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Monday, 2nd.May, 1988/12 Vaisakha,-1910 (Saka)

The House met at eleven of the clock, The Deputy Chairman in the Chair.

MEMBERS SWORN ..

| 1: Shrimati | Ratah | Kumari |
|------------------|-------|--------|
| (Madhya Pradesh) | | |

2. Shri Murlidhar Chandrakant Bhandare (Maharashtra).

ORAL ANSWERS TO QUESTIONS

Import of Cellular Mobile Radio Telephone System

•101. SHRI, V. NARAYANASAMY: Will the Minister of COMMUNICATIONS be pleased to state:

(a) whether Government have revised their policy of importing Cel-htlar Mobile Radio Telephone System though it was initially agreed that the System would be imported;

(b) if so, what are the main reasons for sudden decision to stop the import of these car telephones; and

(d) whether Government have ihdigfenous technology for manufacturing car telephones?

THE MINISTER OF ENERGY AND THE MINISTER "OF COMMUNICATIONS (SHRI VASANT SATHE): (a) No, Madam.

(b) Does not arise in view of (a) above.

(c) Not yet. However, preliminary work for indigenous development of small capacity systems has been taken in hand.

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SHRI V. NARAYANASAMY: Madam, we have been receiving contradictory Press reports about the Telecommunication Department favouring importing this technology when the Prime Minister's the Prime Secretariat-and Minister's Technical Adviser have not favoured it on the ground that it is costly. Madam, the actual position is that the roads 6n our country are congested and there is no communication network in the country and the system has not reached that stage wherein cellular technology can be accepted for the mobile telephone system. (Secondly, out of the 430 districts in our country, only 187 districts we have covered with the STD facility and We have not yet extended the same to the other areas. Another aspect is'that more than 40 per cent of the villages in the country have still not got the tele-communication system. Under these circumstances. I would like to know from the honourable Minister whether the Ministry is still in favour of having this technology¹ since it is a costly-affair -and whether the Ministry is going to develop the same technology indigenously.

SHRI VASANT SATHE: Madam, as far as technologies are concerned, it all depends on the objectives that we want to achieve. If we want to reach our people in the shortest possible time and if we want to reach them at the fastest speed, then We must be willing to accept all modern technology that will help us in reaching that objective. That is the approach of the Government. As far as this mobile telephone system is concerned, we have looked at its< «economic viability in view of the fact that the latest technology of cellular system, which is a radio telephone system, is considered useful even to reach people in the rural areas where laying of of lines and cables is a costly affair. So I agree with the hon. Member that our objective must be to reach the people in the best manner. It is>

proposition as has been alleged.

nothing but a Mobile telephone. The word 'car-Ttelephone' has been unnecessarily used to. confuse the issue, it seems;to me. ,_Mobile telephone can be teed in car also if someone wants to use it in car. But the idea is wireless system of telephone. And we want to see how best we can use this* technology to serve our people. As I have announced recently the scheme of "instant telephones", if some rich people make a deposit of Rs. 50,000 or Rs. 40,000 we can give them:-'instant telephone'. -, The' same amount that we earn we will use it for public telephone booths. Here also we have seen the economics. That we want tostry. in major places like" Bombay arid Beihi. We "find that it ...will be most economical because from each user of this telephone we will have a deposit of Rs. 50,000; We will recover the entire capital investment from the deposits of the people and we will be earning a net return from the revenue. So it is not a costly

SHRI V. NARAYANASAMY: My second supplementary is "that the hon. Minister says that it is not a costly proposition. The information which I gathered would show that the money which we have to invest for 4 mobile telephones would be equivalent to 80 telephones under the C-DOT system This is the contrast between the two-4:80, The hon. Minister says-that it will, reach the rural areas. But in view of the present state of our economy; my humble •. opinion is that the Cellular Mobile will:not conducive. technology be .. Then,..; apart- from that,, the hon: Minister in part (c) of the ques-tion has given the answer that a part of -the technology is developed. indigenously,I would like to know from-the hon. Minister, .what is the stage of the indigenous technology development in our country as -far as the Cellular technology is concerned?

;sfel.V;ASANT SATHE; As far as the, development indigenously is concerned, we are trying to, develop all iecIrnOIogies, "except the switch. May 'to Questions

SHRI V. NAKAYANA^AMY- I am also not a technical expert.

SHRI VASANT SATHE: Very good. Bpth are equally ignorant of -the technical aspect, (Interruption) We depend on the information given to us by technical people.

The information that I have been given says that there is no conflict between the"S-DOT system which is meant for rural areas for demand of telephones, 80 or 100—and we will go on expanding it—and the Cellular system. Therefore, .

SHRI ATAL *BIHARI* VAJPAYEE: Questions of priority.

SHRI VASANT SATHE I am telling about priority. Our-problem, as I said, is ultimately, how to reach and serve our people, the best and the fastest both |n the urban as well as urban rural areas.

AN HON. MEMBER Throughout the country.

S,HRI: VASANT^ SATHE;. Yes. Therefore, when there is no conflict on technology, I do not want to be prejudiced about any particular technology.

•-PROFra'IAKS^ANWA: Madam Deputy Chairman, the Minister stated the objective of Teaching the people as fast as possible. ,1 would like to know whether this objective has been examined in view of the fact that many of the villages in the country do not have an all-weather road. Even if the information reaches there they have to come back to urban centres or other centres. Will it be possible for them to comet I would like to, ask the hon. Minister a few, things. Firstly, what is the amount that is likely to be spent in having this, technology at Cellular Mobile, system .fri the country? Secondly, whether this "Cellular Mobile system which being efen^ ttemplated is cbs*-eflfectiwe. I weuTB

SHRI VASANT SATHE: Don't ask too many A, B, C, Ds. Otherwise I will forget. (Interruptions) The investment in the experimental project in Bombay was going to be 18 crores of rupees for 5000 lines. We were going of get more than this by way of deposit and therefore, in effect, we were .using the public money js an investment for trying the system., The rental that we would be getting would be about Rs. 1000 from each connection and that also would be giving us a gross return of 40 per cent. Therefore, economically an Absolutely visible proposition. His second question"Wasi whether it will come into conflict with any technology. I am told that it ' will not come ino conflict with the C-DOT technology Of any other technology. The more 'systems we hive, mer-rier. We have to reach the people in a better way.

PROF. C. LAKSHMANNA: I had asked about the technology absorption. Do we' have ;sufficient- capacity to absorb this technology?

SHRI VASANT SATHE: We have the capacity to absorb this capacity.

SHRI VITHALRAO MADHAVRAO

JADHAV: Madam, the Minister ,has said that by 2000 AD there will not . be any waiting list for "getting telephones. phones doing very good planning and I would like to congratulate him for this. Part (c) '5f the question asks whether Government have indigenous technology for ma-nufacturing car telephones. I am not interested in the technology for manufacturing cartelephone's. -I am just interested in asking the hon. Minister whether there is any indigenous technology available for making the working of telephones more efficient and that too in the rural areas. If you go to the rural areas, you will find that for a number of days telephones remain out of order. Is there any technology for making the tele-J>lfe>nes-^work _ more efficiently? if it is available you please tell me about it?

SHRI yASA^T^ATflffi: The wasting technologies that we have are also being updated. We had the crossbar and strowger. Now the latest technologies we are trying to use is the fibre optics in regard to the cables, There Is the CDOT technology which his been indigenously developed. All this is aimed at im-proving the working of telephone particul in the remote and Jural areas;- As we go ahead with improv-ing"these technologies, our telephone* will work better.

SHRI MOTURU HANUMANTHA RAO: Madam, the hon. Minister referred to a depositor being given priority after depositing Rs. 80,000. Instead of giving priority to the moneyed people,way should not the hon. Minister give priority to those who are holding responsible posts' in the public services and to the professionals who are spending their time in the service of the people? He should give priority to these people instead of giving it to a few people who can deposit Rs. 50,000. If these few people get the telephonies the others will be deprived.

SHRI VASANT SATHE: Nobody will be deprived. This will depend on the exigency of the requirement. At present, as I said earlier, some of those people who did want to use 'this facility, to them it is a lot bf luxury, (As there are those who are capable of depositing a higher amount, I want to utilise that deposit to serve poorer people .and other people fey giving more public call facility. As far as those 'in public services are concerned, they can also use this through their public service*. We will not stop them from doing that. 7

. THE DEPUTY CHAIRMAN: Dr. Najma Heptulla.

DR. (SHRIMATI) NAJMA HEPTULLA: Madam, the question which I wanted to put has already been asked by Mr. Jadhav.

THE DEPUTY CHAIRMAN: Question No. 10a.

Manufacture of passenger cars with foreign collaboration

*102. SHRI SHANTI TYAGI-. Will the Minister of INDUSTRY be pleaded to state:

(a) whether the foreign collaboration in the manufacture of passenger cars in the country is being considered by Government; and

(b) if so, what are the reasons therefor and the details thereof?

THE MINISTER OP STATU IN THE DEPARTMENT OF INDUS-TRIAL DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI M. ARUNACHALAM): (a) and (b) A statement is laid on the Table of the House.

Statement

(a) and (b) Government have received 18 proposals for the manufacture of passenger cars out of which 16 proposals are with Foreign Collaboration. The names of the applicants and the proposed collaborators are given in the attached annexure (*See* below). These proposals are currently pending and will be considered in the light of the new automobile policy being evolved by the Government.

Annezure

The details of proposals received for the manufacture of passenger cars with foreign collaboration are as under

| | Name of Indian Company | Name of Collaborator |
|----------|---|--|
| SI. | | |
| 1 | M/s. Premier Automobiles Ltd., Bombay | M/s. Nissan Motor Co., Japan |
| 2 | M/s. Escorts Ltd., New Delhi | M/s. Citron Automobiles, France |
| 3 | M/s. Kerala Commercial Vehicles, Trivan- drum | M/s. Fiat, Italy |
| 4 | M/s. TELCO, Bombay | M/s. Honda Motor Co., Japan |
| 5 | M/s. Gujarat Ind. Dev., Corpn., Ahmedabad | M/s. Joanneau SA, France |
| 6 | M/s. Hindustan Motors Ltd., Calcutta | M/s. Isuzu Motor Co., Japan |
| ,, 7 | M/s. Mahindra & Mahindra Ltd.*, Bombay | M/s. Automobile Peougeot, France |
| 8 | Shri P.K. Aggarwal,' Bombay | V/O Autoexport Promashexport, U.S.S.R. |
| 9 | Shri T.V. Reddy, Hyderabad | M/s. Fiat, Italy |
| 10 | M/s Varna Motor Wagons, Hyderabad | M/s. Volvo car, Holland |
| 11 | Mrs. Nirlep. Kaur, Chandigarh | M/s. Autoexport, U.S.S.R. |
| 12 | M/s. Asian Vehicles Ltd., New Delhi | M/s Atutoexport, U.S.S.R. |
| ,13 | M/s. Sikkim Lada Ltd., Gangtok | M/s. Autoexport Promashexport, U.S.S.R. |
| 14 | M/s. Bajaj Tempo Ltd., Pune. | M/s. Daihatsu Motor Co., Japan |
| 15 16 | Shri Raunaq Singh, New Delhi. Punjab State Industrial Development Corpn. Chandigarh'. | M/s. BMW, West Germany Foreign Collaborator not identified. |