

## STATEMENT II

<b>Number of factories working at present</b>	<b>22<sup>1</sup></b>
	<b>No. of Units</b>
<b>Paper Units coming into production shortly</b>	<b>7</b>
(a) Paper Units (large) licensed (New Units)	7
(b) Paper Units (large) licensed for Substantial Expansion	6
(c) Paper Units (small) New Units	30
(d) Paper Units (small) approved (Expansion)	2
<b>Schemes approved for Industrial license recently</b>	<b>35</b>
<b>Total capacity (existing &amp; licensed)</b>	<b>3,24,000 tons</b>
	<b>+5,21,800 tons</b>
	<b>-8,45,800 tons</b>

†[उद्योग मंत्री (श्री मनुभाई शाह) : माननीय सदस्य का आशय शायद उन ६ यूनिटों से है जिनका उल्लेख इस मंत्रालय की १९५६-६० की वार्षिक रिपोर्ट के पृष्ठ १४२ पर दिये गये पैरा १२ में किया गया है। केवल १ यूनिट ने उत्पादन शुरू कर दिया है और दूसरे ५ यूनिटों के बारे में जो स्थिति है वह विवरण १ में दी गई है जिसे मैं सदन की मेज पर रखना चाहता हूँ। परन्तु १९५६-६० के वर्ष में कागज के बहुत से नये यूनिटों को भी लाइसेंस दिये गये हैं (विवरण २) [विवरण १ और २ के हिन्दी अनुवाद के लिये देखिये परिशिष्ट २६, अनुपत्र संख्या १३ए] चूंकि इन्हें हाल में ही लाइसेंस दिये गये हैं इसलिये इन्हें काम शुरू करने में समय लगेगा जो कि इनकी स्थापना की तारीख से तीन वर्ष से अधिक नहीं होगा।]

श्री राम सहाय : क्या मैं मंत्री महोदय से यह जान सकूंगा कि देश की आवश्यकता के लिये जितने कागज की जरूरत है वह सभी क्या इन यूनिट्स के द्वारा तैयार हो सकेगा ?

SHRI MANUBHAI SHAH: There is a related question, No. 228, also dealing with paper wherein I have enlarged the answer and have given the name of the factories, production and other details. If you agree, Sir, that might be taken up along with this question.

MR. CHAIRMAN: It is Mr. Dahya-bhai Patel's question. All right. We shall take them together.

## PRODUCTION AND SHORTAGE OF PAPER

•228. SHRI DAHYABHAI V. PATEL: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the number of licences granted for setting up new paper mills during the last year for large, medium and small size plants and their location State-wise and the possible dates of their going into production;

(b) whether these mills will be able to meet the requirements of paper in the country;

(c) if the answer to part (b) above be in the negative, what type of paper will be in short supply; and

(d) whether any effort is being made to induce industrialists to under take production thereof?

THE MINISTER OF INDUSTRY (SHRI MANUBHAI SHAH): (a) During 1959, licences under the Industries (Development and Regulation) Act have been issued to the three new paper mills. Details are furnished in the Statement "A" which I beg to lay on the Table of the House. One unit has started trial production recently.

In addition, in 1959 the following number of paper schemes are approved:—

- (i) Paper Units—Large One  
20,000 tons  
 (yr. capacity) Madras State.  
 (ii) Paper Units—Small 31 Units

As per details at statement 'B', total capacity 74,824 tons yr.

(b) A large number of new paper units have been licenced during the current year and the total installed capacity would rise to 845,800 tons when established.

(c) and (d) At the rate of progress

taking place, the country is expected to become self sufficient in paper during the Third Five Year Plan, though in some special varieties in small quantities, small imports may have to continue.

#### STATEMENT 'A'

Two new paper units during the last year i.e. 1959 and their particulars are as follows:—

Name of the unit licensed	Capacity in tons/ year and the line of manufacture	Present position
1. M/s. Prayagdas Kanhaiyalal and Co. Delhi. (Delhi Pulp Industries at Faridabad, Punjab).	1560 writing, wrapping and printing paper.	Trial production already started.
2. M/s. Meleod and Co. Ltd., Calcutta. (Factory to be established at Bilaspur Area).	30,000 Writing and printing paper.	Production expected in 1962.
3. M/s. Kanti Lal K. Shah, India House, Opp. G.P.O., Fort, Bombay. (Indian Paper Mfg. Co. (P) Ltd.)	18,000 writing and printing paper.	Location at Karjat/Khopoli Licence for plant and machinery has been issued.

#### STATEMENT 'B'

Number of factories working at present	22
	No. of Units
Paper Units coming into production shortly	7
(a) Paper Units (large) licensed (New Units)	7
(b) Paper Units (large) licensed for Substantial Expansion	6
(c) Paper Units (small) New Units	30
(d) Paper Units (small) approved (Expansion) 8,580	2
Schemes approved recently	35
Total capacity (existing and new) : 3,24,000 tons + 5,21,800 tons = 8,45,800 tons.	

Years	Tons
1954	154,823
1955	184,884
1956	193,400
1957	208,957
1958	251,356
1959	294,027

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Sam DAHYABHAI V. PATEL: Is the hon. Minister in a position to say as to how many of these paper mills will depend on imported pulp and how many will depend mainly on raw material of Indian origin?

\* SHRI MANUBHAI SHAH: As far as the policy is concerned, we always try to produce the pulp here, and 90 per cent of the pulp is produced here in India. Import is allowed only for some special purpose to the extent of 10 per cent.

SHRI DAHYABHAI V. PATEL: Is the Ministry taking proper care to see that waste material, such as waste paper, rags and certain kinds of agricultural waste are utilised by these mills so that production can be stepped up and also that we do not waste all the useful materials?

SHRI MANUBHAI SHAH: I am glad that the hon. Member has raised this question. Concentrated attention has been given in the last three years to the utilisation of agricultural waste like bagasse coming out of the sugar mills, jute cuttings, rice straw, cellulose material, etc. We have established certain new plants for the small and medium-sized sector, and we hope to establish in the Third Plan period 250 small-scale plants which will consume these raw materials.

**श्री राम सहाय :** मैं माननीय मंत्री महोदय से यह जानना चाहता हूँ कि स्टेटमेंट में चौथे नम्बर पर मध्य प्रदेश में अमलाई सहडोल में जो मिल चलने वाली है उसका कार्य कब तक प्रारम्भ होगा ?

**श्री मनुभाई शाह :** हमारा ख्याल है कि १९६२ में या १९६१ के अन्त में इसका काम शुरू होगा ।

**श्री राम सहाय :** मैं यह जानना चाहूंगा कि जितनी ये युनिट्स हैं या जितनी कम्पनीय काम कर रही हैं उनमें कुछ विदेशों की पूंजी भी है या सब भारत की है ?

**श्री मनुभाई शाह :** पेपर इंडस्ट्री में बहुत कम ऐसी हैं जिनमें विदेशी पूंजी है । मेरा ख्याल है कि आज कल जो २२ हैं उनमें से १८ या १९ में कोई फारेन कैपिटल नहीं है और कोई ३ या ४ मिलों में थोड़ा सा उसका पोर्शन है ।

SHRI N. M. LINGAM: May I know if these units for which licences have been issued have started production? If not, why not?

SHRI MANUBHAI SHAH: All that has been given in the answers I gave. Several units are in the course of production; several are starting production; and several are yet to start.

SHRI N. M. LINGAM: Is it not a fact that certain units for which licences have been issued more than a year ago have not been able to start production; for instance, the one in the Nilgiris?

SHRI MANUBHAI SHAH: No unit, in paper, as the House is aware, can take less than three to four years. It is a gigantic project with Rs. 5 to Rs. 6 crores of investment. And the machinery only partly is available in India; mostly it has to come from foreign countries. All this takes time. It takes about 22 to 24 months for the machinery to be imported.

SHRI N. M. LINGAM: May I know if the necessary foreign ex-change requirements have been sanctioned for these units by the Government?

SHRI MANUBHAI SHAH: If the hon. Member refers to the Madras unit, the necessary foreign exchange is being released. There are many cases where it has been released while some cases are under consideration.

SHRI M. S. GURUPADA SWAMY: May I know whether it has come to the notice of the Minister that licences and financial assistance by Government are given to the parties before they invest anything?

SHRI MANUBHAI SHAH: No, Sir. That has never been the policy. We only help after a man has helped himself.

SHRI M. S. GURUPADA SWAMY: May I know whether it is not a fact that in Mysore State a licence and financial assistance have been given by the Government of Mysore to a firm which has not been able to find financial resources of its own?

SHRI MANUBHAI SHAH: Sir, I do not know which case the hon. Member has in mind. If it is the Mandya Paper Mills, the party has raised about Rs. 11 crores and the Mysore Government has invested only Rs. 40 Lakhs.

SHRI M. S. GURUPADA SWAMY: Is it not a fact that financial assistance by Government was made prior to investment by the parties?

SHRI MANUBHAI SHAH: Sir, that is only a sort of consideration by the Government that in case such a project comes up to that extent they will help in the matter of share capital provided the rest of the share capital is raised by the party concerned.

SHRI DAHYABHAI V. PATEL: Has the hon. Minister taken into account the growing need, particularly with the spread of education, of paper in this country and will it not be the case that when we come to the Third Five Year Plan the demand for paper will increase so much that these mills will not be able to supply the total requirements, of the country?

SHRI MANUBHAI SHAH: This has been carefully gone into. Normally the rate of growth in most of the consumer industries has been taken as 15 per cent, per year but in paper we are going to compute on the basis of 20 to 25 per cent, per year and the "Third Five Year Plan target is accordingly being considered.

**दिल्ली और कलकत्ता में खाली किया गया स्थान**

**\*२२५. श्री राम सहाय :** क्या निर्माण, आवास और संभरण मंत्री यह बताने की कृपा करेंगे कि सन् १९५९-६० के अन्त में, दिल्ली और कलकत्ता में, लेबोरेटरी स्टोर्स और वर्कशॉप का जो स्थान खाली हो कर दूसरी आवश्यकताओं के लिये उपलब्ध होने वाला था, क्या वह खाली हो गया है ?

f [ACCOMMODATION RELEASED IN DELHI AND CALCUTTA

♦225. SHRI RAM SAHAI: Will the Minister of WORKS, HOUSING AND SUPPLY be pleased to state whether the accommodation which was to be released by Laboratory Stores and Workshops in Delhi and Calcutta by the end of 1959-60 and was to be made available for other requirements, has since been released?

THE DEPUTY MINISTER of WORKS, HOUSING AND SUPPLY (SHRI ANIL K. CHANDA): Due to non-completion of the new buildings and for necessity of certain additions and alterations in the New Secretariat building at Nagpur, the accommodation occupied by the Stores, Workshop and Laboratory Divisions of the Indian Bureau of Mines at Delhi and Calcutta has not so far been released.

**§[निर्माण, आवास और संभरण उपमंत्रि (श्री अनिल के. चंदा) : नागपुर में नई इमारतों के पूरा न हो पाने के कारण और नये सचिवालय भवन में कुछ परिवर्धन और परिवर्तन की आवश्यकता के कारण दिल्ली और कलकत्ता में भारतीय खनिज ब्यूरो के सामान, कारखाना और प्रयोगशाला (स्टोर्स, वर्कशॉप और लेबोरेटरी) प्रभागों के कब्जे में विद्यमान स्थान अभी तक खाली नहीं हुआ है ।]**

f[ ] English translation; t/[ ]Hindi translation.