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prices. If the public sector sell them at higher prices, then the hon. Members might criticise about the functioning of the public sector units. There would be a number of other implications. I do not know whether the public sectors units should at all be denied the normal advantage of the the economic activities.

## Rise in Issue Price of Wheat

\*777. PROF. MADHU DANDA-VATE: Will the Minister of AGRI-CULTURE be pleased to state:

(a) whether it is true that immediately after the announcement of the new procurement and price policy, the issue price of wheat went up by 40 per cent; and

(b) if so, what prompt action is proposed to bring down the issue prices of wheat?

THE MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE (SHRI ANNASAHEB P. SHINDE): (a) and (b) Consequent from the increase in the purchase price of wheat, the Central issue price of wheat has been revised to Rs. 125|per quintal for all varieties against Rs. 90|- and Rs. 96|- per quintal for common and superior varieties fixed earlier. 

PROF. MADHU DANDAVATE: Mr. Speaker, Sir, before I put my supplementary, I would like to bring to your notice that he has not replied part (a) of the question at all. I shall put my supplementary after he replies to part (a) of my question.

MR. SPEAKER: You can ask that through your supplementary.

PROF. MADHU DANDAVATE: Ι think he has forgotten part (a) of my question. Let him first reply to that.

SHRI ANNASAHEB P. SHINDE I would like to submit to you that the hon. Member may be having a different view. I have tried to make a humble attempt to reply to his question. May be, he may have а different view.

PROF MADHU DANDAVATE: Part (B) of the question is-

"What prompt action is being taken to see that the issue prices are brought down?".

Not a single word has been given in reply to that. You may read the reply yourself, Sir. If not giving a reply is also part of the reply. then it is all right.

MR. SPEAKER: He says that he has already given the reply. Now, I leave it to the hon. Member to get the clarifications he wants from the the hon. Minister through his supplementary question.

PROF. MADHU DANDAVATE: In view of the 38.8 per cent rise in the issue prices as admitted by the hon. Minister, may I know whether Government would decide to provide adequate Central food subsidy so that the issue prices which have been raised can be brought down?

SHRI ANNASAHEB P. SHINDE: We appreciate the concern of the hon. Member about the high issue prices, but I would again like to appeal to the House and to the hon. Member to consider whether this was avoidable at all, because it was the desire of this House that remunerative prices should be paid to the farmers, and it was an almost unanimous demand from all sides of the House; and everybody knows that it is in the national interest that production should not go down and no prices should be fixed which may discourage production or bring the economy of the country into difficulties as a result of lesser production. So, a remunerative price of Rs. 105 has been fixed.

Now, the question is whether it should be sold at a subsidised rate. Even at the present rate of issue price, our calculations indicate that there would be a subsidy of Rs. 7 per guintal involved in that; that mans that if 3 million tonnes of wheat the total subsidy are distributed, would come to about Rs. 21 crores. So, the subsidy is already there and it is provided for If more subsidy is to be provided, it means deficit financing and a number of other implications of the same of which hon Members are aware.

PROF. MADHU DANDAVATE: I have said adequate food subsidy.

SHRI ANNASAHEB P. SHINDE: I would seek your indulgence, Sir. I have observed your remarks earlier, but if I do not clarify one point further here, perhaps hon. Members may misunderstand me. Imported wheat at the moment is purchased at much higher prices, while we are it at cheaper prices. selling So. even the subsidy of Rs. 100 crores that we have provided for in the budget may get absorbed in that. It is a matter of judgment whether it is possible to have subsidy higher than Rs. 100 crores and whether the economy can bear it

PROF. MADHU DANDAVATE: In view of the increase in the issue price of wheat and also the unsatisfactory procurement, will Government decide to reconsider this entire approach to the policy of take-over so that at least the vulnerable sections of society can be assured of wheat at lower issue prices and also protection to them?

SHRI ANNASAHEB P. SHINDE: I do not know what the hon. Member means by reconsidering the policy. After giving a lot of thought to the problem, Government have come to certain conclusions and there is no proposal at the moment to reconsider the policy as such. As  $fa_r$  as providing foodgrains to the vulnerable sections is concerned, Government are equally concerned about it, and our effort would be to see that the public distribution system in the country is supported by providing food at the issue price of Rs. 125 to the State Government.

श्वी विभूति सिश्च. ग्रध्यक्ष जी, क्या यह सही है कि पंजाब, हरियाणा ग्रौर सारे देन के किसानों ने, सरकार ने गेहूं की जो कीमत निण्चित की है, उस के प्रति ग्रसन्तोष प्रकट विया है? क्या सरकार ने किमानो के लिये जो दाम निश्चित किये, उस की कास्ट-आफ प्रोडक्शन का हिसाब लगाया है? यदि लगाया है तो क्या किसानों को जो कीमत मिल रही है उस से किसानों को घाटा हो रहा है, जिस से खेती के उत्पादन पर ग्रसर पडेगा, उत्पादन घटेगा?

SHRI ANNASAHEB P. SHINDE: There has been mixed reaction but by and large, I learn that large section of the farming community have reacted very favourably to the prices announced by Government. But there can be different views, because the inputs are in short supply and there are a number of other difficulties, but the interests of the farmers, to my mind, have been taken into consideration while fixing the prices

थी सटल बिहारी बाकरेबी : क्या मन्ती महोदय को मालूम है कि कुछ राज्यों में जो मेहूं 70 रुपये क्विंटल खरीदा गया का घव वह राशन की दुफान से 140 रुपये क्विंटल बेवा जा रहा है ? क्या यह उरूरी था कि राजन की दुफान से बेचा जाने वाला नेहू इसी समय मंहगा किया जाता? क्वा मन्दी महोदय को मालूम है कि इस का प्रसर यह हुआ है कि किसान जी अपना गेह सरसा बेचने को नैयार नहीं है क्यों कि जब वह देखता है कि राशन की कान पर गेहूं 140 रुपये क्विंटल दिक रहा है तो वह घ ना नेह सरसा बैचे बेचेगा ?

SHRI ANNASAHEB P. SHINDE: When the issue price is raised, naturally everywhere through the public distribution system from a particular date the new price comes into force. Most of the wheat procured last year has already been distributed; only a few areas here and there remain where it is now distributed. What is being distributed now is imported wheat over large parts of the country In specific areas, there may be quantity of the procured a small wheat being sold. But that is inevitable when Government takes a decision on an all-India basis

भी भिभूति सिभा ग्रध्यक्ष महोदय, मेरा प्वाइं ग्राफ ग्राईर है। जब इम्पोर्टेंड व्हीट का इतना महगा दाम दे रहे है तो किसान को क्यो नहीं दे रहे है?

ग्राध्यक्ष महोदय: यह ग्राप कैंमे खडे हो मए? क्वेल्चन ग्रावर मे प्वाःट ग्राफ ग्रार्डर नही होता।

श्वी कटल किह. शी वा जपेवी मेरे प्रग्न का उत्तर नहीं ग्राया। मैं ने पूछा था क्या मरकार के लिए जरूरी था कि इस. समय ईस्थ् प्राप्टम को बढ़ावा जाता ? क्या इस ो किसान के मन मे सह मान पैदा नही हुग्रा है कि उस को कम दाम दिया जा रहा है जब कि मरकार राणन की दकान से मंहगे दाय पर देच रही है ?

SHRI ANNASAHEB P. SHINDE: The farmers' interest has been very much taken into account in the new policy. The hon. member will appreciate that the price mixed of Rs. 105 would be almost the minimum price and not the procurement price a5 such. If as a result of the operation of the market mechanism, the price rules at Rs 110 or Rs. 115, to that extent the farmers' interests will be In fact, what the protected new policy ensures is larger production and incentive to the producer. I do not think a negative view should be taken of this policy.

SHRI SHIVAJI RAO S. DESH-MUKH: May I know whether the concept of subaidy is born out of a misplaced enthusiasm for increase in the cost of distribution which is as high as 40 per cent? How long do Government propose to insist on this democracy and socialism in the principle of subsidy under which all the high income group people in urban

areas are subsidised in the matter of cost of foodgrains and also in terms of incresed salaries and DA? SHRI ANNASAHEB P SHINDE: He has expressed his option I do

not think an answer is called for It is not relevant.

SHRI SHIVAJI RAO S DESH-MUKH. It is relevant.

SHRI ANNASAHEB P SHINDE: Without going in'o the rationale of it, Government naturally feel that higher subsidies would cleate more problems for the economy and therefore, the effort is to reduce the element of subsidy in the issue price

SHRI SHIVAJI RAO S DESH-MUKH. My question has not been answered I asked whether the cost of distribution is as high as 40 per cent. Let Government come out with facts at least.

SHRI ANNASAHEB P. SHINDE It is not a correct s'atement that it is as high as 40 per cent Of course, information about the cost of overheads etc involved in this has been given  $o_{\Omega}$  the floor of the House a number of times

SHRI SHIVAJI RAO 5 DESH-MUKH: Is it as high as 40 per cent?

MR. SPEAKER: Do not make it a debating hour

धहले तो एक दम उठते हैं, फिर एक दूसरे को देख कर ग्रीर खडे हो जाते है। अब कैसे करें इतने क्वीक्वन इस पर हो गए। इस पर डिवेट भी हुई, फिर भी इतने लेग खड़े हो रहे है।

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SHRI S. M. BANERJEE: When the procurement price was fixed at Rs. 105 per quintal, we were assured by the Cabinet Minster that the issue price would not be more than Rs. 1.25 per kilo. Then the Coief of the Grain Dealers' Association, under whose initiative the whole thing was handed over to the private sector, made a statement saying that the price may rise to Rs. 1.50 a kilo, which has come true. What is the basis of fixing the issue price? Is it calculated on all basis of procurement price or some subsidy is given so that the consumer may be benefited or it has been done at the dictates of the Grain Dealers' Association who have forced Government to change the decision?

SHRI ANNASAHEB P. SHINDE: As I have said earlier, there was no question of Government formulaing its policies on the basis of the dictates of any organisation as such. Of course, Government examines all ideas and suggestions. That is a different matter.

SHRI PILOO MODY: You make the policy at the dictates of these people and you change it at the dictates of some other people.

SHRI ANNASAHEB P. SHINDE: It is well known to the hon. Members of the House that a very large number of elements for the subsidies were involved. The difference between the procurement price and the issue price was very low. After examining all possibilities, the the Government came to the conclusion that when • the minimum price had to be raised to Rs. 105, naturally, the issue price was decided to be raised to Rs. 125. where it rests. According to the calculation of the Food Corporation of India, even this should include an element of Rs. 7 per quintal as subsidy, because, with the other costs like transport, storage charges, etc., it comes to almost Rs. 25 to Rs. 27 plus Rs. 5, totalling Rs. 32. That is the overhead expenditure. So, it means Rs. 7 as subsidy per quintal.

MR. SPEAKER: Next question.

SHRI S. B. GIRI: Sir, in my Telengana area we are not given any wheat. I want to ask a question.

MR. SPEAKER: Kindly sit down. I have called the next question. I do not go by areas; I go by the questions.

PROF. MADHU DANDAVATE: He says not only Telengana was lost but wheat also was lost!

MR. SPEAKER: Please sit down. We have not been  $abl_e$  to do many questions.

## उमर प्रदेश के वृष्टी किलीं में मोटे खमाज लाने-चे-जाने पर प्रतिबन्ध

\*778. भी भग्तिका प्रसाद: क्या कृषि मंत्री यह बताने की क्रूपा करेंगे कि :

(क) क्या एक राज्य से पूसरे राज्य मे मोटा भ्रनाज साने-ले-जाने पर ग्रव कोई प्रतिबन्ध नहीं है जैसा कि उन्होंने हास हूं। में समद में चोषणा की थी ;

(ख) क्या उत्तर प्रदेश के पूर्वी जिलों मे विशेषकर बलिया मे इसकी धवहेलना की जा रही है, सौर

(ग) यदि हां, तो इसके क्या कारण हैं प्रौर इस सम्बन्ध में सरकार क्या कार्यवाही कर ∵ही है ?

THE MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE (SHRI ANNASAHEB P. SHINDE): (a) to (c). A statement is laid on the Table of the Sabha.

## Statement

The decision of the Government of India to lift all restrictions on the movement of coarse grains was an-