भी जांबबंत धोटे: आप तो कांग्रेस के साथ हैं, यू अपी० में भी कांग्रेस के साथ थे . .

भी रामाबतार शास्त्री: यह बात आप बोलना बन्द करिए ...

श्री जांब्यंत घोटे: आप भी बोलना बन्द करिए।

मैंने कहा कि उन्होंने यह बात नहीं कही। प्रोसीडिंग देखिए...

समापति महोदय : देखा जाएगा । (म्यव-धान) ।

Are you closing, or do you want to continue tomorrow?

DHAMANKAR : At least SHRI two minutes more, if you are pleased to give me.

MR. CHAIRMAN : Then you continue tomorrow.

SHRI DHAMANKAR : Thank you. 17-31 hrs.

BUSINESS ADVISORY COMMITTEE

THIRTY-SEVENTH REPORT

THE MINISTER OF PARLIAMEN-TARY AFFAIRS (SHRI K. RAGHU-RAMAIAH): Sir, I beg to present the Thirty-seventh Report of the Business Advisory Committee.

17-32 hrs.

HALF-AN-HOUR DISCUSSION

PRODUCTION TARGET OF STEFL FOR 1974-75

SHRI D. D. DESAI (Kaira) : Mr. Chairman, Sir, we are on a very serious matter. The production of steel is almost stagnant since 1965-66, when the saleable steel was to the tune of 4.59 million tonnes. If we were to accept the figures given by the newly-formed authority, if we were to accept those figures given by Mr. Wadul Khan, then probably we would have been left with 190 per cent should be utilised, because

reduction in output of steel in spite of our larger investments in such a vital sector of the public undertakings. Planning Commission prodded up to 5.19 million tons.

The irony of India is that we have all the raw materials that we need to make the steel. It is well known that we have invested a large amount of capital not only in the steel plants but in the required capital eyuipment manufacturing plants. We have even developed a certain amount of technological basis to produce machines for the steel plants. With all that, with all the required raw materials within the reach of the steel plants, namely, iron ore, coking coal, ferro-manganese, dolomite, limestone, foldspar and even ths refractories, if we are not to progress in the production of steel, then I am afraid that the economy of the country is and will be seriously affected.

The difficulty runs like this. We now pay in Bombay about Rs. 5000 for a tonne of steel sheets in the open market. This is unheard of in any part of the world. We import about Rs. 200 crores worth of steel annually. One year back, the then Minister in charge of steel Ministry formed the Steel Authority of India Limited (SAIL) and it was expected to substitute the civil service culture by the industrial culture. Unfortunately after one year of SAIL operation we find that it has scaled down the target of steel whereas production should have been not less than 8 million tonnes. We are given a number of reasons like the power shortage, transport bottleneck, labour problems, scarcity of cocking coal and so on, but the basic fact is lack of utilisation of installed capacity. We cannot criticise the Minister, who took over recently, for the past failures. But we would naturally like him to see that the unutilised capacity of steel plants in which we have invested about 2100 crores of rupees is utilised. This capacity should he utilised to the full or at least 85 or a target for 1974-75 of 4.45 million ton- there are no constraints about steel con-nes of saleable steel. This means a sumption or production.

The per capita consumption of steel in India is only 11 kg. whereas in Africa it is 27 kg. and in Japan it is 914 kg. In other words our country is primitive in the consumption of steel and probably it is one of the lowest in the world. With nearly 20 years of background in the public sector and nearly 70 years in the private sector we could easily have done much better than this. In late thirties we had the private sector plants. Our steel was the cheapest and we could export steel. We are today exporting to several countries. Iron ore and ferro-manganese-the raw materials required for steel production. The hon. Minister should give us an idea as to what SAIL is up to and whether it is a super bureaucracy. HSL itself was considered a bureaucracy incapable of delivering the goods. Now we have a second layer of bureaucracy namely SAIL. The gentleman, who is in-charge of SAIL, is a colleauge of the ex-Minister and his background I believe, is in Tomco. Perhaps he has no experience or knowledge of operating steel plants.

In this country we change too often the personnel in-charge of steel plants. Even the personnel which is trained for specific jobs, after 10 years of experience is changed. They do not continue to stay on. They are shifted to some other position. In industry at least 20 years of experience continuously is necessary before a man really becomes useful for management of that industry. This is one of the important areas in which we want an assurance. For example, in four years, we changed general managers four times in Rourkela. This would not have happened in any other part of the world. It could happen only in India.

I request the hon. Minister to consider these matters and give me a reply.

SHRI ANNASAHEB GOTKHINDE (Sangli) : There is virtually a paradoxical situation that in the midst of plenty we are experiencing scarcity in this particular item in the country. I want to know from the hon. Minister whether it is a fact that nearly 3 lakh ton-

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nes of stocks are lying idle in various. steel plants and that the small-scale steel re-rolling mills industry in the country and, specially, in Maharashtra is facingacute shortage of these raw materials. I want to know whether the sale orders issued in favour of these mills are not being executed for years together. On the one hand, we see that the stocks. are lying idle there and on the other hand, the ancillary industry of this. particular industry is facing acute shortage of these raw materials. May I know from the Government how the situation is going to be improved, how the small-scale industry is going to be helped by the new procedure and what steps are being taken in this direction?

श्री रामावतार शास्त्री (पटना) : सभापति जी, यह चिन्ता की बात है कि हमारे देश में इस्पात के उत्पादन की कमी है, इस्पात का जितना उत्पादन हम चाहते हैं वह नहीं होता है। इसी बात को ध्यान में रखते हुए मैं जानना चाहता हूं। यह कहा गया है कि बिजली संकट उसका एक कारण है, दूसरा कारण है गो-स्लो या काम धीमे करो या रेलों में हडताल हो जाती है वह इसका कारण है। तो बिजली की कमी को देखते हुए और साथ ही जिन इलाकों में ये इस्पात के कारखाने है उन इलाकों में कोयले के भण्डार की बहलता को देखते हुए क्या सरकार उस इलाके में और ज्यादा थर्मल पावर स्टेशन्स बनाने का विचार रखती है ताकि बिजली की कमी जो बताई जा रही है उसकी पूर्ति की जा सके?

दूसरे.---मजदूर असंतुष्ट हैं इसकी वजह से काम धीमा होता है या कहीं-कही औद्योगिक सम्बन्ध बिगड़ जाते हैं, हड़ताल हो जाती है, तरह-तरह की रुकावट को बातें हो जानी हैं लेकिन क्या यह बात सच है कि खास तौर से पिछले लगभग एक डेढ साल से अनाज की कमी के कारण

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[की रामावतार मास्ती]

मंजदूरीं का बहुत-सा समय इघर-उघर अनाज खोजने में लग जाता है क्योंकि सरकार की तरफ से अनाज देने की कोई व्यवस्था नहीं है----यदि यह बात सच है तो क्या सरकार इस्पात कारखानों में काम करने वाले मज-दूरों के लिए सरकार की तरफ से सस्ते गल्ले की दुकानें खोलने की व्यवस्था करेगी ताकि बे लोग निश्चिन्त होकर उत्पादन का काम कर सकें?

तीसरे---क्या यह बात सच है कि टिस्को जो टाटा के हाथ में है उसमें जो पूजी लगी हुई है वह ज्यादातर पब्लिक फाइनेशियल इन्स्टी-ट्यूशन्स----एल०आई०सी बगैरह की है? यदि यह बात सच है कि ज्यादा हिस्मा उनका है तो फिर टिस्को को टाटा के हाथ मे रखने का क्या औचित्य है ? सरकार उसका राष्ट्रीयकरण करने में क्यों हिचक रही है? इस्पात के सकट को दखते हुए क्या मरकार टिस्को को अपने हाथ मे लेना चाहनी है? यदि नही, तो क्यों?

साथ ही क्या यह बात सज है कि जो कारण आपने बताए है उनके अलावा एक कारण यह भी है कि आपके वडे-बडे नौकरणाह, उपर से लेकर नीचे तक जो है उनकी मिली भगत प्राइवेट सैक्टर के साथ है जिसकी वजह मे बे उत्पादन में मैंव्टाज करने की कोणिश करते है ? यदि टम बात मे कुछ भी मत्यता है तो इसको रोकने के लिए आपने कौन-मी कार्यबाही की है?

SHRI BISWANARAYAN SHASTRI (Lakhimpur) : Mr. Chairman, Sir, steel is one of the basic materials for the development of the country, not only for industrial development but also for agricultural development. In view of this, may I know from the hon. Minister what are the definite steps he has taken or is going to take to utilise the full capacity of the steel plants? Secondly, I want to know whether they have made any survey to exploit the iron ore lying in areas unexplored hitherto. Thirdly, for running the steel plants to full capacity, power is necessary; but power is with some other Ministry. May I, therefore, know whether any close coordination is being undertaken for having fully supply of power for production of steel?

THE MINISTER OF STEEL AND MINES (SHRI K. D. MALAVIYA) : Mr. Chairman, Sir, I will be very brief in my answers because I have only ton minutes.

Mr. Biswanarayan Shastri wanted to know whether there was any coordination between the Minister of Power and Ministry of Steel and Mines. I say, 'Yes'. We are coordinating with each other not only through the Ministerial heads, but we have also inter-Ministerial Committees and they are constantly trying to sort out the problems which are coming in our way so far as increase in power generation and further cooperation and coordination between the Musistics are concerned. And I hope that, within a very short time, this process of coordination, collaboration and cooperation between the Ministries, between each one of us, will result in increased production.

Mr Biswanarayan Shastri also raised the question of exploration of more iron ore. We have enough deposits of iron ore in our known reserver. There is a programme of exploration, surveys are going on; and there is a constant effort to increase our known reserves so far as iron ore is concerned. We are satisfactorily placed so far as known reserves of iron ore are concerned.

रामावतार शास्त्री जी ने तीन चार सवाल उठाए। एक तो कोल वेल्ट एरियाज में धर्मल पावर स्टेशन्स बनाने के सिलसिले में उन्होंने बात कही। बात सही है और में उन्होंने बात कही। बात सही है औ उनमे इत्तफाक करता ह कि कोयले के धेत में जहा कही सम्भव है कोल के ऊपर आधारित बिजली से कारखाने हमे लगाने चाहिएं। गवर्नमेट इम वात पर बहुत तेजी से विचार कर रही है और भेग खयाल है फिफ्य फाइब ईयर प्लान मे कोल के ऊपर आधारित धर्मल पावर स्टेशन्स को संगठित

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करेंगे। खास तौर से केन्द्र का और स्टेट गवर्नमेंट्स का इसमें आपस में समझौता हो, सहकार हो, को आर्डिनेशन और को-आपरेशन हो, इस प्रश्न पर भी हम बहुत तेजी से गौर कर रहे हैं।

सफ़्ते गल्ले की दूकानें खोलने का बहुत ही जरूरी कार्यक्रम गवर्नमेंट के सामने है। मैंने जैसे ही इस मिनिस्ट्री का काम सम्प्राला, मैंने तुरन्त बिहार गवर्नमेंट से लिखा-पढ़ी शुरू की है और मुझे आशा है कुछ हफ्तों में किसी फैसले पर आयेंगे कि किस प्रकार से उन नमाम काम करने वालों को, जो कोल खदानों या लोहे के कारखानों में हैं गल्ला, दवाई वगैरह की सुविधाएं दे सकें।

व्यूरोकेसी के बारे में मैं शास्त्री जी से इत्त-फाक नही करता, जैसा मैं अभी कहूंगा मान-नीय देसाई द्वारा उठाए गए सवालों के बारे में ।

जहां तक टिस्को की लागत का सवाल है वह पब्लिक इन्स्टीट्युशन्स से ही पैसा लेकर के काम चलाते है। बात सही है। जितने भी बड़े-बड़े उद्योग धन्धे हैं उनको सहारा तो देना ही पडता है. अन्ततोगत्वा पुंजी का स्रोत तो सरकार ही है, पब्लिक फ़ाइनेंशियल इंस्टी-ट्यु सन्स ही हैं। और जब तक हमारी फिक्स्ड इकोनोमी है वह आगे भी बढ़ती जाएगी फिर भी प्राइवेट सँक्टर को सरकारी इंस्टीट्यूशन्स पर आधारित तो रहना ही पड़ेगा। तो जो हमारी आगे बढने वाली पालिसी है उसका कहीं खंडन नही है। लेकिन हमको बराबर ध्यान रखना चाहिए कि जो भी प्राइवेट सैक्टर के उद्योग-धन्धे है वह जो कर्ज लेते हैं, जो सूद उनको देना होता है वह वक्त पर अदा करते जाएं ताकि उन का काम भी आगे चलता रहे अच्छी तरह से।

I now come to the points raised by Shri D. D. Desai. These points have already been elaborated and answers given in reply to an unstarred question which perhaps formed the basis of the debate that has been raised now by Mr. Desai.

It is indeed a fact that the Steel Authority of India under the Ministry of Steel and Mines have projected a figure of production which is lower than what it was in 1972-73. It is also a fact that the Steel Authority of India have put the production target for saleable steel at only 5.19 million tonnes in 1974-75 and this target is lower than the target of 1973-74. It is also a fact that in the year 1966-67, if I may correct him, he production was to the tune of 4.838 million tonnes. But let me now come and try to explain it.

Since then IISCO production has gone down is almost completed falling down, but the production of the public sector units of Bhilai and other units has shown a tendency to increase and even in those years they were showing a higher production than what the private sector units were showing. If you relate the annual production year by year to the financial investment that the Government is making, that will not be a correct way of evaluating the performance. These are long term investments. Out of a total outlay of-I am only giving an illustration-Rs. 184.22 crores in 1973-74 as much as Rs. 106 crores went to Bokaro which is a long-term plan to build up our production targets and Rs. 21.4 crores are for Bhilai expansion and some of the associated schemes. Now, all these investments of Rs. 106 crores and Rs. 21 crores and in total, a substantial investment of Rs. 184 crores should not be linked with the annual growth of production. But the result of these investments will be reflected sometime in the second or the third year of the Fifth Plan. In the year 1974-75 out of the proposed outlay of about Rs. 276 crores, the bulk of the allocation will again be for Bokaro expansion which is Rs. 119.64 crores. For Bhilai expansion 1t is Rs. 6 crores. For the three Southern plants also the present outlay is of Rs. 7 crores only; we propose to increase that. All these investments in major schemes have necessarily to be linked up with long gestation period. Slower production or fall in production in the last few years is indeed a fact. The reasons have also been stated. These reasons are not an excuse to hide the inefficiency of the

Department or the Ministry or certain officers. These are hard facts. It is a fact that there is power shortage; it is a fact that there is labour trouble.

SHRI D. D. DESAI: May I just intervene to correct or to provide some figures? Tata Iron and Steel Plant has been consistently running for the past four years at 80 per cent of its installed capacity and IISCO also was operating at 70 per cent in 1969-70 but it has slided down to 43.1 per cent in 1972-73.

SHRI K. D. MALAVIYA : 1 am not referring to that. What Mr. Desai said is not only incorrect but it is not a fully correct picture. Production of saleable steel, from the five main steel plants was the maximum in 1966-67. In 1966-67 the total production was 4.84 million tonnes of which the contribution of the three public sector steel plants was 2.561 million tonnes. The contribution of TISCO was 1.57 million tonnes and of IISCO 0.7 million tonnes. Recently that 0.7 million tonnes is falling down. While it is noteworthy that in 1972-73, though the production of **HSCO** went down the total production from all the plants was as high as 4.79 million tonnes principally because the public sector steel plants produced an all-time high of 2.99 million tonnes of saleable steel.

In the years 1973-74 indeed production has been badly affected because of the reasons which were enumerated answer to the Unstarred Quesin tion. These hard fact and now we are trying our best within ourselves and with the Railway Ministry, to remove those botttlenecks. It is no use my enumerating all those steps that we propose to take. We are actively considering how best to normalise the relationship between the trade union workers and the departments concerncd in Steel and Railway Ministries and also with regard to the normal relations between the leaders of the trade union movement who are constantly trying to build a certain situation which sometimes is not very healthy for us.

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Now, I seek the cooperation of the Members of this House also to improve those relations. If those relations are not improved, if the situation does not normalise and if the present tensions will remain as they were for some time back, then it would be difficult for us to work in order to register a high rate of increase in the production of steel.

18.00 HRS.

There is only one point. This was raised by either Shri Ramavtar Shastri or some other hon. Member. That was with regard to the piling up of finished goods in the steel plants. I say that it is a fact that several lakhs of tonnes ot finished steel-about 3.61 lakhs tonnes of finished steel-is lying in steel plants. But, the difficulty, as I have said, is in regard to the movement. Recently we have improved this situation. We hope that it will improve further. The difficulties which are being faced by the industries in Maharashtia or any other part of the country are genuine; we are trying to remove those difficulties and we hope that, in the next few weeks, the situation will further improve. Of course, it may not very much improve within the next few weeks but, I hope that, in the next few weeks, the situation will register an improvement which will satisfy normally my hon. friends who raised this point.

SHRI D. D. DESAI: In Bokaro, there has been some tendency to dilute or postpone or phase out scheduled programmes of the Steel Plant. About that what is the plan that the Minister has in mind?

SHRI K. D. MALAVIYA: We are taking all pecessary care to see that the tempo of production and the progress that we have set at Bokaro is not diluted or diffused in any manner. The difficulties that we are facing are being solved. Those difficulties are on account of several issues that have come up before us. Unless we solve those difficulties, those issues

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are likely to be faced by us for some more time. I do not, on my part, wish to raise any optimistic hopes that tomorrow we are going to solve them. That is going to take a little more time. That is because of certain elements not cooperating in this highly skilled area. They are not cooperating in any manner. Cooperation, of course, is forthcoming from the INTUC as well as from the AlTUC. Among the general sections of the people, there are some who have got to be satisfied. It will be our endeavour that we would satisfy them within the framework of our policy. There are certain elcments who, perhaps, may not be able to cooperate with us. The other day we said that anti-social elements had to be taken care of. We would wait for that very patiently. We hope that our effoits would bear fruit. But, somehow or other, we are not able

to succeed in persuading them. We shall see to it that our programme of production does not get disturbed in any manner.

I hope that in the near future improvements will be registered in all these matters; railway transportation will also improve; the functioning in coal-mines will improve and the relationship between ourselves and the workers will improve.

MR. CHAIRMAN : The House now stands adjourned till 11 A.M. to-morrow.

18.04 hrs.

The Lok Sabha then adjourned till Eleven of the Clock on Thursday, February 28, 1974/Phalguna 9, 1895 (Saka).