लर के कारोबार में प्रयाणी रहा है। हिन्दू-स्तान में चार पांच प्रकार के परवर होते हैं. जैसे सफ़ेद पत्थर, काला पत्थर, मूरा पत्थर और सास पत्थर बगैरह । यह कानून स्टोन के सम्बन्ध में है, लेकिन स्टोन क्या पदार्थ है भीर मिर्जापुर में किस प्रकार का स्टोन होता है, इस एक्ट में इस की कही परिवाधा नहीं है। में इस बात को मानता हूं कि नारतीय संविधान के सातवें शिक्यूल की २३वीं एन्टी के अनुसार यह अब स्टेट सबबेक्ट हो गया है भीर स्टेट्स को इस सम्बन्ध में कानून बनाने का प्रधिकार प्राप्त है, लेकिन में ने इस विधेवक को यहां इसलिए उपस्थित किया था कि चूंकि यह तेंड्स एक्ट है, मतएब इस संसद् की यह अविकार प्राप्त है कि वह इस संसोधन को