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INTERNATIONAL LABOUR OFFICE INDIAN BRANCH

	Indu	strial	and	Labor	ur Deve	lopme	ent	in Au	gust,	1949.
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Contents. Pa	ges.
CHAPTER 1. INTERNATIONAL LABOUR ORGANISATIO	N.
11. Political Situation and Administrative Action:	
 (a) United Provinces Labour Enquiry Committee: New Chairman appointed. (b) Pakistan: East Bengal Labour Advisory Board: Composition announced. 	1 _. :
13. Conventions and Recommendations:	
Ceylon: Separate section under Labour Commissioner to deal with I.L.Convention.	3
CHAPTER 2. INTERNATIONAL ORGANISATIONS AND NATIONAL NON-PROFESSIONAL ORGANISATIONS:	·
23. Non-Governmental International Organisations:	
Closer Ties between Asian Nations: Representative Body to be formed.	4
CHAPTER 3. PROFESSIONAL ORGANISATIONS.	
31. Workers! Trade Union Movements:	
(-) Westing of Conomal Council of Indian	

	, , , , , , , , , , , , , , , , , , , 	
(a)	Meeting of General Council of Indian National Railway Workers Federation:	
	Setting up of Zonal Tribunal urged.	5
(b)	INTUC to organise Agricultural Workers:	
	Model Unions to be started as Experiment.	6
(c)	Abjuring Violence in Trade Union Movement:	
	Agreement between INTUC and Hind Mazdoor	
	Sabha	6-7
(d)	Pakistan: Proposed changes in Labour Laws	
•	would destroy Workers Unity: Trade Union	.
1-1	Federations Criticism.	7-8
(e)	Burma: The Trade Unions (Amendment) Act, 1949: Date of Enforcement.	
	Tama: Dang of Third.comem.e	8

	Contents.	Pages.
33.	Employers Professional Organisations:	
	 (a) 1949 Annual General Meeting of United Planters Association of Southern India, Coonoor, 23-26 August, 1949. (b) Annual General Meeting of Tata Iron and 	9-13
	(c) Pakistan: Federation of Chambers of	13-14 14
•	CHAPTER 4. ECONOMIC QUESTIONS.	
41.	Industrial and Mining Production:	
•	Central Tea Board set up under Central Tea Board Act, 1949.	15
42.	Production and Export of Agricultural Products:	•
	 (a) The East Punjab Convervation of Manure Ordinance (No.XV of 1949). (b) Pakistan: Five Year Plan for increasing Food Production. 	16 16 - 17
43.	Foreign Trade and Exchanges:	
y .	India's Balance of Payments not Unsatisfactory: Reserve Bank's Survey.	18-19
44.	Prices and Cost of Living:	
•	 (a) Report on Family Budgets of Middle Class Government Employees: Large Proportion in Debt. (b) Committee on National Income set up by Government of India. (c) Family Budgets of Industrial Workers in Berhampur: Government of India Report. (d) Family Budgets of Industrial Workers in 	20-25 25-26 26-28
4 E	Narayanganj: Government of India Report.	28-30
45.	Economic Development and Control: (a) Closure of Bombay Textile Mills: Committee appointed to advise Government. (b) Madras: The Madras Sugar Factories (Control Act, 1949 (No.XX of 1949).	

		Contents.	Pages.
47.	Reco	onstruction Plans:	
		'Eastern Economists' 5-Year Paople's Plan: Raising of National Income by 6.5 Per Cent envisaged. Pakistan: The West Punjab Thal Development Act, 1949(No.XV of 1949).	32 - 39 39
48.	Pub.	lic Finance:	
	(b) (c)	Indo-British Agreement of Sterling Balances: India to cut down Dollar Imports. 34 Million Dollar Loan to India Announcement by World Bank. Report of States Finance Enquiry Committee: Integration with Centre proposed. Pakistan: United Kingdom-Pakistan Agreement of Sterling Balances: 12 Million Sterling to be released during 1949-50. Ceylon: Sterling Agreement with United Kingdom: Releases to be doubled.	40-41 41 41-42 42-43 43
·		CHAPTER 5. WORKING CONDITIONS.	
52.	Wel	Care and Workers! Leisure:	
•		Coal Mine Labour in Hyderabad: More Amenities planned.	44
59.	Gene	eral:	
•	(b)	Working Conditions of Postal Staff: Expert Committee recommends 44-Hour Week. Indian Posts and Telegraph Department: Review of Work during 1948-1949 and 1949-1950.	45-46 47-50
		Labour Conditions in Woollen Textile Mills in India. Assam: Factories Act, 1948: Tea Factories exempted from certain Sections relating	50 - 55
	(e)	to Working Hours. Orissa: Factories Act, 1948 applied to	56
	(f)	Partially Excluded Areas. Burma: The Mines (Amendment) Act, 1949: Date of Enforcement.	56 56

Contents.

CHA Dillion C. Charling at Language of Management	
CHAPTER 6. GENERAL RIGHTS OF WORKERS.	
64. Wage Protection:	
(a) India: The Payment of Wages (Coal Mines) Rules, 1949.	57
(b) Pakistan: Payment of Wages Act, 1936;	- •
extended to Persons employed in Mines. (c) Burma: The Payment of Wages (Amendment)	57
Act, 1949: To come into Effect from August 1949.	57
65. Collective Agreements:	
Draft Industrial Statistics (Labour) Rules framed by the Orissa, United Provinces and West Bengal Governments.	58
66. Strike and Lockout Rights:	
(a) Madras: Sugar Industry declared Public Utility Service under Industrial Disputes	
Act, 1947.	59
(b) United Provinces: Sugar Industry declared Public Ubility Service under United Provinces Industrial Disputes	
Act. 1947.	59
(c) United State of Travancore and Cochin: Motor Transport Services declared Public	
Utility Service under Travancore Industrial Disputes Act.	59
67. Conciliation and Arbitration:	
(a) East Punjab: Draft Industrial Disputes (East Punjab) Rules, 1949.	60
(b) Pakistan: Industrial Disputes (West Punjab)	60
Rules, 1949.	00
CHAPTER 7. EMPLOYMENT AND UNEMPLOYMENT.	· 2
71. Organisation of the Labour Market:	
(a) India: Employment Exchanges: Working during June 1949.	61-64
(b) Pakistan: Employment Position during May 1949.	64-65

			•
		Contents.	Pages.
72.	Voce	tional Guidance and Training:	
		Technical Manpower Needs of India: Special Committee's Estimate. Pakistan: Recommendations of Scientific Manpower Committee: Need for training' Pakistanis in Technical subjects urged.	66 - 67
· • .		amino amino am 100minoan paologo an Bode	01-00
73.	Migr	ation and Colonisation:	
		Rubber Workers! Wages cut in Malaya: About 170,000 Indian Workers affected.	69
		CHAPTER 9. LIVING STANDARDS.	·
92	Hous	sing:	
	•	Pakistan: Housing for Refugees: Trust Founded by Central Muslim League.	70
93.	Co-c	operation:	
	(b)	Co-operative Stores for Railway Employees: Government of India accepts Proposal. Co-operation in Villages: Food Minister suggests Three-year Plan. Progress of Co-operative Farming in U.P.: Extension of System to more Villages	71 71 - 72
	(đ)	proposed. Pakistan: West Punjab Economy to be built on Co-operative Basis: Scheme formulated	72-74 1 - 74-75
	(e)	by Co-operative Department. Ceylon: Administrative Report on the Working of Co-operative Societies from 1-5-1945 to 50-4-1948.	76-79
94.	Educ	cation:	•
		Education Ministers Conference, New Delhi 18-19 August 1949: Committee on Juvenile Delinquency set up. Universities Commission's Recommendations:	80
•	(0)	Vital changes in system of Education proposed.	81-82
		CHAPTER 10. INDUSTRIAL SAFETY.	
lol-	Pre	vention of Accidents:	

CHAPTER 11. PROBLEMS PECULIAR TO CERTAIN OCCUPATIONS OR CATEGORIES OF OCCUPATIONS.

111. Agriculture:

	(a)	The Bihar Abolition of Zamindaris Act, 1949, (No.XVIII of 1949).	84
	(b)	Land Reform in East Punjab States Union:	• O-=
		Ordinance to make Tenants Proprietors.	84-85
	(c)	The Madras Agricultural Bill, 1949:	
		Government empowered to take over	
		uncultivated or inefficiently cultivated Land: Guazanteed Price and assured	
		Markets for Agricultural Produce.	85-88
	(a)	The United Provinces Agricultural Tenants	05-00
	(u)	(Acquisition of Privileges) Act, 1949,	
4.	•	(No.X of 1949).	89
	(e)	Hyderabad: Abolition of Jagirs:	-
		Administration to be taken over.	89-90
		Agrarian Reforms in Rajasthan and	
•		Madhya Bharat: Fact Finding Committee appointed by the Government of India.	90
• •	(a)	Pakistan: The East Bengal Transfer of	90
	(6)	Agricultural Land Bill, 1949.	91
•			
17.	Shop	pworkers:	
		ar 7 Mile Medical Change and Makabili Administration	_
	(a)	Madras: The Madras Shops and Establishments Act, 1947: Exemptions.	92
	(h)	Pakistan: The Bengal Shops and	3 2
		Establishments Act, 1940 extended	
		4 Municipalities in East Bengal.	92

LIST		THE MORE IMPORTANT PUBLICATIONS RECEIVED EW DELHI OFFICE DURING AUGUST, 1949.	95-94
TM .T.1	TE 141	PM DEPUT OLLIOE DOUTHA HORODI, T242.	プロープ任
		· · · · · · · · · · · · · · · · · · ·	

CHAPTER 1. INTERNATIONAL LABOUR ORGANISATION. INDIA - AUGUST 1949.

11. Political Situation and Administrative Action.

United Provinces Labour Enquiry Committee: New Chairman appointed.

The United Provinces Government has appointed Mr. Jugal Kishore, chairman of the United Provinces Labour Enquiry Committee with effect from 15 February, 1949.

(The Government Gazette of the United Provinces, Part I, dated 23 July;1949, page 551).

Pakistan: East Bengal Labour Advisory Board: Composition announced.

A Press note issued by the East Bengal Government states that according to a decision of the Government of East Bengal (vide paragraph 11, page 3 of the report of this Office for June 1949) a Labour Advisory Board, with the Hon'ble Minister-in-charge of Labour as Chairman, is going to be constituted to advise on policy and legislation for promoting harmony between employers and workers. The Board, which will be a tripartite body, will meet once in three months.

As decided provisionally, the employers will be represented by the Pakistan Tea Association, the Narayanganj Chamber of Commerce, the Chittagong Chamber of Commerce, the Muslim Chamber of Commerce (Chittagong) and the East Bengal Mill Emmax Owners' Association (Dacca), who will nominate one mamm member each. The chairman may also invite additional representatives of employers not exceeding five to represent interests not covered by these organisations.

As regards employees, the All-Pakistan Trade Union Federation, Narayanganj, will be entitled to nominate five representatives and a number of additional representatives so as to have parity in number with employers side. In addition to the representatives of the Industrial employers and workmen, the Chairman may also invite to any meeting of the Board persons representing landed interests and agricultural labour in equal numbers but not exceeding two each.

An officer of the Labour Directorate selected by the Labour Commissioner will act as Secretary to the Board, of which he will be an ex-officio member.

(Amrita Bazar Patrika, 19-8-1949).

13. Conventions and Recommendations.

India - August 1949.

Ceylon: Separate Section under Labour Commissioner to deal with I.L. Conventions.

According to a reporter of 'the Times of Ceylon', a separate section in the Department of Labour is being set up under an Assistant Commissioner of Labour to deal exclusively with matters connected with the International Labour Organisation.

It is pointed out that a separate section is considered necessary owing to the considerable additional work involved in connection with consideration of a large number of International Labour Conventions and recommendations. (The paragraph 56, page 58, of the report of this Office for May 1949).

(The Times of Ceylon, dated 12-8-1949).

CHAPTER 2. INTERNATIONAL ORGANISATIONS AND NATIONAL NON-PROFESSIONAL ORGANISATIONS.

INDIA - AUGUST 1949.

23. Non-Governmental International Organisations.

Closed Ties between Asian Nations: Representative Body to be formed.

A conference was for cultural co-operation between India and other Asian countries was held at New Delhi on 21 August 1949. The meeting, which was presided over by the Indian Education Minister, Maulana Azad, was attended, among others, by the Ambassadors of Egypt, Turkey, Iraq, Afghanistan, China and Burma, the High Commissioners of Ceylon and Pakistan, the Indonesian Representative, Dr. Soedarsono, the Industry and Supply Minister, Dr. S.P. Mookerjee, and the Congress President, Dr. Pattabhi Sitaramayya.

The meeting was of the opinion that an Indian Council of Cultural Co-operation should be set up for strengthening the ties of cultural co-operation and exchange between India and other Asian countries. In order to give concrete shape to the proposal meeting converted itself into a provisional committee and elected a sub-committee of 15 members to lay down the aims and objects and frame a draft constitution of the Council.

It was further decided to convene a general conference sometime in November 1949 where when the draft constitution would be adopted and the Council formally inaugurated.

(The Hindustan Times, 22-8-1949)

CHAPTER 3. PROFESSIONAL ORGANISATIONS. INDIA - AUGUST 1949.

31. Workers Trade Union Movements.

Meeting of General Council of Indian National Railway Workers Federation: Setting up of Zonal Tribunal urged.

A meeting of the General Council of the Indian National Railway Workers' Federation was held at Jamalpur on 30 and 31 July 1949. Mr. Hariharnath Shastri presided.

The Council, by a resolution, demanded the appointment of zonal tribunals for enlisting the willing co-operation of railway labour to improve the working of the railways. By another resolution, the Council strongly urged the Railway Ministry to instruct the various railway administrations to grant the Federation and all its affiliated unions all facilities to which they were entitled in holding meetings in the railway premises. The resolution pointed out that there were allegations that the administration had been denying facilities for holding meetings in their premises.

The Council protested against a recent circular of the Railway Board debarring invalid parents and other dependents of railway employees from grainshop facilities which they had so long enjoyed. The Council requested the Government to draw up a large-scale house-building programme and to treat it as an emergency measure as workers were faced with a serious shortage of housing accommodation. By another resolution, the Council expressed its regret that the Rajadhyaksha Award had not been implemented in full and urged the Railway Board to implement the Award without any further delay. The Railway Ministry was also urged to implement without delay the recommendations of the Central Pay Commission relating to educational aid to employees children which had not been given effect to so far.

By another resolution, the Council pointed out that of late the different railway administrations had started deducting compensatory and house rent allowances for short periods of leave without pay. This had caused serious discontentment amongst railway labour. The Council, therefore, urged the Railway Board to remove this hardship and issue instructions to all railway administrations not to deduct compensatory and house rent allowance for leave without pay, upto a period of two months.

The Council elected Mr. Hariharnath Sastri as the Federation's Working President in place of Mr. Shantilal Shah. (The Hindu, dated 2-8-1949).

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On 5 August 1949, at a Press conference at Bombay, Mr. Hariharnath Shastri, General Secretary, of the Indian National Trade Union Congress, announced that the INTUC would shortly launch a campaign for organising into trade unions the agricultural labour in the country. It was proposed to set up shortly, on an experimental basis, model unions in selected districts in the various provinces. After watching the progress of these unions for some time, it was intended to set up an all-India organisation of agricultural workers on the lines of the I.N.T.U.C. The new organisation of agricultural labour that would be set up would work for securing peaceful and harmonious relationship between the peasantry and field workers.

Mr. Shastri added that in India there were over 40 million agricultural and landless workers. Till now the Congress had been mainly concerned with the organisation of industrial labour. That task having been substantially accomplished, it was now turning its attention to the organisation of agricultural labour. But this task would not be easy, and it had therefore been decided to enlist the support and co-operation of the Indian National Congress.

(The Times of India, 6-8-1949).

Abjuring Viblence in Trade Union Movement:

Agreement between INTUC and Hind Mazdoor

Sabha.

With a view to removing unnecessary and objectionable tension between the two labour organisations - the Hind Mazdoor Sabha and the Indian National Trade Union Congress - a four-point code of conduct, binding on both the organisations, was agreed upon at a conference of their representatives held recently in New Delhi.

According to the Mr. Purshottam Thakkar, General Secretary of the Bombay Provincial National Trade Union Congress, Ender the code the two organisation agreed that in trade union work there should be (1) no personal attacks and personal recrimination; (2) no resort to any kind of violence or hooliganism; (5) no attempt to disturb meetings or to indulge in rowdysam by members of one organisation in meetings convened by the other; and (4) no black flag or hostile demonstrations by one organisation against the other.

It was also agreed that, on the various committees and councils set up by the Government of India, the

representatives of the two organisations should try to present a common view-point on beanlf of organised labour.

(The Times of India, 9 and 23-8-1949).

Pakistan: Proposed changes in Labour Laws Would destroy Workers! Unity: Trade Union Federation's Criticism.

It is understood that the Pakistan Trade Union Federation, in a memorandum submitted to the Central Government, has objected to certain proposed amendments to the country's labour laws, alleging that these amendments "seek to destroy the solidarity of the toiling masses of this country". The memorandum, after anaputina complaining that many prominent leaders of the working class were behind bars under the Public Safety Acts of the respective provinces, points out that all leading trade union workers of the North-Western Railway have been prohibited from entering railway premises. According to the memorandum the New amending bills would "make the position worse". Taking particular exception to the Industrial Disputes! Amendment Act, which empowers the Government to declare certain services and undertaking, as "public utility services", the memorandum expresses the fear that these powers might be used to prevent lightening strikes. According to the memorandum, this would lead to the suppression of all trade union activity. It further recommends that the definition of irregular strikes should not include lightening and prekesti protest strikes.

Referring to the Indian Trade Union Act Amendment Bill, the memorandum recommends that this Bill should be so amended as to embody all the articles of the I.L. . Convention No.87 concerning the freedom of association and protection of labourers right to organise.

Discussing the provisions of the Workmen's State XE Insurance Bill, the memorandum recommends that sickness cash benefit should be determined only after the expiry of the period of sickness. Moreover, it suggests that the insurance fund should be wholly built up from contributions by the Government and industrialists.

Discussing the Minimum Wages Bill, the memorandum recommends that: (1) for overtime, double the rate of daily wages should be given to workers; (2) that the factories to which this applies should include (i)textile mills, (ii) steel factories, (iii) shoe factories, (iv) mines, (v) oil fields, (vi)railways, (vii) metal and chemical factories, and (viii) pottery factories.

The memorandum also proposes certain methods of for determining the representative character of a trade union.

(The Civil and Military Gazette, dated 19-8-1949).

Burma: The Trade Unions (Amendment) Act, 1949: Date of Enforcement.

By a notification dated 28 July 1949, the Union of Burma Government has directed that the Trade Unions (Amendment) Act, 1949 (vide paragraph 31, page 14 of the report of this Office for May 1949) shall come into force with effect from 1 August 1949.

(The Burma Gazette, Part I, dated 6 August, 1949, page 690).

33. Employers! Professional Organisations. India - August 1949.

1949 Annual General Meeting of United Planters
Association of Southern India, Coonoor, 23-26
August, 1949.

The annual general meeting of the United Planters' Association of Southern India, was held at Cooncor from 25 to 26 August 1949, Mr. F.G. Wallace presiding. The meeting was addressed, among others, by the Governor and the Premier of the province.

Premier's address: fair deal for labour urged.— Mr.P.S Kumaraswami Raja, Premier of Madras, addressing the meeting, paid a tribute to Western planters who had settled down in India. Describing the Association as the best memerical type of organisation which stood as a model to be copied by industrialists, Mr. Raja said that a good organisation guiding the administration of industrial concerns and helping the solution of several problems, was more important for the growith of industry than capital investment itself. The U.P.A.S.I could rightly be called a federation of so many plantation estates; functioning for the common good of all its constituents.

The ideal before free India was that every subject must be assured of food, clothing and shelter. The achievement of this ideal required general readjustment of the economy of the country. And this question naturally would involved the consideration of the relationship between the employer and the employee. The days when the employer was looked upon as one in a privileged position and the employee of labour as a machine to secure profit to the employer, were gone. Now labour was no longer viewed merely as a tool for bringing profits to the employer. The time had come when, not only here but everywhere in the world, labour was looked upon as an element as important as capital itself in the sphere of industry. One was complementary to the other. So, on the preservation of good relations with labour, the prosperity of an industry ultimately depended. The industry must realise that labour was an integral part of it, and that decent standards of wages, housing and conditions of employment were desirable not only from consideration of generality but also as a long-term investment. There were a few problems peculiar to plantation labour as different from other labour. Owing to the change of climate, housing was more important on the hills than it was on the plains. Adequate provision for the education of their children had to be made. Medical aid, not only to the workers actually engaged in the estates, but also to the members of their families became a special responsibility of the planters.

Concluding, Mr. Raja said that he was glad to be informed that, barring certain minor differences that were bound to exist, there had been no major conflict between the employers and known labour in the plantation industry and that the standard of life of the workers had been improved through the machinery of tripartite conferences.

Presidential address: need for private enterprise .-Referring to the economic and administrative problems arisin arising out of India's development as a free and independent republic, Mr. Wallace, in his presidentail address, said that the way the Government had so far met and overcome or controlled some of the mightiest social, economic, and law and mitter order problems ever to confront a single nation in so short a time, has given the employers a great faith in the future of India. They naturally shared with the Government a very earnest desire to preserve in India the democratic way of life, to increase the country's wealth and standards of living by increasing national production and reducing production costs. They also on the other hand, sometimes found it impossible to share the Government's views upon the best way to achieve those objectives. While they were prepared to accept the new concept of industry as a sphere of economic activity for the service and well-being of the nation, they could not must accept the view sometimes indicated by Government legislation or proposed legislation that private enterprise could still give maximum service to the nation, if it was deprived of the profit motive on which it was founded.

Planters, in common with other industrialists or businessmen, were in industry or business for profit. So long as reasonable prospects of making a profit were not denied to industry in India, the capital, enterprise and technical skill, so necessary to India's greater industrialisation and greater national production, would not be slow in coming forward. Mr. Wallaco added ked her them provided a succession of top-level reassuring statements about the Government's industrial, financial, and economic policies, followed by speeches by responsible Ministers and by legislation and proposed legislation, which all seemed to indicate the view that profitmaking was a sin, and that industrialists and businessmen must be taxed. regimented, directed and controlled, as if they were enemics of the nation's best interests, and that private enterprise at best was a necessary, temporary, economic evil. He hoped that so far as the Industries (Development and Control) Bill was concerned (vide paragraph 45, pages 42-43 of the report of this Office for April 1949), at any rate, the Government would listen to the overwhelming representations against many aspects of the Bill by industrialists throughout India.

Plea for reduction of taxes.— Pleading that the plantation industry had taken more than a fair share of the barden of taxation, Mr. Wallace said that planting as an industry, had already reached the stage where taxation and high production costs were making it difficult and, in some cases, impossible to retain its position as one of

India's most important wage-paying, tax-paying and foreign exchange earning industries. Urging for substantial relief from certain taxes Mr. Wallace said that the Government had to face the unpleasant realities of the present economic and industrial crisis and make it practicable for private enterprise to play a truly offective part towards India's economic recovery.

Conflicting industrial awards: need for appellate authority.— As regards production, Mr. Wallace said that the year had also wintessed increasing emphass laid by Government spokesmen on the need for stepping up industrial and agricultural production as an essential prerequisite of better standards of living. The need for a more uniform and more balanced approach to awards on industrial disputes had also been recognised and there was to be revision, urgently needed, of the terms of the Industrial Disputes Act. What was most needed, however, was an appellate authority to revise and co-ordinate the mass of confusing, frequently contradictory and sometimes disastrously unwise awards of various Industrial Tribunals, which were more responsible for the indiscipline and declining output of workers than all the agitation of trade unions.

Turning to the special problem of different products, Mr. Wallace said that tea had, on the whole, had a good year on the production side, but this commodity was already leaving a seller's market and coming into a buyer's market, and there was considerable anxiety not only among producers but also with the Government about the future of tea in a world competitive market. The Government of India fully recognised the importance of tea as a valuable earner of foreign exchange, particularly of hard-currency exchange, and he hoped that the recent formation of the Central Tea Board, invested with wide powers for undertaking propaganda and scientific research into tea, would serve a useful purpose in guiding the destinies of the tea industry in the difficult period ahead.

The coffee crop for the year had been an excellent one, and as a result there had been a welcome stabilising of prices much to the consumers' relief. The crop, in fact, had been so promising that the Indian Coffee Board had been able to earmark a substantial quota for export to the Continent in an attempt to regain some of the old markets, which were lost to India during the war.

The anxiety of rubber growers new over the price question was somewhat allayed by the revised prices fixed by the Central Government in 1948. This, however, only afforded temporary relief to the grower, newly and these prices had since been reduced, so that the long-term prospects of the Indian rubber industry were even more uncertain. Growers were hoping that a scheme put forward by the Indian Rubber Board for the development of the rubber industry assisted by Government subsidy, with a view to increasing the output of rubber would receive the Government's early approval.

Relation with labour. In conclusion, Mr. Wallace said that the Association had given increasing attention to the question of labour and staff welfare during the past year. On this question its policy had always been to endeavour to anticipate demands from workers and staff, and to make as many concessions as possible without waiting for legislation. Individual estates had already gone far with the institution of welfare measures through the medium of works committees, which had been in existence even before the passing of the Industrial Disputes Act.

Problems of tea industry. Addressing the tea section of the Association, Mr. J. Boultbee, Chairman, said that the tea industry had passed through a satisfactory year. In spite of severe blister blight, in some districts and shortage of fertilisers and other essential supplies, South India's tea crop for 1948 was some three million pounds better than 1947. The most important tendency during the year for the industry from the international angle, was the increase in world supplies of tea, owing to the reviyal of large-scale production, in Indonesia, China and Japan. The sellers' market which the industry had enjoyed for some years now was gradually changing into a buyers' market. He emphasised that the planters had made and were making strenuous efforts to secure an improvement in the quality of their tea.

Adverting to tea prices, Mr. Boultbee said that the present level of costs wasmore than three times the 1938 cost in appite of larger crops. Wages had increased to about four times the 1938 level and these, together with the increased cost of subsidised foodgrains, amenities and concession to labour, medical services, basic materials and transport charges, and reduction in labour output had contributed to total cost of production which was becoming an impossible burden on the industry. Apart from the cost of production, tea had attracted more than its fair share of the burden of taxation by both Central and provincial Governments and this burden of ordinary incometax, agricultural income-tax, excise and export duties, tea cess and sales tax, had a direct influence upon prices. There was still need to emphasise that price played a major role in the level of consumption. A substantial and immediate reduction in costs and duties was necessary to enable Indian teas to compete successfully in the world markets.

Concluding, Mr. Boultbee pleaded for a speedy removal of hardships arising from the operation of central excise regulations.

Problems of the coffee industry. Reviewing the supply position of coffee for the year, Mr. N.B. Athrey, Chairman of the Coffee Section, said that the supply position was very satisfactory. Not only were there enough coffee for internal consumption, but also about 2,300 tons for export. The seasonal conditions for the coming crop were very good, and the crop estimate for 1949-50 again promised to be above average.

Referring to the question of labour supply, Mr. Athrey said that except perhaps in Mysore, it was more than adequate. With a fairly good crop for the year, and good seasonal conditions for the year to come, the problem of the planter was to ment see what the policy of the Government would be towards increased production. The Association wished to take part in securing improved conditions for labour but in an industry lke coffee plantation it was not possible to increase production overnight and pass on the benefit in the shape of amenities to labour. The consumption of coffee had gone down marking owing to the high cost of living and the lowering of the purchasing power in the hands of the urban middle class. The Government of India should declare in Ax definite terms as to what its price policy was going to be, and how it was going to implement it, so that the producer of primary products might know where he stood and organise his production suitably. Otherwise all talk of stopping up production would remain on paper, and would not translate itself into quick action.

(The annual meeting of the Association for the year 1948 was summarised at paragraph 33, pages 7-10 of the report of this Office for August 1948).

(The Hindu, dated 24-27-8-1949).

Annual General Meeting of Tata Iron and Steel Company Ltd.: Labour blamed for retarding Production.

Addressing the shareholders at the annual general meeting of the Tata Iron and Steel Company, Limited, held at Bombay on 25 August 1949, Mr. J.R.D. Tata, chairman of the Company, said that the labour situation in 1948-49 was slightly better than in the previous year, but it still caused "a great deal of anxiety". The company did not grudge high wages to labour, provided their number was reduced and the output was increased, but it could not go on indefinitely paying more and more for less and less work. This was a issue which faced not only the company but the whole country to-day, and on the solution of this issue would depend India's economic future. The issue could not be settled by the Government assuming more powers which it was not in a position to exercise, but by co-operation between the Government, the employer, and labour.

his labour or mishandled it in anyway should receive short-shrift. Under present conditions, fortunately, very few employers were in a position to do so, in organised industries at any rate. Rute But labour, which deliberately slowedown production or resorted to unnecessary strikes had to be dealt with firmly. It was

a common and increasingly popular practice is for labour to intimidate its supervisory staff and even to carry out its threats into practice by assaulting them for any real or imaginary grievances. Whenever such practices were dealt with, with a firm hand by the authorities, the effect had been invariably salutary; but where, for political or other considerations, such practices had been connived at or leniently dealt with, the result had been disastrous. Labour's present mentality, with its accompanying indiscipline and disinclination to work, Mr. "ata said, was due to "the sudden acquisition of political power and the consciousness, well-founded or otherwise, that they had the sympathy of the Government as against the employer, whatever the occasion and the merits".

Quoting from a graph from the company's annual report, Mr. Tata said that wherelas the average labour cost per ton of finished steel had gone up from 31.54 rupees in 1939-40 to 92.80 rupees in 1948-49, the average output of finished steel per employee had declined from 24.36 tons in 1939-40 to 16.30 tons in 1948-49. While the increase in the labour cost could be explained to a great extent by the increase in the cost of living, it was the decline in the output per head by nearly one-third which was an index of the prevailing max malaise and which caused serious anxiety.

(The Hindu, dated 26-8-1949).

Pakistan: Federation of Chambers of Commerce to be formed.

At a convention of various chambers of commerce for Pakistan, held in Karachi on 5 August 1949, it was unanimously decided to form a Federation of Chambers of Commerce to "safeguard the commercial and industrial interests of Pakistan and to enable the various chambers to present their united will". In all 30 Chambers of Commerce and Trade Associations from all parts of Pakistans participated in the convention.

The meeting appointed a Committee, under the chairmanship of Mr. G. Allana, to consider the draft constitution of the proposed Federation.

(Dawn a dated 6-8-1949).

CHAPTER 4. ECONOMIC QUESTIONS. INDIA - AUGUST 1949.

41. Industrial and Mining Production.

Central Tea Board set up under Central Tea Board Act, 1949.

The Government of India has set up a Central Tea Board under the Central Tea Board Act, 1949 (vide paragraph 41, page 8 of the report of this Office for June 1949). The Board, consists of 35 members with Mr. S.K. Sinha as chairman and includes 3 representatives of Labour.

(The Gazette of India, Extraordinary, dated 21 July 1949, pages 1242-1244).

42. Production and Export of Agricultural Products. India - August 1949.

The East Punjab Conservation of Manure Ordinance (No.XV of 1949).

The East Punjab Governor has promulgated the East Punjab Conservation of Manure Ordinance (No.XV of 1949) providing for the conservation of manure in East Punjab.

Under the provisions of the Ordinance, the Government may, by notification, declare any area to be a notified area, upon which occupiers of buildings in that area would have to conserve or arrange for conservation of manure. The panchayats in the notified area would normally be the Manure Conservation Committees, which would mainly consider applications from individuals for land for conservation of manure.

(Government Gazette, East Punjab; Extraordinary, dated 27 July 1949, pages 907-913).

Pakistan: Five Year Plan for increasing Food Production.

A five year plan, food plan, consisting of 52 schemes for increasing production of foodgrains by 3 million tons, and costing about 970 million rupees was discussed at the conference held at Karachi on 25 August 1949.

Mr. Abdus Sattar Pirzada, Minister and Food and Agriculture, in his inaugural address said that in the next five years Pakistan's population of 81 million was expected to increase to 87 million converting Pakistan into food deficit country to the extent of about 1,400,000 tons. The plan aimed at not only meeting internal consumption but also providing for an exportable surplus.

Of the various schemes 18 have already been started and are at various stages of completion. According to a province-wise annalysis, the West Punjab had drawn up 10 schemes, six irrigational and four others; the East Pakistan, seven, of which three are irrigational; the North West Frontier Province 19, of which 17 are irrigational and Sind & 12, including three irrigational projects.

The Conference terminated after appointing four sub-committees. The first sub-committee will consider problems and schemes relating to foodgrains, soil conservation, fertilizer policy of the Central Government, and the setting up of Central Government organisation for loaning tractors and agricultural equipment to provinces and States. The second sub-committee will deal with vegetable seed production and trade in Pakistan, the extendion and development of sugarcane industry and will also review the industry and trade of edible oilseeds, oils and oil cakes. The third committee will deal with marine fishing and the fourth, with the protection and extension of orchards and organisation of fruit industry.

(*Dawn dated 26-8-1949).

45. Foreign Trade and Exchanges. India - August 1949.

India's Balance of Payments not Unsatisfactory: Reserve Bank's Survey.

For a country which under the exigencies of the war maintained a high rate of force saving and which, at the end of it, had to endure the disturbing effects of partition, the general course of India's balance of payments up to the end of 1948 cannot be considered altogether unsatisfactory, According to an article published in the July 1949 issue of the Reserve Bank of India Bulletin. The article makes available, for the first time, official estimates of India's international accounts in the post-war period.

The post-war demand for re-stocking and replacement pushed up the value of private imports by some 8 per cent in 1947 over the level in 1946. But this did not lead to any serious unbalance in India's foreign accounts because the value of its exports also went up in almost the same proportion - thanks mainly to the improvement in export prices. With the partition, the exports of the Indian Union in 1948 were naturally lower than the exports of un-divided India in 1947, but the fall in the value of imports was even steeper. Thus private merchandise, fell from 550 million rupees in 1946 to 230 million rupees in 1947, but rose again to 810 million rupees in 1948. Much of the credit for this, however, was due to the fact that the prices of India's chief exports went up much faster during these three post-war years than its import prices, the article says. One disturbing factor in the merchandise transactions was, that Government imports - which were primarily of foodstuffs - remained substantially high throughout the period at a level of 1000 million rupees in each year, and contributed in each case the major share to the total external deficit, the article mader adds.

The article emphasises that there are several reasons why any comparison between the figures for the three years should not be cut too fine. Not only are sources of data for all the years not the same but also the data are for undivided India for 1946 and 1947 and exclude, for 1948, the exchange transactions of the Indian Union with Pakistan. Still, a floughtidea of the course of India's balance of payments deficit which was 290 million rupees in 1945 - it would have been larger but for the recoverable war expenditure of the United Kingdom in India which had not yet ceased - rose to the neighbourhood of 1000 million rupees the next year. This dwindled to 640 million rupees in 1948, if the amount paid for the purchase of the defence atmoss stores of United Kingdom, in India are not taken into accounts. These deficits were met in each of the three years

from 1946 to 1948 chiefly by a fall in the assets held abroad by the Indian banking system, including the Reserve Bank of India. This fall was particularly steep in 1948 when the Government of India purchased annuities for pensions payable in sterling by making a lump sum payment of 2240 million rupees. The data on private capital movements are not complete but indicate that this factor has generally operated on the payments side, mainly on account of the repatriation of British capital.

The data on India's transactions with hard currency countries show that from a negligible figure of about 50 million rupees in 1946, the deficit in these currencies rose in 1947 to some 860 million rupees mainly owing to the spurt in private imports from these areas by about 1020 million rupees over the previous year. severe cuts in these purchases which became effective in 1948 and the rise in export values together helped to time change the 1947 private trade deficit of 250 million rupees to a surplus of 220 million rupees in 1948. overall unfavourable balance was in consequence reduced to 500 million rupees, despite an increase of about 100 million rupees in the net Government expenditure in these currencies which had been high enough at about 490 million rupees in each of the years, 1946 and 1947. Of the 500 million rupees deficit in 1948, a part was met by purchasing United States dollars worth about 230 million rupees from the International Monetary Fund, and the rest was financed by converting released sterling.

From these estimates, balance of payments, the article draws certain broad conclusions. It points out that the terms of trade which have so far been moving in India's favour cannot be expected to do so any longer. At the same time, import controls which have been an important instrument of foreign exchange management, do not offer a satisfactory solution of the problem especially, when India is thereby starved of goods that are by The emphasis on increasing the and large essential. volume of exports is well conceived. But in view of the structural changes that have taken place inside and outside India; it would be well not to expect too much on this count. While the role that these balancing forces can play is thus limited, the only major source of possible relief must be sought in reducing the value of food imports. These imports gather significance not only from the fact that they were the principal contributory factory to the current account deficit in each of the three post-war years - particularly in respect of hard currencies - but because the prices paid on imported foodgrains whether the hard currency countries or the sterling area were often exhorbitantly high. In the case of rice, for instance, during the period India had paid on an average for imports from the sterling area nearly four times the pre-war price in India and for imports from the dollar area over six times that price. During the same period the domestic price in India was just about two and a half times the pre-war price. In a sense, therefore, it can be said that Indias balance of payments problem hinges on food imagets for Hindu

44. Prices and Cost of Living. India - August 1949.

Report on Family Budgets of Middle Class Government Employees: Large Proportion in Debts.

A substantial percentage of the middle class employees of the Government of India - varying from 40 in Delhi to more than 75 per cent in Calcutta - are involved in debt. according to an enquiry into the family budget of middle class employees of the Central Government conducted by the Officer of the Economic Adviser to the Government of A precise definition of the term "middle class" by specifying upper and lower income limits, was, however, rendered difficult by the existence of a large body of clerical workers with a rather low basic salary (as low as 30 rupees per month in some cases) who, nevertheless, demanded inclusion in this class. The fixation of an upper income limit presented similar difficulties and it was decided to go up to the level of 500 rupees per month . As the total number of salaried employees falling within the upper limits was several hundered thousands a selected sample was made and the 'lottery' method was employed in the actual selection. Fruk quarterly budgets for November 1946, February 1946, May 1946 and August 1946 were collected. The total number of finally eligible budgets was 6,198 and with a view to obtaining an indication, however rough, of the sufficiency of the sample obtained, the latter was divided at random into two equal parts and the means and variances of the two portions worked out separately. The main results of the analysis are briefly summarised below.

composition of family. House holds selected for study comprised natural as well as joint families. A natural family is a self-contained unit consisting of husband, (head of the family), wife and minor children as well as unmarried grownup sons and daughters. A joint family on the other hand denotes a group of relatives

office of the Economic Adviser to the Government of India:
Report on an Enquiry into the Family Budgets of Middle
Class Employees of the Central Government: Manager, of
Government of India Publications, Delhi, 1949: Price:
Rs.5-0-0- or 8Sh.; pp. iv x 314.

living together as one house hold. It was found that in all regions except Bengal and Assam, natural families formed a higher proportion of the total number than joint house holds, the proportion being the highest, at about 80 per cent in the case of Delhi.

The size of the average family was smallest in Bombay City with 5.3 persons, and this was closely followed by Bombay Province with 5.7 persons. Bihar and Orissa showed the largest average size at 7.4 persons. If, on the other hand, the modal size of the family be considered, it was found that Bengal and Assam, and the Punjab took the lead each with 7.0 persons while Bombay city came last with 4.1 persons.

In every case there were a number of dependents who lived away from the family but to whom remittances were made every month. Their number ranged from 0.5 in Madras City to 1.4 in the United Provinces on an average.

Number of earners. The average number of earners in the family ranged from 1.1 in the Central Provinces (including Central India) to 1.4 in the Punjab region. The average number of dependents per family earner varied from 4.5 in Bombay city to 6.7 in Bihar and Orissa. Bengal and Assam came next to Bihar and Orissa, every earner in the former regions having to support 6.1 persons in addition to himself. The report points out that these figures do not take into account the age and sex of the dependents and cannot, therefore, measure the true extent of the economic positions of the families in the various income categories. In order that flamilies of different size and sex composition might be brought into correct comparison with one another as regards their standards of living it was necessary that the data should be measured in terms of a common unit. The sizes were usually reduced to consumption units in terms of equivalent male adults according to a standard scale. In the present analysis the following ratios have been assumed: adult men (15 years or over) 1.0; adult female (15 years or over) 0.8; children below 15 years 0.6.

The table below shows the number of earners in the family and economic pressure:-

Areas	Number of bud- gets.	agō	ump- tion units	Aver- age numb- ber of earn- ers per fami- ly.	er of per-	Aver age numb er m of c.u! per fami ly earn er:.
Bombay City Bombay Province etc. Madras City Hadras Province etc. Calcutta Bengal and Assam etc. Bihar and Orissa United Provinces Punjab etc Central Province and	400 240 388 440 664 276 340 380 316	5.3 5.7 6.0 7.2 6.2 7.5 6.5	4.1 4.9 4.6 5.3 5.8 4.9	1.23 1.12 1.17 1.23 1.10 1.14 1.15	4.3 5.1 5.7 5.1 5.9 6.2 6.5 5.4 4.7	3.3 4.0 4.4 4.0 4.6 4.8 5.0 4.1 3.5
Central India	300 284	6.5 6.2	5.0 4.7	1.09 1.14	6.0 5.3	4.6

*Note: C.u. means consumption unit.

Monthly income. The average monthly income of the family consists of the salary and allowances of the head of the family and other members, and, in addition, income from other sources such as land, investments, contributions from relatives and so on. Receipts from borrowings were not always been shown in the budgets although it was stated in the relevant context that the deficits had been met from loans or other sources. Subject to this reservation, the average income per family varied from 159 rupees and 6 annas in the Province of Madras to 286 rupees and 1 anna The greatest single source of income was generalin Delhi. ly the earning of the head of the family, including pay and allowances, which accounted for 82 per cent of the family income in the case of Bengal and Assam and the Punjab, and between 86 ENEXEME and 98 per cent in other territories. The contribution from other earners of the family varied from 1.7 per cent in Bombay Province to 6 per cent in the case of the Punjab Block. Income from other sources was varied from 7 rupees and 11 annas or 5 per cent in Bombay city to 31 rupees or 16 per cent in Bengal and Assam closely followed by 26 rupees and 12 annas per month or 11 per cent in the case of the Punjab.

The following table shows the monthly income of the family:-

Areas	bud ts ana lys	me - (per ed. fami ly),	of the of the of the family of the family of the family of the order of the family of	the tage of (4) the to (3). If pay	from	Percentage of (6) to (5).	Income from other sour-ces.	Percen tage of (8) to (5).
	2	3	4	5	6	7	8	9
		Rs.As.	, Ks.A	/s•	Rs.As.		.Rs.As.	
Bombay City Bombay Province	400	253 6	234	6 92.49	11 6	4.4	7 9	3.11
etc	240 388			7 90.55 L1.87.80	3 2 8 7		14 4. 11 7.	7.75 7.30
etc Calcutta	440 664	159. 6. 229 14		7.87.40 2.89.20	5 12 4 2		14 3 20 10	9.00 9.00
Bengal and Assam etc Bihar and	276	198 5	163.	9.82.32	3 12	1.9	31 0	15.78
	340	191 9	165 1	L2 86.52	6 10		19 3	10.28
ces	316	. 169 . 5. 234 9	154 193]	5 91.13 13 8 2.90	5 2 14 0	3.0 6.0	9 14 26 12	5.87 11.10
ce and Centra India	1 300	190 5 286 1	164 257	1.86.20	7 12 9 12	4.2 3.4	18 8 18 12	9.60 6.60

Expenditure. The table below gives the income and expenditure per consumption unit and the income and expenditure per family earner:

		•			
Inc	me Expendi-	Ratio	Income	Expendi-	No.of c.u s
per	ture per	of (2)	per	ture per	per earner.
c.u	(1) c.u(2)	to(1)	carner.	family	
			<u></u>	earner.	
2	3	4	5	6	7
Rs.	As. Rs.As.		Rs.As.	Rs.As.	
ity 61	12 71 14	1.16	208 14	239 8	3.3
Province 41			164 2	187 5	4.0
sity 33	6 59 12		146 0	177 6	4.4
Province 34			136 3	157 14	4.0
41	1 49 5	1.20	186 14	224 10	4.6
Province	7 45 2	1.21	180 4	.217 8	4:8
ssam 37	1 41 2		170 0	209 13	5.0
nd Orissa33	0 44 8	1.23	147 4	181 13	4.1
Provinces56			168 12	205 11	3.5
Block. 47			174 10		.=
Provinceso 60			244 8	257 11	4.0
Province38	1 45 14				4.6 4.0

^{*} c.u. means consumption unit.

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A very large proportion of the families were involved in debt. The percentage varied from 37 in the Punjab to more than 75 percent in Calcutta. The causes of indebtedness were generally marriages or sickness in the family. Loans were taken mostly from General Provident Fund and Co-operative Credit Societies. The average amount spent towards payment of interest and repayment of loans varied from 22 2.0 per cent of the monthly income in Delhi to 7.4 per cent in Central Province and Central India. The details are given in the table below:-

Areas	Number of fami	Number -of fami- lies in debt	age o	f	ly debt payment of families in dabt.	ly deb tpay i-al n fa	t men	income.	Percent- age of(6) to the income.
1	2	3	4		5	ϵ		7	8
Bombay City Bombay Province	100	64	64		. As. 13		As. 5	8.2	5.4
etc Madras City Madras Province	60 97	33 66	55 68		7 14	8 11	0 7	9.0	4.0 7.0
etc Calcutta	110 166	78 1 26	71 76		9 15	11 15	15	9.8 9.1	7.3 6.9
Bengal Province and Assam etc. Bihar and Orissa United Provinces Punjab etc Central Provinces	a.85 s.95 79	46 47 50 29	67 55 53 37	18 15 20 21	0	12 8 10 6	11 5 8 5	9.3 7.8 11.8 9.2	6.5 4.3 6.2 2.7
and Central India Delhi	75 71	47 28	63 40	22 14		1 <u>4</u> 5	0 13	11.6	7.4

Food. The average monthly expenditure on food varied from 75 rupees and 1 annas per family in Madras to 117 rupees and 9 annas in the Punjab. Milk and fats accounted for the highest proportion of total food expenditure and they were followed closely by cereals and fruits and vegetables, the three sub-groups together constituting about 70 per cent of the total expenditure on food. In terms of consumption units monthly expenditure on cereals was between 4 rupees and 5 rupees per unit in Calcutta City, Bengal and Assam, Bombay City and Delhi, and between 3 rupees and 4 rupees in the remaining places.

Housing. In the matter of house-rent, Bombay City was loading with 23 rupees 8 annas per month while the United Provinces returned the lowest figure viz., 8 rupees and 7 annas per month. The average number of rooms per family was 5 in Bombay Province, Madras City, Calcutta, the Central Provinces and Central India and between 2 and 5 in other regions; the average number of persons per room varied from 1.9 in Bombay Province to 2.8 in Calcutta.

The number of rooms per family and the average number of persons per room by area are given in the table below:-

Areas	Average No. of rooms per family.	Average No. of persons per room.	Average No.of c.u's per room.
Bombay City	2.2	2.5	1.9
Bombay Province etc	3.0	1.9	1.5
Madras City	3.0	2.0	1.6
Madras Province etc	2.4	2.6	1.9
Calcutta	3.0	2.8	1.8
Bengal and Assam etc	2.8	2.6	2.0
Bihar and Orissa	2.9	2.5	2.0
United Provinces	2.9	2.0	1.5
Punjab etc	2.6	2.3	1.8
Central Provinces and Central	•		_ •
India	3.1	2.0	1.6
Delhi	2.7	2.2	1.7

Committee on National Income set up by Government of India.

The Government of India has been giving consideration for some time to the inadequacy of the factual data available for the formulation of economic policies. One important gap is the absence of authoritative estimates of the national income and its various components. To remedy this defect the Government has appointed a committee to advise how best this gap could be filled up. The Committee consists of Prof. P.C. Mehalanobis, Indian Statistical Institute as chairman, and Prof. D.R. Gadgil, Head of the Gokhale Institute of Economics and Politics, Poona, Profiv. K.R.V. Rao, Head of the Delhi University School of Economics, as members and Dr. R.C. Desai, National Income Unit, Ministry of Finance as Secretary. The committee will also avail itself of the advice of three foreign experts on national income: Prof. Simon Kuznetz of the National Bureau of Economic Research, New York, Mr. J.R.N. Stone of the Cambridge University and Dr. J.B.D. Derksen of the United Nations Statistical Office, Lake Success.

The terms of reference of the Committee are to prepare a report on national income and related estimates, to suggest measures for improving the quality of available data collection of further essential statistics and to recommend ways and means of promoting research in the field of national income. The National Income Unit in the Ministry of Finance will work under the committee's guidance to compile authoritative estimates of the national income.

(The Gazette of India, Extraordinary, dated 6 August, 1949, page 1399).

Family Budgets of Industrial Workers in Berhampur: Government of India Reports.

The following information regarding family budgets of industrial workers in Berhampur is taken from a report on an enquiry conducted during 1944-1945 in connection with the Government of India's All-India Cost of Living Index Scheme.

Berhampur is situated in the Province of Orissa and had during 1944-1945 a population of about 45,000 persons. There are hardly any large-scale industries at Berhampur. The only industrial concern registered under the Factories Act are some powerdriven factories employing in all about 200 workers. The rest of the workers are either artisans or those employed in small-scale cottage industries, such as, handloom weaving, basket making, etc. The industrial population of Berhampur was estimated to be about 5,000 persons at the time of the enquiry. The number of families engaged in different industries and crafts was estimated to be about 1,000.

Number of budgets collected. The actual budget collection work was started on 15 December 1944, and the enquiry was completed on 15 September 1945. In all, 150 family budgets were collected. Out of these only 125 were finally accepted for tabulation, the remaining 27 were rejected on account of incomplete or inaccurate information. As cottage workers form a bulk of the total

Government of India: Report on an Enquiry into Family Budgets of Industrial Workers in Berhampur: by S.R. Deshpande, Director, Cost of Living Index Scheme. Price As.10 or 1sh.; pp. vii x 35.

27

number of workers in Berhampur covered by the survey, the budgets of such workers have been analysed along with those of industrial workers. No singlemen's budgets were collected.

Composition of family. The average family consisted of 5.50 persons; 1.60 were men, 1.77 women and 2.13 mixing children. The labour was mostly local and the average number of dependants living away from the family was only 0.06. An analysis of the composition for the income group 80 rupões ha and below 90 rupões containing only six budgets, the size of the family generally increased according to income, the range of variation being 4.05 persons in the income group, 50 rupees and below 40 rupees and 8:35 persons in the income group, 100 rupees and above. Although on an average, there were 5.50 persons per family, in 6.50 per cent of the cases, there were only two persons in the family and in 13.82 per cent of the cases only three. There were, however, instances of very large families and it is was found that in no fewer than 17.07 per cent of the cases, there were as many as seven persons and in 15.02 per cent of the total more than seven: In six families there were as many as 11 persons each.

Earners and dependants. Of the 5.50 persons in the family 2.05 were earners. Among the latter, 1.33 were men, 0.45 women and 0.27 children. The average number of earners per family generally increased with the income. Although, on an average, there were 2.05 earners in the family, it was found that in 54 or 43.90 per cent of the cases there was only one carner and in 37 or 30.08 per cent of the cases there were two earners; in 32 or 26.02 per cent of the cases there were three or more earners and in seven cases it was found that there were more than five earners.

In the families covered, there were in addition to the 123 heads of the families, 129 other earners, 67 men and 62 women. Among the men earners, it was found that in 141 cases a son was helping the father and in 16 a brother washelping the head of the family. In regard to women earners, in 33 cases it was the wife, in 5 a sister, in 5 a mother and in 19 cases other women relatives.

Income and expenditure: The composition of family income was as follows:-

of Janily by income

Average monthly expenditure (123 budgets)

Rs. As. P.

Food Fuel and lighting House rent Clothing and foot-wear Household requisites Miscellaneous	48	10	6	(62.42)
	5	13	4	(7.48)
	2	9	0	(3.28)
	7	15	5	(10.22)
	0	14	6	(1.17)
	12	0	5	(15.43)
Total monthly expenditure.	77	15	2	(100.00)

Note: The figure in brackets indicate percentage expenditure to total expenditure.

Indebtedness. - 73 of the 123 families, that is 59.35 per cent of the total, reported that they were in debt. The average debt per family reporting indebtedness was to 191 rupees 12 annas and a 11 pies. It was stated that money was generally borrowed from co-operative banks, friends and relatives and the causes of indebtedness were marriages, sickness, slack work, etc. The rate of interest varied from 2 1/2 per cent to 12 per cent.

Family Budgets of Industrial Workers in Narayanganj: Government of India Report *.

The following information regarding the family budgets of industrial workers in Narayanganj is taken from a report published by the Government of India on an enquiry conducted during 1945-1944 in connection with the Central Government's All-India Cost of Living Index Scheme.

Narayanganj is in the District of Dacca in Bengal and is a mart for jute and country produce and also a depot for boats and boatmen engaged in inland trade. According to the census of 1941, Narayanganj had a population of 56,007; the total number of industrially occupied persons at the time of the enquiry was 10,000.

Government of India: Report of an Enquiry into Family Budgets of Industrial Workers in Narayanganj, by S.R. Deshpande, Director, Cost of Living Index Scheme; Price As. 12 or 1sh; pp. vii x 47.

Number of budgets collected.— In all 301 budgets were collected. Of these 218 were for those living with their families and 85 for those living singly. Of the 218 family budgets, 198 were accepted for tabulation and 20 were rejected as they either contained incomplete information or did not belong to industrial workers.

Composition of family. The average family consisted of 5.78 persons of whom 1.68 are adult men, 1.54 adult women 1.37 male children and 1.19 female children. The report state that the labour force in Narayanganj was mostly local in character and the families, therefore, seldom had any dependants living away from them. The size of the family almost progressively increased according to income groups; EXXX it varied from 3.58 persons in the lowest income group to 12.29 persons in the highest income group.

An analysis of the frequency distribution of families according to size showed that while four, five and six member families accounted for 54.05 per cent of the total, there were no fewer than 34 families having eight or more persons and eight families having eleven or more persons. In the highest income group no family had less than six persons, while in the first two income groups there was no family having more than six persons.

Earners and dependants. On an average, there were 1.45 earners in a ramily and 4.33 dependants. Of the average number of earners in the family (1.45), 1.35 & remen, 0.05 women and 0.07 male children. In the 198 families studied, there were in all 288 earners and 856 dependants, giving a ratio of 297 dependants to every 100 workers. Generally speaking, the average number of earners increased according to increase in the family income.

Although there were 1.45 earners per femily, in the majority of the cases or 66.16 per cent of the total, the families were one-earner families. In fact in the two lowest income groups in which there were 37 budgets all the families were single earner. The figures showed that out of a total of Exemptors 88 cases among men earners (other than the head of the family) in no fewer than 64 a brother was helping, in 12 a son, in 8 a father and in 4 other relatives. There were only two cases of women earners and in both these the wife was the earner.

Income and expenditure. The average weekly income of a family was 19 rupees 9 annas and 4 pies, 14 rupees and 1 pie accrufing from earnings from regular employment; in the shape of wages, allowances, money value of concessions, etc. and 5 rupees 9 annas and 3 pies from sources other than regular employment. The average expenditure was 18 rupees 8 annas and 1 pie, thus, leaving a small balance of 1 rupee 1 anna and 5 pies. If, in the latter figure, the average expenditure on interest on loans, remittances to dependants, etc., are added the balance comes to 13 annas and 1 pie only. While, however, on an average, the workers were just able to balance their budgets the figures show that in the lower income groups up to

below 13 rupees 15 annas and 3 pies per week they are unable to do so. Out of 198 budgets, 93 were deficit budgets and in 105 cases the income exceeded the expenditure.

The percentage distribution of expenditure on the six main groups were as follows:

Food 75.31; fuel and lighting 7.85; house rent 5.46; clothing and footwear 5.75; bedding and house hold requisites 0.25; miscellaneous 5.40.

Singlemen's budgets .- The average weekly income of industrial workers living singly in Narayanganj came to 9 rupees 15 annas and 9 pies as compared to 9 rupees 8 annas and 11 pies, the average weekly income of the head of a working class family in Narayanganj. There was thus a fairly close resemblance between these two figures. The total weekly expenditure, excluding remittances to dependants and interest on loans etc., which amounted to 3 rupees 12 annas and 5 pies per week, came to 5 rupees 15 annas and 9 pies. An analysis of the figure shows that the singleman inknesh xoux leaves we their me remitted to his dependents almost whatever was left over from his expenditure. Of the total weekly expenditure, 4 rupees 2 annas and 7 pies or 69.56 per cent was on food, 9 annas and or 9.57 per cent on fuel and lighting. 3 annas and 3 pies or 3.35 per cent on clothing and footwear, 6 ples or 0.50 per cent on bedding etc. and 10 annas and 5 pies or 10.87 per cent on miscallaneous items of expenditure.

The table below compared the percentage distribution of expenditure on the various groups of working class families and singlemen in Narayanganj:-

Groups.	Percentage Families.	expenditure of for Singlemen.
	2	3
FoodFuel and Lighting	5.75 0.23	69.56 9.37 3.35 6.35 0.50 10.87

45. Economic Development and Control.

India - August 1949.

Closure of Bombay Textile Mills: Committee appointed to advise Government.

A six-man committee to examine all intimations of actual or apprehended closure of textile mills and advise the provincial Government about remedial measures appropriate to each case, was been appinted by the Bombay Iabour Advisory Committee at a meeting held at Bombay on 2 August 1949. The committee will consist of three representatives from the textile industry and three from labour. The Secretary to the Iabour Department will be its Chairman.

Mr. Gulzarilal Nanda, Labour Minister, Government of Bombay, who presided over the meeting referred to the discussions at the meeting of the Central Advisory Council on Industries held in Delhi during July 1949 (vide paragraph 45, pages 14-18 of the report of this Office for July 1949), and stressed the importance of remedial measures against closure of mills.

(The Times of India, dated 3-8-1949).

Madras: The Madras Sugar Factories (Control) Act, 1949 (No.XX of 1949).

The Madras Sugar Factories (Control) Ant Bill, (vide paragraph 45, page 34 of the report of this Office for December 1948), as passed by the legislature received the assent of the Governor on 13 July 1949 and has been gazetted as the Madras Sugar Hactories (Control) Act, 1949 (No.XX of 1949).

(The Fort St. George Gazette, Part IV-B, dated 19 July 1949, pages 131-137).

47. Reconstruction Plans.

India - August 1949.

*Eastern Economists 5-Year People's Plan: Raising of National Income by 6.5 per Cent envisaged.

The Eastern Economist, in its Independence Number dated 12 August 1949, has published a five-year scheme, to be known as the Peoples! Plan, 1950-55, for the economic development of India. The following is a brief summary of the plan.

The background: lack of proper statistics. Commending the plan, to the Frime Minister as a workable plan because the turgest targets aimed at are easily attainable, The Eastern Economist' points out that in the last two years India has gained much in political confidence, but these successes have been gained at least in part at the expense of her economic front. Over the last ten years, the national income of the Indian provinces, has increased steadily in money terms from about 19,000 million rupees in 1989-40 in India undivided to 46,000 million rupees in the provinces of the Indian Union in 1948-49 for which estimates have been prepared. This looks like spectacular advance but when adjustments are made for prices it represents no net advance, but exhibits in recent years, significant decline from the best years even in the war. The Eastern Economist index of agricultural production, with a base of the average of the years 1936-39-100, shows that India reached her peak agricultural production of 106 in 1943-44 and that her production in 1947-48 was only 97 while preliminary cacculation for 1948-49 show it as low as 95. In other words, in the last two years, when the food front has held India in peril; she has lost significant ground and not won an inch. The Eastern Economist index of industrial production, with the year ended August 1939-100 as base, reached the figure of 126.8 for 1943-44 but has never since Independence, come anywhere near this mark. Its highest figure was 120 in July 1948, the only happy fruit of textile decontrol; since then the monthly index has oscillated between the limits of 105 and 118, leaving an average figure of about 115 for the year 1948, higher, indeed, than in 1947-48, but still about ten per cent below the peak production of 1943-44. The Eastern Economist index of Indian Business Activity which reached a peak of 119.7 in 1945-46 hasin the two years of Independence also been running at a level of ten per cent belog its peak. There is no sector of Indian economic life which is currently recording advance.

These indication of stagnations in the economic life are not the fruit of austerity in either the public or private sector of the economy but due to unproductive expenditure. Further, reckless inflationary finance has in the last three years been the main instrument of the rise in the cost of living. The reason for this being that Government expenditure has held money incomes high while production was stagnant and even on the decline. The plan, therefore, aims at recovering the peak levels, in the three main section of the economy, within a specified time which India had reached within the last six years.

Structure of the plan. The three main heads of the plan are agriculture, industry and tertiary activity.

(a) Agriculture .- In the case of agricultural production the average of the Eastern Economist index of agricultural production for the last ten years runs at 98, variations due to the monsoon causing a range of variation in the index from as much as 106 on one side to 93 on the other. The figure of 106 for 1945-44 corresponded with a position of almost full equilibrium, the imports for that year being only 278,000 tons. The plan for agriculture therefore aims at the re-emergence of this equilibrium but, to provide for increase in population, the average mean factor has now been fixed at 110, seasonal variations above and below yielding six per cent in each direction. At this level India's imports over a period of five years following the attainment of the target should be negligible. Primarily the main problem of agriculture is that of providing security whon rains are inadequate; that is, it is a matter of irrigation. As vast irrigation projects would not only take time but lock up money and defer irrigation, minor irrigation schemes must be pushed through.

India's shortage of foodgrain has been estimated at about 4 million tons, that is to say, to attain self-sufficiency in food an increase of 4 million tons has to be secured, partly in rice production and partly in wheat production, since these two cereals are the most acceptable articles of diet with the Indian people. The combined production of rice and wheat is, at the present time, in the neighbourhood of 24 million tons and the extra effort needed is, therefore, of the order of 16 per cent. After suggesting various details whereby provinces may increase production, the plan suggests that crop-wise, the over-all target of 4 million tons may be broken up into 2.5 million tons of rice and 1.5 million tons of wheat. The following target for the five year food drive is proposed:

	Are	a in Thous	ands of	Acres: Yield	in Thousand	is of Tons
R	arget ßß eclemati	r on.			tion from M	
	49-50/ 50-51.	1951-52/ 1953-54.	Total	1949 - 50/ 1950 - 51	1951 - 52/ 1953 - 54	Total
Madras Bombay Central	Nil Nil	Nil Nil	Nil Nil	Nil Nil	Nil Nil	Nil Nil
Provinces, and Berar United Provin-	450	150	600	150	50	200
ces Bihar	150 100	150 50	300 150	50 33 Nil	50 17	100 50
Assam West Bengal East Punjab		Nil Nil Nil 200	nil Nil Nil 300	Nil Nil Nil 33	nil nil nil 67	Nil Nil Nil 100
States includi	ng 1000	1000 1550	2000 3350	33 <u>0</u> 596	350 514	660 1110
Areas	New P Inten	roduction sive Cult:	ivation.	Produ		
	1949 - 1950 -		- /	otal. Targe Rice	ts. Wheat	Total
Madras Bombay	100	7:	5	500 500 17 5 8 5	Nil 90	500 175
C.P.and Berar United Province Bihar	es. 300	27) 24;) 3	500 340 570 170 543 550	160 500 43	500 670 593
Orissa	80 150	5.	<u>1</u> 0	270 270 134 134 280 280	Nil Nil Nil	270 134 280
East Funjab States includi Hyderabad	ng			120 Nil 358 255	220 763	220 1018
Total	1810	144	0 3	250 2584	1776	4360

Policy for food prices - Emphasising the need for a firm policy for food prices the plan points out that dear food makes for high costs and higher prices allround; it eats up the incentive element in wages, the margin for comport in middle class budgets, the urge to produce more in a largely non-capitalistic agricultural economy, the saving potential in the country at large. It breeds discontent in the working population, distress in urban middle class life, social unrest and an unreasoning quest for a violent change, the fruits of which only appear to be good. With a view to controlling the prices of free market supplies the plan suggests that farmers should be encouraged to make deliveries in excess of their procurement obligations. This should be managed on a voluntary basis through the provision of appropriate concessions and attractions. It suggests that a part of the stock of silver being sold by the Reserve Bank may be used for this purpose. In the first place, it should be confined to rice and wheat; millets are largely gargrown for the producers own consumption, while procurement difficulties are not acute in the case of inferior

The combined production of rice and wheat is about 24 million tons. In 1949-50, it will go up to 25 million tons according to win the plan and the marketable surplus may be in the neighbourhood of 7 million tons. On the assumption that 3 million tons of this surplus can be secured through compulsory procurement, the problem boils down to one of dealing with the remaining 4 million tons. A part of these 4 million tons may be secured at procurement prices by offering farmers silver at a price attractively below the market price in exchange for such grain deliveries as they make in addition to their procurement obligations. The arithmetic of this transaction may be somewhat as follows. Assuming the procurement price per mannd, taxks on an all-India average for rice and wheat, to be 15 rupees, the farmer may be given the right to buy from the nearest Treasury silver at the concession price to an extent of one-third of the value of his excess deliveries i.e., he will be eligible to buy 5 rupees worth of silver for every maund he delivers.

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Silver strategy is one blade of the scissors with which high prices can be cut. The other blade is a bold, frontal attack on free prices in the principal whole-sale markets in areas, where these markets are permitted to For the year 1949-50, procurement prices may be maintained at present levels. An increase is out of the question, while a reduction is ruled out by political and administrative considerations. It may be assumed that compulsory procurement and silver strategy, between themselves, will succeed in securing 4 million tons of The balance of the marketable surplus rice and wheat. of these two cereals, which may be about 3 million tons, will be offered at grey prices and the problem is to control these grey prices at a reasonable level, say, at 25 per cent above the procurement prices ruling in the area concerned. This may be done by permitting the principal wholesale grain markets to function and then by Government stepping into these markets as a free seller of rice or wheat at 25 per cent above the procurement prices of the respective areas. It would be enough if operations are confined to selected centres, which have traditionally functioned as important assembling markets. In the case of wheat about 18 centres in all may be selected in East Punjab, the United Provinces and the Central Provinces; and in the case of rice some 25 centres in all in West Bengal, Assam, Bihar, Orissa, Madras, the Central Provinces and the United Provinces. The annual flow of the two cereals into these markets, given a procurement (compulsorily and through silver) of a milion tons, is not likely to exceed 500,000 tons and it ought to be possible to control effectively the price level of this volume of supplies by setting apart for this purpose a stock of 250,000 tons, which will be strategically distributed and available for selling operations at the various centres. The stocks should be used not to depress prices to low levels, but to arrest an advance in grey prices by more than 25 per cent over the procurement prices.

In regard to commercial crops, the plan envisages an increase in cotton and jute production. mills dependence on foreign cotton is to the extent of 1 million bales of Pakistan cotton and .7 million bales of other foreign cotton. The plan suggests that it would be necessary to put about 4 million acres more under cottons of the desired styles to produce some 8 million tons. Regarding jute, India depended on Pakistan to the extent of 5 million bales, while domestic production is about 2.3 million bales. The plan admits that it may not be impossible to increase production to 4 million bales over a five year period, but points out that the jute acreage in the Indian Union was 749,000 acres in 1948-49 as compared with 850,000 acres in 1942-43. Experience has shown that this loss can be made good for the most part, without injuring rice production, by double Em cropping, i.e., by growing jute as an earlier additional crop in Amman paddy land and by reclaiming culturable waste lands in the jute growing provinces. It is also possible that new areas of jute production may be established in Travancore in South India. Emphasised the Whole, however, should be laid not so much on an extension of acreage as on better seeds, manuring and intensive cultivation.

(b) Industrial Production. In industry, against a current, Eastern Economist Industrial Production Index level of 114, the plan provides for the attainment in five years of a level of 135, that is, a rise of about 18 per cent to come from both existing and new units. In 1943-44 the Eastern Economist Index reached 126.8, but since conditions are never likely to be so favourable with merely existing units to depend upon maximum capacity at an Eastern Economist Index level of 122 from these units only is assumed, the remainder of production coming forth entirely from new units. This increase, the plan proposes to achieve, according to the following timetable:

Industry	Unit	1948-49	1949-50	1950-51	
Cotton cloth	Tn million Yds.	5500	5700	5900	,
including handloom	E.E. Index	120.0	124.4	128.7	
Steel	In 000 tons	860	900	1000	
94	E.E. Index	114.0	119:3	132.6	
Coment	In million tons	1.9	2.5	2.7	
-	E.E. Index	95.0	115.0	135.0	-
Paper	In 000 tons	100	105	115	
	E.E. Index	124.6	180.8	143.5	
Coal	In million tons	30	31	32	
•	E.E. Index	109.3	112.9	116.6	
Machine tools	In Numbers	2000	2500	3000	
Fertilizers	In 000 tons		-	100	***
General Index.	To August 1939=100	114	117	120	

*E.E.Index: Eastern Economist Index.

Industry	Unit	1951-52	1952-53	1953-54	1954-55
Cotton cloth	In million Yds.	6100	6300	6500	6600
including handloom	$E_{\bullet}E_{\bullet}I_{n}dex$	133.1	137.5	141.8	144.0
Steel	In 000 tons	1100	1300	1500	1800
. 	E.E. Index	145.8	172.3	198:8	238.6
Cement	In million tons	3:1	3:5	3:9	4:2
e	E.E. Index	155.0	175.0	195.0	210.0
Paper	In 000 tons	130	150	155	160
- · · · · · · · · · · · · · · · · · · ·	E.E. Index	162.0	186.9	193.1	199.4
Coal	In million tons	55	54	55	5 6
	E.E. Index	120.2	123.9	127.5	131.2
Machine tools	In Numbers	4000	12000	18000	24000
Fortilizers	In 000 tons	200	3 00	350	350
General Indox	To August 1959= 100	123	127	131	135

In discussing the details, the plan, among other things, named advocates the withdrawal of the Industries (Development and control) Bill (vide paragraph 45, of pages 42-43 of the report of this Office for April 1949), the fostering of new industries as a vital plank in the anti-inflationary programme and a tariff policy favouring aided industrialisation when due cause is shown for such assistance.

Wages and Employment .- The execution of the plan implies the wholehearted to-operation of labour. Towards this the plan suggests two steps: (i) Cut in cost of living. The incentive to effort must firstly arise out of the progressive reduction in the cost of living which will be the effect of the food plan and the plan for production of more cloth. This reduction of prices, which must commence with foodgrain prices, must set in motion the forces which will make for reduction of prices in other sectors and at the end of the first of the five years it is contemplated that there should be 10 to 15 per cont reduction in the cost of living bringing it down by about 30 points. Real average earnings per head which were estimated at 287.5 rupees in 1939-40 increased to 291 rupees in 1942-43 but dropped in the next year to as low as 212 rupees and thereafter gradually increased to 249.5 rupees in 1947-48. This decline which is mainly due to the rapid increase in the cost of living, should be reversed in the next five years, so as to give labour a higher real wage (ii) Maintenance of employment .-than before the war. The object of the plan being as much to maintain employment as to increase production, the next important gain to labour must arise out of the attempt to insulate Indian economy against the recessionary trends in the economy as a result of world factors leading inevitably to unemployment. Employment in organised industry in 1947 and in the first-half of 1948 was held at 2.235 millions which, though below the level of 2.44 millions for the Indian Union in 1945-46, is yet satisfactory according to present needs. This is due to the fact that most industries have not been able to carry out their schems of rationalisation partly because of labour opposition born out of the fear of retrenchment and partly because of lack of the required machinery

To secure labour's cooperation the plan emphasises the need for a programme for industrial housing on an extensive scale, a programme for the maintenance and gradual extension of employment, a programme linking rationalisation with measures to absorb displaced labour and a programme of securing real wages so that they never fall below the 1939 figure.

(c) Intigual xing on a Civity. The expansion of India's tertiary activity, mainly trade and transport, depends on activities in the sectors of agriculture and industry and it may be presumed that with the advances in these sectors provided in the plan, some advance will be automatically communicated to tertiary activity. In terms of the Eastern Economist Index of Business Activity, it is carried from 106 now running to 118 in five years.

National income. The national income during the 5-years period, has been deduced from the constituent elements of income from primary sources, industry and tertiary sources reckoned in each case against the corresponding elements for the year 1948-49. The national income has been expressed in terms of 1948-49 prices for purposes of comparison. In terms of these constant prices the national income is computed to rise by about 2.5 per cent per year or 12.5 per cent for the entire period of the plan. When allowance is made for an increase in population at the rate of 1.2 per cent a year, the rate of advance in per capita real income may be taken at 1.5 percent per year, or about 6.5 per cent at the end of five years. The breakdown of these figures is as follows:-

NATIONAL INCOME OF INDIAN PROVINCES AT 1948-49 PRICES.

,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	(Ri	ipees in M	illions).		-	
	1948-49	1950-51	1951-52	1952-53	1953-54	1954-55
Income from I Sources Income from I Income from I Sources	24780 Industry1154 Pertiary	27180 12150 10420	27710 12460 10610	28250 12860 10800	28780 13270 10980	29310 13670 11180
PER (CAPITA ANNUA 1948-49 (Estima	(Rupees) 1950-51		PRICES 1952-53	- 1953 - 54	1954-55
Primary Sector Industrial Sector Tertiary Sect	ector 585	159 396 195	160 401 197	161 408 198	162 417 199	163 425 200

It will be seen that the real national income in agriculture is scheduled to rise by 12 per cent in five years while that in industry rises by 20 per cent and in tertiary occupations by 12 per cent. When it is rememberable, however, that the agricultural sector is more than twice as large in its net contribution to national

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income than either of the other sectors, the advance postulated for agriculture is relatively greater than that in the other two sectors. In terms of 1948-49 prices, the increased annual production from agriculture is expected to be 3600 million rupees while that in industry in gross terms is about 2000 million rupees, and that in tertiary occupations about 1200 million rupees. Distributionally, therefore, this plan is tilted towards the agricultural sector which, for namerous reasons, demands the greatest attention at the nant present time.

Financing of the Plan. - According to the plan a sum of 11660.6 million rupees, in all, may be available during the 5-year period, the sources being mainly internal savings by Government, and industry etc., export surplus, and external financial aid.

(The Eastern Economist, 12-8-1949).

Pakistan: The West Punjab Thal Development Act, 1949 (No.XV of 1949).

The West Punjab Thal Development Bill (vide paragraph 47, pages 32-33 of the report of this Office for June 1949), received the assent of the Governor on 28 July 1949 and has been gazetted as the West Punjab Thal Development Act, 1949 (No.XV of 1949).

(The West Punjab Gazette, Extraordinary, dated 29 July 1949, pages 127-152).

48. Public Finance. India - August 1949.

Inde-British Agreement of Sterling Balances: India to cut down Dollar Imports.

The Finance Minister of the Government of India, Dr. John Matthai, announced at a Press conference in New Delhi on 4 August 1949, details of the sterling agreement recently concluded by India and the United Kingdom. The agreement provides for a substantially larger sterling and dollar allotments for India compared with the year 1948-49 (vide paragraph 48, pages 37-38 of the report of this Office for July 1948). of sterling releases, India will receive a sum of £81 million to cover drawals in 1948-49; £50 million each for 1949-50 and 1950-51, instead of £40 million each, as agreed to earlier; and an additional unspecified sum to pay for outstanding import commitments in 1948-49. India's dollar acquisitions amount to 84 million dollars from the Central convertible sterling pool, representing over drafts, and an approximate sum of 140 million dollars to cover the expected gap between her imports from and exports to dollar areas in 1949.

Explaining the terms of the agreement the Finance Minister, emphasised that the privilege of unlimited drawals was governed by the corresponding obligation to strengthen the sterling area by adding to its resources through an increase in exports to hard currency areas. As the largest single holder of sterling balances in the Commonwealth, India was vitally interested in maintaining the stability of sterling and towards that end she would direct all possible efforts. Stressing the need for economy in the expenditure of foreign exchange, the Finance Minister said that, though India had been able to secure a more liberal release of dollars and sterling, it did not follow that she had thereby acquired greater ability to spend more. Both by increasing her exports to dollar areas and by reducing expenditure of foreign exchange, India must try to balance her budget, for although deficit coverage by the Central pool was

provided for this year under the agreement, the matter was as much a cause for concern as for satisfaction.

Arising out of the Commonwealth Finance Ministers: Conference, administrative arrangements for the future included the appointment of a Standing Committee on which India was to be represented. It had been arranged that all matters affecting the sterling area would be periodically reviewed, including questions about the dollar position, to see if a change was possible in the 25 per cent reduction in imports which Commonwealth countries had already accepted.

(The Statesman, dated 5-8-1949).

34 Million Dollar Loan to India: Announcement by World Bank.

On 18 August 1949, India received from the World Bank a loan of 34 million dollars for reconstruction and development of State railways. The loan will be used to finance part of the purchase price of locomotives, boilers and spare parts.

The loan is for a term of fifteen years and carries an interest rate of three per cent plus commission of one per cent. Amortization payments calculated to retire the loan by maturity, will start on 15 August 1950.

(The Hindu, dated 19-8-1949).

Report of States Finance Enquiry Committee: Integration with Centre proposed.

The States Finance Enquiry Committee, under the chairmanship of Sir V.T. Krishnamachari, appointed by the Government of India to report on Indian States Finances, has recommended the integration of Federal Finances in Indian States and Union of States with those of the rest of the country. It has suggested that the integration should start from the beginning of next-financial year, i.e. 1 April 1950. For Trayancore-Cochin however, the Committee has fixed 17 August 1949, when the new financial year of the States Union begins as the date of which this process should commence.

Process of integration. The committee has expressed the view that the process of financial integration need not itself be gradual but should be complete in all essential respects from the outset. Certain transitional adjustments which would chahion the effect of integration and graduate the process in convenient stages, have, however, were provided for.

According to the report, the process of federal financial integration essentially involved firstly, a bifurcation of the present composite Governments of States and States Unions into two functional entities, "Central" and "Provincial"; secondly, the integration of the Central aspects and functions with the Central Government, i.e., the assumption by the Centre of financial responsibility and control in regard to Central revenues, expenditure, services, assets and liabilities; and thirdly transitional arrangements for gradual administrative transfer of certain Central functions and for necessary financial adjustments to avoid dislocation of the financial structure of the States. Centralrevenues include income-tax and corporation tax (excluding agricultural income tax); customs duties including export duties; central excises; railways; posts, telegraphs and telephones; opium cultivation, manufacture and sale for export; taxes on stock exchange transactions (other than stamp duty); taxes on the capital value of assets (axeximize exclusive of agricultural land) and on the capital of Companies; and salt.

Central services include defence (Indian State Forces); aviation; broadcasting; meteorology; archaeology; Geological survey; patents, copyrights and trade marks; registration of joint stock companies; Rational highways; currency, coinage and mint; and accounts and audit.

The Committee has further suggested various schemes of integration in respect of individual States and States Unions.

(The Hindustan Times, 11-8-1949).

Pakistan: United Kingdom-Pakistan Agreement on Sterling Balances: 12 Million Sterling to be released during 1949-50.

The agreement relating to sterling balances between Pakistan and the United Kingdom, concluded recently, provides for the release to Pakistan of a sum of 12 million pounds during the one year period 1 July 1949 to 30 June 1950. It further provides for transfer of an additional amount not exceeding five million pounds for the purpose of meeting Pakistan's external expenditure on special requirements (including phychases of goods and execution of capital projects) for the settlement and rehabilitation of refugees. These may special transfers shall be made as and when required by the Government of Pakistan for these purposes. Further, any of the special transfers which remains unspent on 50 June, 1950, shall be available for the same purpose until 30 June 1951.

A authoritative report from Karachi said that Pakistan, which has become a full member of the sterling area, would be able to spend 65 million dollars (£16,250,000) in western hemisphere countries by 30 June 1950. This was because Pakistan had under taken to cut her dollar expenditure by 25 per cent of the 1948-49 total of 87 million dollars (£21,750,000) and not by 25 per cent of the 1948 calendar year total of 48 million dollars (12 million sterling).

How much of the 65 million dollars Pakistan would need to convert from the central pool depends on how many dollars Pakistan earned herself.

(The 1948-49 agreement was reviewed at paragraph 45, pages 38-39 of the report of this Office for July 1949).

('Dawn', dated 17-8-1949).

Ceylon: Sterling Agreement with United Kingdom: Releases to be doubled.

Ceylon will be able to draw twice as much as last year from her sterling balances under the renewed sterling balance agreement concluded with Britain recently. The agreement covers the twelve months ending 30 June 1919 1950. It will enable Ceylon to draw £7,000,000 instead of £3,500,000 in the preceding twelve months. Thurs In addition, the Ceylon Government will continue to have the right, in the event of a substantial unforeseen rise in the price of essential foodstuffs unbalanced by other sources of income, to call, after consultation, for an addition of £1,000,000 to the working balance.

The amount in Ceylon's Number 1 account (the one from which she can spend her sterling) is understood to must amount to around £9,000,000 at present. Since Ceylon has agreed to keep a "working balance" of £4,000,000 in the Bank, the additionof £7,000,000 will give her a spendable amount of about £12,000,000 over and above her earnings — in the twelve months ending next June.

A statement issued by the British Treasury on 22 August 1949 said that when the Ceylon Government established a Ceylon Reserve Bank, the operation of the Ceylon Number II Account (the unspendable balance) will be transferred to the new Central Bank. The balance in the Number II Account is understood to be about £45,000,000 at present. Ceylon is the only saikagevernment self-governing member of the sterling area wholmakes a net contribution to the area gold and dollars pool.

CHAPTER 5. WORKING CONDITIONS. INDIA - AUGUST 1949.

52. Welfare and Workers! Leisure.

Coal Mine Labour in Hyderabad: More Amenities planned.

The Advisory Committee of the Hyderabad State Coal Mines Labour Welfare Fund at a meeting held at Hyderabad on 21 August 1949, decided to spend over 700,000 rupees during October 1949-50 for providing further amenities to the 55,000 coal mine workers in the State. The amount was earmarked for providing more welfare centres, school buildings, resting sheds, play grounds, parks and hospitals.

The Committee further decided that the employment of child labour in the mines should be regulated according to the Government of India Mines Act.

The Coal Mines Labour Welfare Fund was constituted four years ago being built up mainly from a coal cess of 6 annas per ton. The Fund now stands at 1 million rupees and will be replenished during the year by another .6 million rupees. An Advisory Committee with the Member for Labour as its Chairman has been administering the Fund.

The Kund Committee has so far spent about .2 million rupees for the construction of welfare centres, canteens and water tanks for the use of mine workers.

59. General.

India - August 1949.

Working Conditions of Postal Staff: Expert Committee recommends 44-Hour Week.

The Posts and Telegraphs Expert Committee constituted by the Government of India (vide paragraph 59, page 68 of the report of this Office for April 1948) has, in a report submitted to Government, made a number of recommendations on the service conditions of the staff in the Posts and Telegraphs Department. The report, it is understood, covers a wide field in regard to the existing rules relating to duty hours, weekly holidays, regulation of overtime and extra duty, form of compensation for overtime, hardships resulting from split duty and frequent incidence of night duty and inadequacy of night duty conversion factor.

Hours of work.- The Committee has pointed out that few other Government Departments have so many different types of services, with such widely varying duty terms and conditions as the workers of the Postal Department. Although an identical standard for all classes was impracticable a degree of uniformity of principles should be aimed at. A fairly uniform basis would be to adopt three broad classifications (1) the bulk of the staff with marginal exceptions; (2) those who are strenuously worked and (3) those who get more rest or idle period in their normal duty terms. The Standard of hours of work in the Posts and Telegraphs Department for the general run of the staff might be a 44-hour six-day working week. The Committee also suggested reducing the hours of work for telegraphists, telephone operators and wireless operators, whole time postal signallers, RMIX Royal Mail Service travelling staff of sorters and van peons and acid and fireworkers in the workshops, to 40 hours in a six-day working week and up to 42 hours in the case of smaller offices. The Committee was of the opinion that no justification existed for a special reduction or discriminatory treatment in matters of hours of work in the case of women and children beyond tive what was already allowed under the existing rules. Boy peons, it was recommended, should not be brought on split or night duty or overtime.

Dealing with the night duty aspect of the work, the Committee thought that the existing definition of inight duty as extinding from 8 p.m. to 6 a.m. was quite satisfactory and that night duty staff should be rotated with day duty staff as frequently as possible. On the question of 'split duty' the Committee did not favour any concession for the staff provided with quarters in the

premises and stated that where it was not practicable to give a time allowance, a split duty allowance might be sanctioned at a flat rate of 10 rupees to all categories of staff, to meet the extra cost of transport and other incidental expenses in connection with the extra journeys home and back.

For the travelling staff of Royal Mail Service the standards of weekly working hours, 30-36 hours as at present, were recommended, with an allowance of halfan-hour for Record Office attendance and fifteen minutes for the exchange of mails at each terminal station. For transit sections 38-44 hours were recommended. Save in exceptional circumstances the Committee suggested that the run of Royal Mail Service sections should be limited to 6-8 hours by night and 8-10 hours by day. That no official should be required to proceed on line within 12 hours of his return to Headquarters was another recommendation made. It is also suggested that night shifts in Mail Offices should as far as practicable not exceed 6 hours. Call Duty should be reduced to the minimum by giving flixed duties where practicable combined with other duties if necessary.

Weekly holidays. - On the questions of regulation of weekly holidays the Committee recommendathat at least one day off in the week should be given to all categories of staff in the Department. This off-day should ordinarily fall on a Sunday, or staggered throughout the week by employment of extra staff. If neither of these was possible, the Committee recommendathat such persons should be compensated on overtime basis at holiday rates. Payment of monetary compensation was recommended only when compensatory rest to the extent of double the overtime period was not possible owing to the peculiarity of the work concerned. For purposes of calculating overtime rates, pay should include special pay, darness or cost of living allowance, but should exclude other types of allowances such as house rent allowance, conveyance allowance etc. Outstation allowance was recommended for the entire period of absence provided this exceeds the minimum of six hours. A schedule allowance was also suggested.

The Committee further suggested that village postmen who did not return home from their beat oftener than once in a week should be given an additional off-day in the week, over and above the regular weekly off-day common to all the staff. Village postmen might be given a periodic rotation of duties with the postmen, if any, attached to the office.

Indian Posts and Telegraph Department: Review of Work during 1948-1949 and 1949-1950*.

The following information in respect of the staff of the Indian Posts and Telegraphs Department, during the year 1948-1949 and 1949-1950 is taken from a review of the activities of the Department of published by the Government of India.

General. The Indian Posts and Telegraphs Department is under the Ministry of Communications. The head of the organisation is the Director-General who is assisted by a number of officers at the Headquarters. The whole country is divided into 12 directs, including four Telephone Districts. The total staff including officers consists of 153,062 men (permanent 114,602) temporary 38,460) with 777 gazetted officers. The Department is responsible for running the postal system, including agency functions like the Post Office Savings Bank, etc., telegraph, including Wireless and the telephone system of the Indian Union. Barring a few States the entire postal, telegraph and telephone systems of Indian States are also controlled centrally.

Reorganisation of staff and establishment. - During the year 1948-1949, a reorganisation of the system of work in Circle offices and tightening of control and supervision in the Presidency towns was made. As a result thereof 23 posts of Deputy Postmasters-General were reduced to 18 and they were split up into two grades, the designation being changed to "Director". With effect from 15 September 1948 half the number of posts in the Postal Superintendents! Service were placed in Class I. the other half being reserved for Departmental employees. A new service called the Indian Postal Service Class I, was constituted. Recruitment to this cadre is made from the general examincation held by the Federal Public Service Commission for Indian Administrative Service and other Services. The object of this reorganisation was to remove some obvious defects in the administrative machinery.

Indian Posts and Telegraphs Department: Activities: (a) during 1948-1949 and (b) those contemplated in 1949-1950.

Incentives for promotion .-In keeping with the recommendations of the Central Pay Commission for creating enthusiasm and incentive and avenues of promotion for the staff in the various cadres, the extent of reservation for promotion from lower grades to highwar higher grades was increased in respect of several classes of officials. For categories in lower ranks new recruitment rules were framed permitting them to be recruited as mechanics under certain conditions and a new cadre of selection grade mechanics with higher scales of pay was also introduced. For the purposes of promotion, greater emphasis was given on morit and knowledge as against seniority, which used to play a prominent part in the past. Various taypes of tests and syllabus were introduced and in many cases the training period of new as well as existing officials who are required to undergo training was extended.

The Department intends to extend its training schemes, and the engineering and technical personnel will be encouraged to take up correspondence courses with outside technical institutions and qualify in examinations conducted by such institutions as City and Guilds. It is also intended to lay down suitable tests or examinations for passing of efficiency bar for all technical cadres for whom such a bar exists.

Industrial workers. As regards industrial workers, the recommendations of the Pay Commission for creation of incentive for work was also followed. The system of employing workers through contractors was abolished and labour put on monthly rates of pay, thus doing away with exploitation by contractors. In addition, the question of giving a bonus by way of incentive was also being considered. The labour in one workshop was offered, as an experimental measure, the option of running it on co-operative lines with the stipulation that the Department would purchase the products manufactured at the market price. If the experiment succeeds, the system would be extended to other workshops.

As regards prospects and promotion of industrial workers, formerly direct recruits used to be appointed in different categories but it has now been decided that even an unskilled labourer may be promoted to the grade of chargeman if found suitable. Daily wage workers have been given monthly rates of pay according to their skill and ability.

Works Committees. Under the provisions of the Industrial Disputes Act, Works Committees were set up in the various factories and under administrative orders issued by the Ministry of Labour, Welfare Fund Committees were also formed. The latter Committees were entitled to get grants-in-aid from the Government. The Provident Fund Scheme had been further extended, and medical facilities on an improved scale were being provided for industrial workers.

The question of decentralising various cadres in non-gazetted services from All-India Service to Circle Service was also taken up with a view to reduce long distance transfers and to mitigate the inconvenience felt by low-paid staff.

Welfare - During the year 1948-1949 three Labour Welfare Officers were appointed for the three Telegraph and Telephone Workshops at Bombay, Jubbulpore and Alipore (Calcutta). In addition to these, 8 more posts of Labour Welfare Officers were created for the Posts and Telegraphs Circles and one for the Directorate. It has been decided to run the whole welfare work on co-operative lines and an experienced and senior co-operative officer has recently been appointed as Director, Welfare, for overall supervision and direction of welfare activities of the Department. Accordingly co-operative societies of multi-purpose type have been and are being opened and departmental help in the form of subsidy or grant and free accommodations, furniture, light, etc., is being made available to them. The societies will include the following among other objects:- (1) wholesale procurement and distribution of essential consumers goods like foodgrains, cloth etc.; (ii) starting and running of canteens, tiffin rooms, night classes etc.; (iii) recreation and clubs; (iv) subsidised medical dispensaries; (v) maternity homes; (vi) housing accommodation; and (vii) welfare schemes.

Medical aid. All Government servants are entitled to free medical treatment for themselves and their families in the local hospitals and if any special treatment is prescribed by the Civil Surgeon or other authorised medical attendant, the actual cost is reimbursed to them in case it is received in the hospital. The question of establishing a separate medical organisation for the Posts and Telegraphs Department is under consideration.

Appellate Tribunal. During 1948-1949 an Appellate Tribunal was set up as an experimental measure to deal with appeals of subordinate staff against statutory punishments. The Tribunal functions in a purely advisory character and its jurisdiction is at present confined to the United Provinces, East Punjab, Delhi, and Bihar and Orissa only. If the experiment succeds, it is proposed to extend it to other Circles.

Workshops and technical training.— The Department relies on its three workshops at Alipore, Jubbulpore and Bombay for all line stores, except insulators and wire, all manual telephone exchanges, telegraph instruments (except teleprinters) and telephone instruments, for which the dials and microphones are imported. All the parts for the telephone instruments, including the bakelite bodies are made in these workshops. A new foundry is under construction at Jubbulpore and new machinery is proposed to be installed at all the three places.

50

The Department is actively considering the question of training of technical staff which had been badly neglected during we the war. It is proposed to build a new training centre, fitted with up-to-date equipment during 1949-1950 at Jubbulpore.

Activities during 1949-1950.— The main activities of the Departmenta contemplated during the year 1949-1950 will include: (1) Decentralisation of various cadres in non-gazetted service of the Telegraph Branch from the All-India Service to Circle Service; (2) provision of increased openings for the lowest paid employee of for promotion; (3) opening of co-operative stores, canteens recreation clubs and dispensaries; (4) extension of the system of the existing Appellate Tribunal; (5) extension of Telecommunications Training Centre at Jubbulpore; and (6) opening of a postal training school.

Labour Conditions in Woollen Textile Mills in India.

An enquiry into the conditions of labour in the woollen textile industry was conducted by the Labour Investigation Committee in 1944-45 and a report published in 1946. With a view to bringing the data contained in the Report up-to-date, the Labour Bureau, Government of India, issued questionnaires to the 18 woollen mills covered by the Enquiry Committee. A note based on the replies received from 10 of 18 mills is published in the June 1949 issue of the Labour Gazette. The following is summary of the note:

Number of workers. Statistics of factories and of employment in respect of the woollen mills in the various provinces are available in the annual reports on the working of the Factories Act. These statistics for the years 1959, 1944, 1945 and 1947 are shown below. As information for the Punjab is not available for 1947, the figure for 1945 has been used in estimating the total for this year.

Labour Investigation Committee - Report on an Enquiry into Conditions of Labour in the Woollen Textile Industry in India by S.R. Deshpande (DL).91, Manager of Publications, Delhi, 1946, pp.32, price As.14 or 1s.3d.

Province	1939	•	1944		1945		1947	
		No.of workers employ- ed		No.of workers employ- ed	sfacto	No.of -work- ers emplo ed	No.of- facto- ries	No.of work- ers emplo yed.
Bengal Bihar Bombay Madras Punjab United Province	1 4 1 6 3	161 413 1784 52 2661 2362	1 5 1 22 5	179 668 5029 60 4600 4612	1 5 1 23 5	182 766 5438 56 4649 4622	* 1 5 7 ** 4	% 513 5831 554 ** 3856
Total	16	7433	35	15148	36	15713	17	15203*

^{*} The Bengal Factory is in Dacca (Pakistan)

36

In September 1948 the average daily number of persons employed in the ten factories, which replied to the questionnaire, was 10,715 of whom 10,146 were men, 566 women and only 3 children. This shows that in woollen factories there is very little employment of women and almost none at all of children.

Recruitment. Recruitment in the mills was mostly direct and was effected on the recommendations of the heads of various departments. One of the units had an employment officer for this purpose. Three units soughts the assistance of Employment Exchanges, particularly for the employment of skilled labour. The Kashmir unit reported that it consults the workers union, when labour is to be recruited.

The figures show that about two-thirds of the workers in the woollen textile industry are paid on time-rates. Only in the United Provinces, piece-rated workers outnumbered time-rated workers.

In seven of the units out of 1,326 workers 8,827 were permanent and 499 temporary. The usual privileges given to permanent workers were: leave with and without pay, notice of termination of service, housing facilities, membership of provident fund, gratuities, etc. In a few mills, bonus was given only to permanent workers.

Apprenticeship. Five out of the ten units reported that they had apprentices. Some of these apprentices are sent by the Government, while some others are students from technical institutes. The Government apprentices are generally paid a fixed monthly stipend of 15 rupees and dearness allowance. Other apprentices are generally treated as regular workers.

^{**} Figures not available.

^{*} Include the 1945 figures for the Punjab.

Works Committees. Works committees consisting of equal representatives of workers and employers were functioning in three units. The total number of representatives varied from three to fourteen.

Five out of the ten units had Labour Officers. One of them had in addition a Chief Labour and Welfare Officer. The Labour Officer acts as a liaison officer in all matters relating to labour welfare between workers and management and is expected to look into the grievances of the workers. One of the Labour Officers was charged with the duties of looking to the safety of operatives while working on machines, distribution of cloth at cheap rates, distribution of waeat, etc.

Wages and Earnings .-According to the Report of the Labour investigation Committee the basic minimum wages of unskilled workers in the different centres of the woollen textile industry varied at the time of the enquiry (1944-45) from 7 annas per day to 10 annas per day: the rates of dearness allowance also varied from centre to centre and amounted to 10 rupees p.m. in Kashmir and 30 rupees p.m. in Bombay city. Basic wages since 1944 have registered considerable increases in many centres and in some, such as Bombay and Ambernath, enhanced rates of minimum basic wages have been granted by awards of adjudicators. The minimum daily basic wages obtaining during September, 1948 in the different centres of the industry were 15 annas in Amritsar, 1 rupee 1 anna and 3 pies in Ambernath, 1 rupee 2 annas and 6 pies in Bombay city, 6 annas and 9 pies to 8 annas in Kanpur. The Government of the United Provinces has fixed, with effect from 1 December 1948, a basic minimum wage of 30 rupees per month. 14 annas and 9 pies in Bangalore and 13 annas and 9 pies in Srinagar.

Dearness allowance .- All the units surveyed, with the exception of four units in East Punjab, paid dearness allowance, linked to the cost of living index numbers. The amount of dearness allowance paid in all such centres had gone up considerably in 1948, as compared to 1944, mainly due to the rise in the cost of living. Of the four units in the East Punjab, two did not pay any dearness allowance, but paid a consolidated wage. other two, one paid at a flat rate of 50 per cent of basic wases and the other according to sliding scale of income, the lowest paid workers and all weavers (irrespective of wages) getting 50 per cent of their basic wages as dearness allowance. The units in Bombay and Ambernath paid doanness allowance, linked to the cost of living index numbers, on the same scale (i.c., 1.9 pies per point of rise above 105 in the Bombay cost of living index number) as for the cotton mill workers in the city of Bombay. In the Kanpur mills, dear food allowance is governed by the scale laid down by the Employers Association of Morthern India and amounted to 2 rupees 15 annas and 6 pies per day or 73 rupees 15 annas per month in September, 1948. The Bangalore Woollen, Cotton and Silk Mills paid dearness allowance at the rate of 2 1/2 annas per point of rise above 100 in the cost of living index figure for Bangalore city compiled by

the Mysore Government. The unit in Srinagar granted dearness allowance on a sliding scale graduated according to income, the actual rate ranging from 11 annas per rupee of basic wages in the case of the lowest paid workers, to four annas per rupee in the case of employees getting more than 150 rupees per month. In addition to this, a lump sum of 8 rupees per month was given to all workers as a temporary allowance.

Bonus. Of the ten units for which information is available, 3 units, did not pay any bonus. Among the units in Amritsar paying bonus one granted a month's basic wages and the other a bonus equivalent to 25 percent of the basic wages to its workers. The unit in Bombay paid bonus amounting to 1/5th of the earnings for 1947 and the one at Ambernath paid according to the decision of the Bombay Millowners' Association. The units in Kanpur paid, for 1946 as well as 1947, a bonus of 4 annas per rupee of the basic earnings (based on 1942xxx 1938 rate of pay) and the unit in Bangalore paid for 1947, a bonus of 15 per cent of earnings for permanent workers and 2 annas and 3 pies per rupee of earnings for temporary workers; this unit has also paid, for the lat half of 1948, a bonus equivalent to 20 per cent of the earnings to all the workers.

Shifts, hours of work and rest periods.— Nost of the concerns worked more than one shift. A majority of the woollen mills, however, worked two shifts. Actual hours of work in each shift varied from 7 1/2 hours to 9 hours; but 8 hours might be taken as an average for each shift. The rest-interval was with either of half an hour or of one hour.

Four out of ten concerns paid extra allowance to night-shift workers. Of these, three concerns paid the allowance at the rate of one anna per night, while the fourth gave 12 1/2 per cent extra pay to night-shift workers.

Welfare and housing. Bairing three factories in East Punjab, others had adequate medical facilities, in the form of dispensaries with either full-time or parttime doctors. In this respect the note makes special mention of a mill in the United Provinces which maintained three dispensaries, in which 7,393 patients were treated during September, 1948. The dispensary of the Mysore mill was fully-equipped and its medical staff consisted of 3 doctors, 4 compounders, one nurse and 4 dressers. The max mill also maintained a maternity and child welfare centre.

Only three out of the ten mills provided canteens for their workers. These canteens served only tea and light refreshments. Only two mills had creches for women workers.

The Mysore mill and one of the United Provinces mills made provision for educational facilities for the workers children. The Mysore mill maintained

a nursery school, a primary day school, a reading room and a library. The United Provinces mill maintained a boys' school, a girls' school and a night school for adults. In September 1948, the number of students on rolls in these schools were 170,211 and 16 respectively.

Out of the ten mills only three (two in Bombay and one in Mysore) had cheap grain shops. In one of the Bombay mills, the grainshop was handed over by the management to the Workers' Cooperative Society. In the Mysore Mill, the Mill Workpeoples' Stores were controlled by a Committee of four representatives of workers and two of the Management; the Stores supplied non-perishable foodstuffs, rationed articles, clothing, etc., at prices generally lower than those prevalent in the local market.

Three mills provided facilities for sports, etc.

Seven out of the ten mills provided housing for their workers. Two of them, however, provided housing facilities only to their watch and wardstaff. Some details of housing provided by the remaining five mills are given below:-

loudions

	ortion oused.	of work		ental p.m.	
		· · · · · · · · · · · · · · · · · · ·		·As.	
Bombay	20 per	r cent.	3) 30 chawls
			to4	8 (
East Punjab I	80 "	11	Fr	99	
II	40 11	11	0	8 ()
United Provinces	•		1	4 () for single
I•••		11			quarter (654 quarters)
			4	8 () for double room
•					double tiled quarter (105
•					quarter (mos quarters)
	a		8	0 () for double room double tiled
					quarter (30
•					quarters)
Mysore I	31	11 11	5	8 (for simple)
	•		•	•	tenement)
			7	0 (for garden type
		•			house
en e	•	· · · · · ·	8	8 () for four-
					room house)
		•			420
					Houses.

Provident fund, gratuity and pension.— Only the Mysore mill had a regular contributory provident fund scheme. This scheme was open only to permanent employees. Members contribute 7 1/2 per cent of their basic earnings and the Company contributes an equal amount. The member is not entitled to claim Company's contributions till after 5 years of continuous and approved service, except

in cases of death and ill-health. There were nearly 6,000 members. The Kashmir also had a Fund to which only the employers contribute half an anna per rupee of the basic wage of the worker. Gratuities were in vogue in three mills, but there was were no definite rules. Gratuities were granted at the discretion of the management on the merits of each case. Pensions were also given on similar terms in we two mills.

Production trends. Diverse opinions have been expressed as regards the effect of the reduction in the daily and weekly hours of work on the output. One of the Bombay mills estimated this fall at 7 to 8 per cent while an East Punjab mill estimated it at 20 per cent.

The following table shows figures of output given by three of the mills:-

Mill	1945	1946	1947	1948	
	Lbs.	Lbs.	Lbs.	Lbs,	
Bombay - I (i)Woollen Piece Goods Production	. 573 , 821	572,553	490,311	609,242	
(ii)Woollen Hosiory-Knitting Yarn Production	419,802	454,422	327,479	521,753	
Bombay - II	1217,622	1022946	1451250	•	
United Provinces (weaving)	<u>-</u>	358,311	320,245	360,860	

Among the reasons stated for the fall of production in 1947 was: (i) reduction in working hours from 9 to 8; (ii) "go slow" tactics adopted by labour; (iii) transport difficulties; (iv) migration of skilled labour ffom India to Pakistan (particularly in East Punjab); (v) wearing out and deteriorating of machinery and difficulty in replacing the worn-out parts; and (vi) the general decline in working efficiency of labour, along with deterioration in the standards of discipline.

In this connection the note points out that during the war, a number of woollen mills were engaged on bulk production of supplies for the Defence Services and this entailed the consumption of coarse quality of wool. After the war, these mills had to cater for the civilian market which required entirely different types of materials. The type and variety of materials manufactured by woollen mills had thus changed since 1944 and hence any comparison on a weight or yardage basis might be misleading.

(Indian Labour Gazette, June, 1949).

Assam: Factories Act, 1948: Tea Factories exempted from certain Sections relating to Working Hours.

The Government of Assam has exempted, by a notification dated 1 August 1949, all tea factories in the province from sections 51, 52, 54, 55, 56 and 61 of the Factories Act, 1948, during the year 1949 on the following conditions: (1) The total number of hours of works in any day shall not exceed ten; (2) the period of exemption shall be during the months of August, September and (3) the total number of hours of overtime during quarter shall be limited to 50 hours; (4) the spreadover including rest period shall not exceed 12 hours per day; (5) the over time wage shall be paid at double the ordinary rate of wages and recorded in the overtime register; (6) no worker shall be employed for more than fourteen consecutive days without a rest period of 24 consecutive hours; and (7) compensatory holidays for loss of weekly holiday shall be given within one month of the day on which the weekly holiday is not given to the workers workers. (Sections 51, 52, 54, 55, 56 and 61 relate workers. respectively to weekly hours, weekly holidays, daily hours, intervals for rest, spreadover and notice of periods of work for adults).

(The Assam Gazette, Part II, dated 3 August 1949, page 1126).

Orissa: Factories Act, 1948 applied to Partially Excluded Areas.

In pursuance of Section 92 of the Government of India Act, 1935, the Governor of Orissa has directed that the Factories Act, 1948 shall apply to all the partially excluded areas in the province.

(The Orissa Gazette, Part III, dated 12 August, 1949, page 1430).

Burma: The Mines (Amendment) Act, 1949: Date of Enforcement.

By a notification dated 30 July 1949, the Government of the Union of Burma has directed that the Mines (Amendment) Act, 1949 (vide paragraph 59, page 35 of the report of this Office for July 1949) shall come into force with effect from 1 August 1949.

(The Burma Gazette, Part I, dated 6 August, 1949, page 690).

64. Wage Protection.

India - August 1949.

India: The Payment of Wages (Coal Mines) Rules, 1949.

The draft Payment of Wages (Coal Mines) Rules, 1949 (vide paragraph 64, page 67 of the report of this Office for September 1948) have now been approved and gazetted on 23 July 1949.

(The Gazette of India, Part I-Section 1; dated 23 July 1949, pages 1003-1008).

Pakistan: Payment of Wages Act, 1936, extended to Persons employed in Mines.

By a notification dated 7 July 1949, the Government of Pakistan has extended the provisions of the Payment of Wages Act, 1936 to persons employed in any mine in the provinces of Pakistan and the capital of the Federation. (The proposal to extend Payment of Wages Act to mines was reported at paragraph 64; page 58 of the report of this Office for April 1949).

(The Gazette of Pakistan, Part I-Section 1, dated 15 July 1949, page 334).

Burma: The Payment of Wages (Amendment)
Act, 1949: To come into effect from
August 1949.

By a notification dated 28 July 1949, the Union of Burma Government has directed that the Payment of Wages (Amendment) Act,1949 (vide paragraph 64, page 82 of the report of this Office for May 1949), with the exception of section 4 shall come into force with effect from me 1 August 1949.

(The Burma Gazette, Part I, dated 6 August 1949, page 690).

65. Collective Agreements.

India - August 1949.

Draft Industrial Statistics(Labour) Rules framed by the Orissa, United Provinces and West Bengal Governments.

Draft Industrial Statistics (Labour) Rules have been framed by the provinces of Orissa, United Provinces and West Bengal recently under section 12 of the Industrial Statistics Act, 1942. These rules require employers to furnish, (a) statements showing details relating to revisions in wages and allowances, annual, quarterly, or other periodical bonuses declared for payment to workers and conditions of eligibility for such bonuses, and (b) quarterly returns in appropriate forms dealing with employment and attendance and hours of work and earnings, for the various categories of workers.

(The Orissa Gazette, Part III, dated 22 July 1949, pages 1343-1860;

Government Gazette of the United Provinces, Part I-A, dated 13 August 1949, pages 797-804;

The Calcutta Gazette, Part I, dated 21 July 1949, pages 1251-1260).

66. Strike and Lockout Rights. India - August 1949.

Madras: Sugar Industry declared Public Utility
Service under Industrial Disputes Act, 1947.

By a notification dated 9 July 1949, the Government of Madras has declared sugar industry a public utility service for the purposes of Industrial Disputes Act, 1947, for a period of six months commencing from 25 July 1949.

(The Fort St. George Gazette, Part I, dated 19 July 1949, page 1089).

United Provinces: Sugar Industry declared
Public Utility Service under United Provinces
Industrial Disputes Act, 1947.

By a notification dated 3 August 1949, the United Provinces Government has declared the sugar industry and every undertaking connected with the manufacture or distribution of sugar to be a public utility service for the purposes of the United Provinces Industrial Disputes Act, 1947, for a period of 6 months from 10 August 1949.

(The Government Gazette of the United Provinces, Part I, dated 13 August 1949, page 614).

United State of Travancore and Cochin: Motor Transport Services declared Public Utility Service under Travancore Industrial Disputes Act.

By a notification dated 16 July 1949, the Government of the United State of Travancore and Cochin has declared motor transport services to be a public utility service under the Travancore Industrial Disputes Act of 1924 (Malnyalam Era 1948-1949) for a period of six months from 16 July 1949. (The States of Travancore and Cochin have recently been merged to form the United State of Travancore and Cochin).

(United State of Travancore and Cochin Gazette, Extraordinary, dated 16 July 1949, page 3).

67. Conciliation and Arbitration. India - August 1949.

East Punjab: Draft Industrial Disputes (East Punjab) Rules, 1949.

The Government of East Punjab has published the draft Industrial Disputes (East Punjab) Rules, 1949, relating, inter thin alia, to the procedure for reference of industrial disputes to boards of conciliation, courts of inquiry or industrial tribunals, powers, procedure and duties of conciliation officers, boards, enquiry courts and industrial tribunals, remuneration of members of boards, courts and tribunals, representation of parties and procedure relating to setting up of works Committees. The draft rules will be taken into consideration after 12 September 1949.

(The Government Gazette, Rf East Funjab; dated 12 August 1949, pages 752-759).

Pakistan: Industrial Disputes (West Punjab) Rules, 1949.

In exercise of the powers conferred by section 38 of the Industrial Disputes Act,1947 (XIV of 1947), the Governor of West Punjab has approved the Industrial Disputes (West Punjab) Rules,1949. The Rules, inter alia, deal with the procedure for the conduct of disputes before boards of conciliation, courts of inquiry and industrial tribunals, constitution of works committee, etc.

(The West Punjab Gazette, Part I; dated 29 July 1948, pages 311-316).

CHAPTER 7. EMPLOYMENT AND UNEMPLOYMENT. INDIA - AUGUST 1949.

71. Organisation of the Labour Market.

India: Employment Exchanges: Working during June 1949.

Employment situation. During June 1949, improvement in the employment situation was reported from Assam, Central Province and Berar, Delhi and Ajmer-Merwara, East Punjab and United Provinces owing to a large number of vacancies in Railway and Government departments, the construction of canals and railway workshops, increased co-operation from commercial bodies, progress in the mechanical cultivation scheme, recruitment to certain police and R.I.A.F. vacancies and technical and industrial expansion. It was estimated that this would absorb a large number of skilled and unskilled workers. On the other hand, Bombay, Madras, and West Bengal regions reported a deterioration in the employment situation on account of the closing down of certain textile mills and the threat of stoppage of production in others, the closure of certain seasonal factories, retrenchment in Ordinance Factories and Depots and private industria industrial concerns, and continued slump in jute, iron and steel and aluminium industries. The general shortage of skilled technicians in the engineering and building trades continued to exist. There was also a shortage of statis-ticians, librarians, steno-typists, stenographers, typists, trained teachers, physical instructors, sanitary engineers etc. On the other hand there was a surplus of clerks, untrained teachers, unskilled and semi-skilled workers, motor drivers, peons, chowkidars etc.

Registrations and placings.— The total number of registrations for employment assistance effected at employment exchanges and the total number placed in employment during June 1949 are shown below:—

	June 1949	May 1949	June 1948
Total Number of Registrations. Total number of persons placed		98,314	93,907
in employment		24,433	25,379

of those placed in employment 2,109 were ex-Servicemen and 4,091 displaced persons. The total number of registrations effected during the month of June 1949 was the highest ever recorded - viz., 102,498 as compared with 98,314 in the previous month. This was due to an increase in registrations all regions except Assam, Bombay and

The highest increase (2,244) was recorded East Punjab. in the Hadras region and was due to various factors such as registration of a large number of unskilled workers, fresh graduates, applicants seeking recruitment the to the Police and the News Bengal Nagpur Railway at Vishakapatnam. The next highest increase (2020) was recorded in the United Provinces region and was caused partly by retrenchment in the Central Ordiance Depots at Cheoki (Allahabad) and Kanpur and partly by the registration of a large number of applicants at Almora exchange for vacancies of primary school teachers and vacancies under the 'Panchayat Adalat' scheme. As regards placements, all regions recorded an increase except East Punjab, Bombay and Central Provinces and Berar. The substantial increase of 786 in the United Provinces Region was due to the filling up of vacancies under the Panchayat Adalat! Scheme and in textile mills at Kanpur. An increase of 515 in placings in the Madras region was due to the recruitment of labour by Public Works Department contractors through the exchanges and placings effected in the Fire Service, Plantations, Police, Marine Department and Railways.

Opportunities for the employment of applicants in higher grades were reported to be limited. Nevertheless 22 applicants were placed on salaries ranging between 200 rupees and 500 rupees per month.

Placings by wage-groups.— Figures relating to placings during Jum 1949, analysed according to wage groups were as follows:—

Wage grou	ups: basic monthly pay	Number of placings
61 to 100 30 to 60	rupees	3,027 17,462

Employment exchanges in Indian States.— Returns received from employment exchanges in Indian States showed that upto the end of the month a total of 107,452 applicants had been registered of whom 21,391 had been found employment. These figures are in addition to the All-India Figures quoted above.

Employment of displaced persons.— The number of displaced persons registered during the month was 15,548 as compared with 16,667 during May. The number placed in employment was 4,091. Many exchanges received notifications of railway vacancies arising out of the Adjudicator's Award, a percentage of which had been reserved for displaced persons. The response from displaced persons in Bombay in connection with the recruitment to railway cacancies was very poor owing to their unwillingness to go out of Bombay. Jubbulpore experienced difficulty in resettling illiterate displaced persons who were reluctant to work as manual labourers.

....

Technical and vocational training. During June 1949, there were 79 technical training centres and 97 vocational training centres functioning, with 5,932 ex-Servicemen trainees respectively under training. 7,548 displaced persons were undergoing training at the training centres in Bihar, Bombay, Central Provinces and Berar, Delhi and Ajmer-Morwara, East Punjab, United Provinces and West Bengal. 264 displaced girls and women were undergoing training at the New Delhi centre run by the Ministry of Labour. In 10 trainees passed the trade test bringing the total of passed out trainees to 229. 737 trainees (both ex-Servicemen and displaced persons) passed the trade tests in technical trades, bringing the total passed out trainees to 12,774. In the Vocational Trades 197 trainees passed out, bringing the total of passed out trainees to 2797. 15 disabled ex-Servicemen were undergoing training in the three special training centres. 22 trainees passed the prescribed test bringing the total passed out to 1414. An amount of 1,700 rupees was distributed to 9 disabled trainees who had successfully completed the training course, for the purchase of tools and equipment. Upto the end of June1949, altogether 788 disabled trainees had been awarded an aggregate sum of 143,235 rupees for this purpose. 165 adult civilians were undergoing training on 30 June 1949, at the Combined Training Centre, Koni, Bilaspur (Central Province). 222 primary school teachers were undergoing training in woodwork at the training centre in Aundh (Poona) under arrangements made with the Government of Bombay.

The third batch consisting of 114 instructor trainees were under training at the Central Institute for Training Instructors at Koni, Rikan Bilespur.

The number of ex-Servicomen selected and posted for technical training during June 1949 and to date is shown below:-

Administrative	Selected and posted					
Region.	Technic		Vocational	Training.		
	During	Cumulative	During	Cumulativo		
	the	to date.	the	to date.		
	month.		month.			
Assami	17	425	23	311		
Bihar	20	3.521:	18	1,364>		
Bombay	85	5,039	17	2,497		
C.P. and Berar	22	1,913	15	905		
Dolhi and Ajmer-Merwara		1,790	. - ,	723		
East Punjab **	47	831	21	400		
Madras	650	28,426	224	8,869		
Orissaxa	-	156	_	142		
United Provinces	45	7,325	141	9,649		
West Bengal	51	3,143	48	1,474		
Total	986	AXTEL A				
	931	52,569	507	26,334		
" The Trades troiness	inggrages	ate to Orissa	selected and	Dosted unto		

^{30-9-48,} separate figures for which are not available.

30-9-48 gigures are for the period beginning with 15 August, 1947

**** Cumulative figures are for the period beginning with 1 October 1948.

Figures relate to May, 1949. (P.T.O.

(Review of the Work done by the Directorate General of Resettlement and Employment during the Month of June 1949, issued by the Government of India).

Pakistan: Employment Position during May 1949.

According to the Pakistan Employment Service Review for July 1949, (issued by the Department of Resettlement and Employment, Ministry of Law and Labour, Government of Pakistan), the total number of applicants registered by the 23 employment exchanges functioning in Pakistan stood at 17,395 during May 1949. Of these 6,784 were placed in employment, leaving a balance of 63,130 employment seekers and 2,908 outstanding vacancies. Set against the figures of the previous month both registrations and placements indicated a slight fall. The number of outstanding vacancies increased by 192.

The categories in excess or shortage have come to occupy a more or less a static position and there was hardly any change in comparison with previous months. Categories like stenographers, typists, overseers, compounders, mer trained teachers, accountants, nurses and wireless operators still continued to be in demand while those like motor drivers, motor mechanics, untrained clerks, fitters, tailors etc. figured on the surplus side. Increased efforts were made to meet the deficiency in deficit categories and training was imparted to some selected trades in which the need was most urgent and training facilities available.

Opportunities for employment are expected to increase as work on various reconstruction projects and new factories near completion. There are a number of co-operative ex-Service men's Societies, at Lyallpur, like the Goods Co-operative Seria Transport Society, Multi-purposes Co-operative Societies and Co-operative Societies for running abandoned cotton and ginning factories. These societies employed a number of people through the local employment exchanges.

There were very few ex-Service personnel requiring employment assistance due to their absorbtion in the defence and police services. The Recruiting Office at Peshawar notified to the Employment Exchanges 186 vacancies for matriculates to be employed in the army, as clerks and for training in engineering lines. 354 candidates were placed as army recruits through the Exchange at Sargodha, during the month. A few ex-Service menwere also recruited in the Army at Multan.

Employment statistics from 15 August 1947 to 31 May 1949 is shown in the table below:-

Months ending.	Total Registra- tion during the month.	vacan- cies notified during the month.	Total placed in employ-ment during the month.	No.of employers using the Exchanges during the month.
4	2	3	Ţ	5
15-8-47 to 50-9-4 31-10-47 30-11-47 31-12-47 31-12-47 31-1-48 29-2-48 31-5-48 30-4-48 31-7-48 31-7-48 31-10-48 31-10-48 31-12-48 31-12-48 31-12-48 31-12-48 31-12-48 31-13-49 28-2-49 30-4-49	26463 20472 23937 23552 15854 14076 14603 11538 13042 15855 13939 14064 15138 15770 18751 20433 19773 20560 17987	15626 11561 9473 9362 8626 5693 5267 5699 4824 6400 7319 5694 6371 7207 7736 9592 9134 8475 8542 8733	7703 11748 7312 6946 7470 4464 5448 3915 2847 3851 4475 4028 4146 5349 6844 8588 7918 7713 7779 7287	1089 1140 963 761 701 750 682 682 739 729 936 897 1048 983 913 894 843 782 1045 984
31-5-49		7891	6784	993
Total	384445	168822	130615	18554

(Pakistan Employment Service Review, July, 1949)

72, Vocational Guidance and Training. India - August 1949.

Technical Manpower Needs of India: Special Committee's Estimate.

It is understood that the Scientific Nan-Power Committee of the Government of India has assessed India's requirement in scientific and technical man-power in the next five to ten years at nearly 50,000. According to a Press summary of the report of the Committee, which is expected to be released shortly, shortages of technical personnel in principal industries would range from 20 to 90 per cent.

In agriculture, the Committee has indicated a surplus of over 6,000 personnel but this is not considered a real surplus as the Committee beve taken into consideration only the requirements for Government activities in agriculture, at present mostly confined to advisory functions and research. The assessment of personnel required at 50,000 excluded the number of qualified persons needed in the medical and teaching professions, as also junior grade staff required in all categories. The estimated requirement of doctors and dentists in the period is understood to be near about 20,000, of non-medical personnel such as nurses 52,500, of science teachers nearly 20,000 and of junior ag grade personnel in all categories over 35,000.

The assessment of man-power requirements was divided into three categories for industry, for Government and Government-sponsored departments and for educational and research institutions. The Committee made a survey over 20 principal industries including metallurgy, mining, fuel, power, heaving heavy chemicals, textiles and engineering. The survey also included communications, railways mercantide marine, agriculture, education and defence.

Requirements in different fields. The following summarises the data collected by the Committee (Total requirements of personnel, training capacity during the next ten years and the estimated deficit are placed against categories of personnel in their order):

Engineers of all categories 25,235.
Chemists and chemical technologists 6,545, 4,791, 1752.
Physicists 3,291, 2,050, 1,241.
Metallurgists 1,062, 580, 482.
Glassand gr ceramics technologists 315, 300, 15.
Textile technologists 776, 340, 436.
Leather technologists 346, 110, 236.
Geologists and geophysicists 1,420, 40, 1,010.
Mathematicians and statisticians 1,560, 1,210, 350.

Botanists 899, 605, 294.
Zoologists 1,425, imax 720, 705.
Biologists 686, 100, 586.
Agricultural scientists 2,636, 3,726, 6,090(Surplus).
Dairy technologists 695, 180, 515.
Miscallaneous and unclassified personnel 2,100.

The requirement figures and deficit refer only to senior grade man-power but in certain industries like engineering, chemicals, textiles, glass and leather a greater (or at least an equal) number of junior grade technologists than of the senior grade would be required.

The basic data for the conclusions were understood to have been provided, besides other considerations, by figures of employment of industrial labour in the country during 1945. The following figures give the average number of factory workers in different industries during the year:

Government and Local Fund Factories 460,000;
Textiles 1,011,000;
Minerals Engineering 270,500;
Minerals and metals 125,500;
Food, drink and tobacco 210,000;
Chemicals, dyes, etc. 1,01,700;
Wood, stone and glass 101,200;
Gins and presses 150,000;
Skins and hides 36,350;
Miscellaneous 44,000;
Total 2.5 millions approximately.

(The Hindu, dated 19-8-1949).

Pakistan: Recommendations of Scientific Manpower Committee: Need for training Pakistanis in Technical subjects urged.

According to a Press note the Government of Pakistan had set up a Scientific Manpower Committee, under the chairmanship of Dr. Nazir Ahmad, Secretary, Pakistan Development Board, with the following terms of reference:

(a) To collect and tabulate information regarding the Scientific and Technical talent available in or willing to serve Pakistan; (b) to make recommendations regarding the best possible utilisation of this talent in the service of Government Departments, Universities, Scientific and Technical Institutions in Pakistan; (c) to suggest ways and means of speedily making up the deficiencies between the actual requirements of and the scientific personnel available for Pakistan.

The Government has finally approved the following main recommendations of the Committee: (1) An inquiry should be instituted by the Government departments,

scientific organisations and other institutions regarding the suitability of employment of their scientific staff and the possibility of their making up the deficiencies from those who are available. (2) The cases of technical persons holding non-technical appointments of a clerical or purely administrative nature should be examined, and, as far as possible, they should be made available for technical posts. (3) For the selection of scientists and technologists, a suitably qualified and experienced scientist or if necessary, more than one scientist should be continued to be associated with the Public Services Commissions. (4) There should be no bar, as at present to scientists of eminence taking charge of even the highest administrative posts. (5) Proper care should be paid to training of Pakistan nationals in technical subjects; existing institutions should be improved and new institutions should be set up in which training in the following subjects should be imparted in the future. Chemistry: Bio-chemistry and applied chemistry, Engineering: agricultural, automobilie, aeronautical, hydroelectric, marine or navigation, radio engineering, chemical engineering and sanitary. Metallurgy. Physics: geo-physics. nuclear physics and atomic energy and meteorology. Biology: geneties, plant breeding, micro-biology, plant, pathology, plant physiology, entomology, helminthology and systemic botany. Forestry: geology and mining. Technological subjects: leather technology, cotton technology, jute technology, textile technology, rubber technology, paper technology, plastic technology, fuel technology, ceramics, oil and fats, refrigeration, canning and industrial formentation. Food and Drugs: food technology and pharmaceutical drugs. Medical science: bacteriology, pathology, radiology and public health, and Veterinary Science.

(6) A permanent Information Bureau should be set up at the Centbe with a branch in East Pakistan: kn to (a) prepare and maintain anup-to-date register of scientific and technical manpower available in the couthry, (b) prepare records of industrial organisations, extent of their work, the labour and technicians employed by them and also the various institutions and people who can help the industry.

(7) An annual directory of scientific and technical manpower, classified according to subjects, should be published, which should also give information regarding the institutions in which the scientists are working and the nature of their researches.

73. Migration and Colonisation. India - August 1949.

Rubber Workers Wages cut in Malaya:
About 170,000 Indian Workers affected.

Consequent on the fall in prices of rubber the Malayan Planting Industries Employers' Association has decided to impose cuts in the earnings of rubber tappers with effect from 1 September 1949. The cuts will be in the daily bonus earned by tappers and will be on a sliding scale. The bonus will diminish under this scale for every two cents the price of rubber talls had below 35 cents per 1b. The present price of rubber in the Singapore market is 53 1/2 cents. About 170,000 Indian labourers employed in rubber estates in Malaya will be affected by the decision.

Meanwhilens it is understood that the question of rubber tappers earnings is to be referred to an Arbitration Tribunal shortly. This has been agreed to by the Association and the representatives of six rubber workers unions.

(The Hindu, dated 6-8-1949).

CHAPTER 9. LIVING STANDARDS. INDIA - AUGUST 1949.

92. Housing.

Pakistan: Housing for Refugees: Trust Founded by Central Muslim League.

The Central Muslim League has sponsored a scheme ensizaging a trust with 30 million rupees to build shape cheap houses for refugees in an area of 1,000 acres of land set aside for purpose by the Government of Pakistan. The Government has promised to spend a sum of 9.8 million rupees on roads, electricity, water-supply and other development works for the colony. A Chief-Engineer hasbeen put in charge of the development works. He will act according to advice tendered by the Trust and instruction received from the Government.

Laying the foundation stone and of the colony at Golimar in Karachi, on 19 August 1949, the Prime Minister of Pakistan said that Karachi's greatest need for of the hour was housing. The refugees who had come to the city in thousands were faced with great difficulties and they had to undergo hardships on account of acute housing shortage. But now the scheme, coming as it did to celebrate the second anniversary of Pakistan's Endependence, would prove a great boon to them.

Mr. Khaliquzzaman, President of the League, explaining the scheme and said that of the 30 million rupees 120,000 rupees had so far been collected. He added that the Trust would not be controlled by the League and that the money raised would be the ultimate responsibility of the Trust. The Muslim League would help in every way towards making the scheme a success.

It is estimated that within a year the Golimar colony would have 10,000 small houses.

(ôDawn! dated 20_8-1949).

93. Co-operation.

India - August 1949.

Co-operative Stores for Railway Employees: Government of India accepts Proposal.

The Government of India has accepted the recommendation of the Railway Grainshops Inquiry Committee regarding the promotion of railway employees' co-operative styces (vide paragraph 52, pages 57-59 of the report of this Office for November 1948). The Railway Administrations have been directed to encourage the setting up of such stores though the initiative will rest with the staff and co-operation from the recognised unions will be welcomed. The stores will be entirely managed by the railway servants, but the Railway Administrations may provide, wherever available, suitable premises at a nominal rent, in addition to the grant for the first three years of a subsidy not exceeding half of the administrative and establishment charges, provided the working of the stores is certified as satisfactory by the provincial mx Co-operative Department concerned.

(The Hindustan Times, 12-8-1949).

Co-operation in Villages: Food Minister Suggests Three-year Plan.

Addressing a meeting of the Executive Committee of the Indian Co-operative Union at New Delhi on 8 August 1949, Mr. Jairamdas Daulatram, Food and Agriculture Minister, suggested a three-year plan of action for developing multi-purpose co-operatives in the villages of India. He added that this would be the best contribution towards the food production drive as also to the speedy improvement in the present economic situation of the country. The Central and provincial Governments, would willingly co-operate in the implementation of such REE a programme.

hr: Jairamdas pointed out that the wall between the non-efficial and the official side of the co-operative movement should be removed and the former feeling of separateness must be replaced by a feeling of oneness. It was in India's interest that her agricultural production be greatly increased and the villages made self-dependent for their essential needs. The villages for their necessaries would greatly depend upon the services which the co-operative movement could render to the rural population of the country.

Regretting that the co-operative movement had not been able to make much headway among the agricultural population, though the movement had been there for half a century, ir. Jairamdas pleaded for speedy extension of the co-operative movement among agriculturists, the extension of which must multiply and include not only credit but all forms of economic and social activity of the rural population. He explained that production, marketing, consumption and all the ancillary operations including the supply of finance, seeds, implements, etc., should be the objectives of multipurpose co-operative societies in the rural areas.

(The Statesman, dated 9-8-1949).

Progress of Co-operative Farming in U.P.: Extension of System to more Villages proposed.

According to the special provincial Representative of "The Statesman", one year's experiment in co-operative farming in two villages of Jhansi in the United Provinces, has proved a valuable experience and it is now proposed to extend it to a compact unit of 10 villages of Jhansi and some other typical villages of certain districts.

The experiment yielded a number of conclusions: (1) by rational use of bullock and manpower, the cost of production red was reduced; (2) by planning of crops, made feasible by manux pooling of land, and the use of manure resources to the best advantage, produce per acre was increased; (3) a balanced production of crops lead to a balanced diet of peasants and cattle; and (4) it gave the tenant all the advantages obtainable only from a large farm. The State also benefited as it had to deal not with innumerable tenants but with a manageable number of villages. It was therefore possible to plan agricultural production according to national needs.

Among the disadvantages are listed increased unemployment and comparative lack of initiative on the part of individual parties. It is, however, pointed out that a sober estimate debars any tempting or discouraging generalization at this stage as factors ensuring success, or threatening failure, might differ from district to district. But the fact that members of the two-co-operative farms had asked for continuation of the system showed that they realize its overall advantages.

The two villages under experiment the Nanvara and Darauna. The first had 505 485 acres and the second 412 acres under cultivation. Less than a total of 100 acres remained outside the scope of the co-operative farms. Nanvara consists of 81 families and Daurana 31. The cost of production of crops in Nanvara was 55,000 rupees, which included 16,000 rupees as labour charges. Income was 49,000 rupees. Total profits, therefore, amounted to 15,000 rupees. But if the sum of 16,000 rupees, charged to labour cost, is included in the profits, the figure would be 30,000 rupees. The labour charges were, in a sense, an advance upon profits.

The Nanvara society distributed a sum of 7,535 rupees out of its total declared profits, at the rate of 15 rupees per acre. Of the balance, a portion went into a reserve fund. 1,000 rupees have were allotted to construction of bunds, and a sum of 3,256 rupees was entered as the dividend equalization fund, a kind of insurance against bad production years. The profit per acre in Nanvara, inclusive of labour charges was 60 rupees per acre.

The income per acre in the case of the second village was about 52 rupees, inclusive of labour charges. This is considered by competent authorities a good return for the investment.

These calculations do not include incidental, but substantial, advantages of the system, Members obtained foodgrains at controlled rates. They did not have to go to a moneylender.

On the production side it was evident that the total production of a co-operative farm is greater than that of a smiliar village run by individual effort.

It is understood that official view of the experiment is that co-operative farming must, as in the case of the two Jhansi villages, be based on a pooling of land. This is not interpreted as relinquishment of individual titles to land, but merely the use of the entire land on which the village lives. In the two societies every family in the village is a member. A survey of animal population of the village was one of the first tasks of the society. A pooling of animal power might become necessary under certain circumstances, but replacement of uneconomic resources by better bulls, better milch animals and implements received the highest priority. Under individual farming every farmer tries to become self-sufficient in these resources which become surplus in the planned system of co-operative farming. In one village one-third the number of bullocks were found to be surplus.

Secondly, the experiment showed that while a small holding the inadequate to feed the farmer's family and his bullocks, the co-operative system reduced the strain, particularly when surplus cattle can be disposed of. Kaningation and Apportuni Evaluation according of pooled land for purposes of sharing profits was an important hurdle crossed. Evaluation according to productivity was agreed fipon by the villagers. For working expenses the societies needed funds which had to be advanced. A minimum of 10,000 rupees per society for its working expenses and about 25,000 rupees for replacement was found necessary. Crop planning was the next step. existing irrigation and manure resources had to be kept in mind. The success achieved in the two co-operative farms was despite the inexperience of the agricultural staff. In fixing labour charges it was important that a low wage rate meant a larger suplus for distribution. A higher wage rate meant the reverse. In the two societies, one paid for labour at the average rate of 200 rupees per family and the other at the average rate of 400 rupees per family.

Two factors which might retard the growth of the system are the levy of agricultural income-tax, whose incidence is higher on a society that on an individual farmer, and, secondly, controls over prices of foodgrains. If foodgrain prices are controlled, an individual muzdantiti can still possible escape the full rigour of controls by selling a part of his crop in the black market. A society can not enter into such a surreptitious bargain.

(The Statesman, dated 21-8-1949).

Pakistan: West Punjab Economy to be built on Co-operative Basis: Scheme formulated by Co-operative Department.

According to the Associated Press of Pakistan, the West Punjab Co-operative Department has formulated a 'master plan' so as to place the economy of the Province on a completely co-operative basis. The plan, which is a multi-purpose co-operative scheme, envisages the establishment of a chain of societies for producing, manufacturing, marketing and sedling not only consumer goods but also heavy machinery and chemicals. respective stages in industry and the various aspects of oconomic life in the province are all expected to be covered by the proposed co-operative societies. If, for instance, a cotton textile mill is started the supply of cotton, ginning, processing, spinning, mixt weaving and ultimate selling of the finished cloth or yarn will all be done by these societies. At a later stage even the gor growing of cotton is planned to be done on a co-operative basis. It is pointed out in this connection, that cotton is already being gow grown in That and certain other districts of West Punjab on a "60-operative collective basis" as part of the provincial Government's collective farming experiment.

The plan has already passed beyond the blue print stage and three societies with an aggregate authorised capital of Siscinnilian 55.0 million rupees were recently registered for the manufacture of cotton and woollen textiles and for conducting insurance business. Early in August the insurance society was formed. The society has an authorised capital of 10 million rupees divided into 100,000 shares of rupees hundred each. A cotton textile mill with an authorised capital of 15.0 million rupees has also been established at Khanewal and efforts are being made to speed up the purchase of machinery so as to get the mill goving before the lapse of the current year. A woollen textile mill with an authorised capital of 10 million rupees is to be established near Hasan Abdal.

In all these concerns only co-operative societies or members of such societies can be share holders and 60 per cent of the membership of the respective managing committees of the concerns, it is understood, has been reserved for those whose holdings and do not exceed 10 shares of 100 rupees each. In all industrial undertakings operated by the societies one fourth of the annual profits will be treated as reserved capital. A part of the profits will be reserved for depreciation of machinery, yet another part for public utility works such as schools, hospitals and provision of amenities for workers and about 20 per cent of the profits will be distributed among the share holders.

Apart from the three societies others covering the following branches of trade and industry are expected to be formed in the near future: (1) An agricultural implements factory with an approximate authorised capital of about 15 million rupees. This factory will be so planned to be able to manufacture heavy agricultural machinery at a later stage; (2) A society to manufacture all plastic goods which are at present sold in the market; (3) tannery; (4) shoe factory; (5) dairy products including condensed and processed milk, milk powder and milk sweets. These will be canned and would also be available for export; (6) biscuit factory; and (7) apiaries.

In addition, more co-operative supply and sales stores are also expected to be opened in different cities of the province.

The sponsors of the plan points out that if sucessfully worked the scheme would not only completely eliminate black marketing but would also provide a satisfactory solution of the problems arising out of clash of interests between labour and capital, grower and manufacture, and producer and consumer.

Ceylon: Administrative Report on the Working of Co-operative Societies from 1-5-1945 to 30-4-1948.

The following information about the working of the co-operative societies in Ceylon is taken from the Administrative Report of the Co-operative Department Bor the period 1 May 1945 to 30 May 1948.

Stabilisation of co-operative stores -- Reviewing the general progress of the co-operative movement in Ceylon the report states that in view of the extraordinary expansion which took place during the years 1942-45, and pace at which that expansion took place, the Department's main effort was directed during the period under review towards the consolidation of the gains achieved during the war years, particularly in the field of consumer co-operation, which within that brief period came to displace co-operative credit from the predominant position it had held in the movement for a full quarter of a century. It points out that latterly, in the popular mind, co-operation had come to be identified with co-operative ntures stores, hence it was decided to give the highest priority to the task of stabilising the consumer aspect of the movement. During the period under review a separate Ministry of Co-operation was created.

Number of societies.— Although there was a slight reduction in the actual number of co-operative stores from 4,004 at the end of April 1945 to 3,887 at the end of April 1948, the total number of societies of all types rose during this period from 6,385 to 6,559, while the total membership increased from 1,106,573 to 1,157,588, and the total working capital of the movement increased by over 50 per cent from 26,046,836 rupees to 59,254,515 rupees.

Practically all sections of co-operative activity, credit, thrift, distribution, production and marketing shared in this general progress; the most striking advance however was in respect of co-operative production and marketing societies, which increased in number

Ceylon: Part IV - Education, Science, and Art (E):
Administration Report of the Working of Co-operative
Societies from May 1, 1945, to April 30, 1948:
(Edmund J. Cooray, Esq.): July, 1949: Government
Publications Bureau, Colombo: Price Rs.2; pp.52.

from 160 in 1945 to 195 in 1948, while their total sales rose during this period from 5 million rupees to over 9 million rupees - an achievement towards which the major contribution ferrm was made by the 49 Agricultural Production and Sale Societies, which formed numerically the largest, and also the most flourishing, group in the field of co-operative marketing and production.

Another important section of the co-operative producers' movement which has recently come into considerable prominence is that which concerns the coconut growers' organisation. It is represented by 39 primary societies (seven of them possessing their own desiccated coconut and oil mills), while their central organisation, the Ceylon co-operative Coconut Producers' Union, which is a direct shipper of coconut products; handles the sales of its member-societies' produce - copra, desiccated coconut and coconut oil - the value of which amounted to over 7.5 million rupees in 1948.

Co-operative credit. The number of credit societies increased from 1811 in 1945 to 1959 in 1948, while the amount of loan issued to members, from 3 million rupees in 1945 to 5 million rupees in 1948.

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No.

There was also an increase in the turnover of the do-operative central financing institutions, namely, the 4 Co-operative Central Banks and the 6 Banking Unions, which during 1948 issued to their membersocieties loans amounting to nearly 92 million rupees, as against 15 million rupees in 1945. This increase was mainly due to the demand for financial accommodation on the part of the co-operative retail societies, and especially of the new co-operative stores unions, which act as the wholesalers of the societies. The lending of the central banks is by way of overdraft or cash credit, and that, mostly to the retail societies and their unions. A co-operative "Apex" bank, has been registered under the designation of "The Co-operative Federal Bank of Ceylon, Ltd.".

The following tables show the general progress made during the last three years, and also the distribution of societies according to province

General Progress

(a) Number of Societies.

Type of Society	1944-45	1945-46	1946-47	1047 40
		2010 10	T340-41	1947-48
Ceylon Co-operative Federal Bank.	• • • • • • • • • • • • • • • • • •	-	-	
Central Banks		•	-	l ·
Designa Ilagana	4	4	₫-	4
Banking Unions	6	6	6	<u>4</u> 6
Land Mortgage Banks	1	1	ī	ĭ
Crodit Unlimited	1696	1742	1782	1837
Credit Limited	115	116	120	122
Thrift Societies	198	207	215	
Supply Societies - Retail	200	201	210	228
	4027	4034	2007	2008
School Supply(unregistered).	46		3961	3887
Marketing and Production		48	56	65
		172	171	193
Other Types	33	33	33	3 7
The diament		•	•	
Unions	A. M			
1: Credit Unions	65	69	70	71
2. Award Unions	2	2	2	2
3 Wholesale Unions	80	90	92	93
4. Marketing and Production	. 4	6	. 6	7
5 Administrative Unions	. 1	1	2	. 5
	6436	6531	6521	6559
- Annual Control Control				-
	(b) Number	of Membe	rs	
	-	•		<u>-</u>
Type of Society	1944-45	1945-4	6 1946	<u>-47 1947_48</u>
		•		
Ceylon Co-operative Federal Be		-		166
Central Banks	2121	2501		
Banking Unions	349			
Credit Unlimited	49638	52123		
Credit Limited	4789	5366	5640	8472
Thrift	17009	18647	1991(21308
Supply Scocities (Retail Stores		1022154	1036999	1021984
Marketing and Production				•
Societies	12567	15409	17709	23165
Wholesale Unions		3115	3325	•
Other Unions	1869	2284	2835	
Other types	7704	9159	13357	
Total	1079268		1157202	
TOUGLESS	70,0200			
	(c) Werl	ring Capit	al	-
Type of Society	1044:45		5-46 1948	5-47 1947 <u>-</u> 48
	Rs.		RsF	Rs. Rs.
Ceylon Co-operative FederalBar	ok. Anter	98 1 x	-	45333
Central Banks	271406	31 449	2233 4882	2934 6166015
Banking Unions	28566		-	1896 382585
Credit Unlimited	277730			8854 4130365
Credit Limited	71030	0 68	8581 740	454 1186157
Thrift.	204446			853 2942668
Supply Societies (RetailStrees				792 14100901
Suboth portentes (no gram or on-	. 3	242		817 5943402
Marketing and Production	352715			358 3865514
Wholesale Unions	• •	16	5075 434	779 491575
Other Types	2604683			737 39254515
Motol	2002000	,0 _0020	LOCO CODE!	さして ひなかりおりごり

Classification of societies according to provinces and gradesor excellence.

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· .	•		D	75-7-201.	2
Province (Very	Good) (Good)	(Ordinary)	(Bad)(Unclasifie -New Socie	Total
e de la companya de La companya de la co	Andrew Andrews	••		ties, Union etc.).	s,
Western	305 137 7 49 145 62 35 51	1022 409 781 142 775 483 458 185 235	206 151 86 15 97 51 53 16 61	36 40 24 14 5 13 15 10 45	1509 969 1031 179 927 711 590 248 395

10000

Administration - During the period under review separate Assistant Registrars in four more provinces were appointed so that at present each of the nine provinces of the Island was a separate administrative division with Assistant Registrar. Where the number of Societies in a province is fairly large (generally over 800), as is the case of the Western, North-Western, Central, Northern and Southern Provinces, the Assistant Registrar'is given the services of an Additional Assistant. Each Province is divided into a number of -"circles" based not on any strict geographical demarcation, but on the number of Societies in the area. There are 85 such co-operative "circles" in the Island, each of which is in charge of a Circle Inspector, who is assisted by a number of Sub-Inspectors, some of whom are auditors, while the rest are supervisors, though in a few cases it has been found necessary to entrust both supervision and audit to the same officer.

The report mentions that during the period under review Mr. Rao, Mr. Colombain and Mr. Jain of the I.L.O. visited Ceylon and met representatives both official and mm unofficial, and discussed various problems regarding the organisation and development of the Co-operative movement in Ceylon.

94. Education. India - August 1949.

Education Ministers Conference, New Delhi, 18-19 August 1949: Committee on Juvenile Delinquency set up.

A meeting of provincial Education Ministers was held at New Delhi on 18 and 19 August 1949. Maulana Abul Kalama Azad, Education Minister of the Government of India, presided.

The conference, among other things, considered the problem of juvenile delinquency and passed a resolution recommending that in view of the fact that a number of provinces had no acts dealing with the problem connected with the juvenile delinquents and in view of the importance of the problem and its inter-provincial ramifications, a committee be appointed with powers to examine the legislation at present in force in the different provinces, the provisions for the implementation and administration of such legislation, and the different aspects of the problem of delinquent children. The committee would suggest legislation for all the provinces to deal with the problem of the delinquent child and provision for juvenile courts or investigation centres; appointment of probation officers for enquiry into the life histories and environmental conditions of children brought into courts and centres; establishment of training houses, care homes and reformatories; training of officers, magistrates and persons in whose charge children will be placed; finances and all other incidental matters.

The problem of destitute and uncared for children was also considered by the conference which recommended that the State should take immediate steps for their welfare and implement the provisions of the draft Constitution for protections of children against exploitation and moral degradation.

As regards medium of instruction, the conference decided that the medium of instruction and exper examination in the junior basic stage should be the mother tongue of the child and passed a resolution reiterating the resolution adopted by the Central Advisory Board of Education at its meeting in Allahabad in January 1949, (vide paragraph 94, pages 89-92 of the report of this Office for January 1949), with certain clarifications.

Universities Commission's Recommendations: Vital changes in system of Education proposed.

The Universities Commission, appointed by the Government of India, under the chairmanship of Dr. S. Radhakrishnan, in its report has recommended a complete overhaul of the university educational system and drastic bhanges in the structure of universities with a view to bringing university education more in line with Indian thought and life and aligning it to the cultural and historical genius of the Indian people. The medium of instruction for higher education would be the regional language with the option to use the federal language either for some subjects or for all subjects. No hasty replacement of English, drastic changes in the examination system and banning co-education in the secondary stage are some of the other imporant recommendations.

The report deals with various aspects of the present day Indian education. Subjects dealt with include medium of instruction, professional education, standards of teaching, post-graduate training and research; religious education, financing of universities, co-education, etc.

Medium of instruction. On the question of medium of instruction, the commission has proposed a seven-point programme, both as a medium of instruction and also for development of a Federal as well as regional languages for India. While urging the development of Hindi in Devanagari script as India's Federal language as early as possible, the Commission has advocated retention of English as the medium for Federal business till the provinces are ready for the change-over to Hindi and the provincial educational institutions have spread the Federal language adequately. English, however, the Commission has emphasised, must continue to be studied.

Reform of examination system. Denouncing the present system of examinations in the country, the Commission has stressed that the chief purpose of the present examinations was not organically related to the actual process of education. They were a means to the giving of a hall-mark of competence which employers, public and private, might recognise as a more or less reliable indication of the possession of certain intellectual and perhaps, moral qualities and of certain types of knowledge and skill. A University degree was a kind of passport for jobs. With the great economic pressure due to the prevailing poverty in the country, the xudia insistence of a University degree as the minimum requirement even for posts of minor officials and clerks had put a premium on a number of evils which had come to be associated with the examination system. It has subjected teaching to the examination, made it atament almost impossible to provide true education and

to develop wider interests and has created temptations of cheating, corruption and favouritism. The obsession makes to secure, as it were, a ticket in the lottery of job-securing has over-shadowed the educational purpose which a good examination could serve.

The Commission, therefore, has suggested the replacement of the present system of examinations by objective tests on the lines of those prevailing in the United States of America at the earliest possible time, without which Indian higher education is asid to be in danger of 'falling into chaos'. Pending development of these 'objective tests', the Commission has also made several recommendations to correct the evils now existing in the examination system, the main most important one being that a University degree should not be required for Government Administrative Services. The Commission suggests that special State examinations for recruitment to the various services should be organised and should be open to whoseever cares to take them up.

Other points made in the report include the following: Elections in the teaching profession must be avoided and important posts like those of vice-chancellors and deans should not be thrown to academic log rolling. The State should in the grant of scholarships. Evening, colleges for workmen and other employed people should be started. The maximum strength for any college should be 1,500.

Co-education. In regard to co-education, the Commission's recommendation was that in the secondary stages there was should be separation and in the basic and collegiate stages co-education.

Explaining the recommendations at a Press conference on 25 August 1949, Dr. Radhakrishnan said that there the aim of the universities should be to produce the right type of men for the nation and that the changes recommended by the Commission sought to lift the life of the people to a higher level of culture. Their aim had been to see that the criticism that university education in India was on an un-Indian basis was met and that university education was more adjusted to the genius of the country.

(The Hindustan Times; 26-8-1949; The Hindu, dated 27-8-1949).

CHAPTER 10. INDUSTRIAL SAFETY. INDIA - AUGUST 1949.

101. Prevention of Accidents.

Pakistan: Central Boilers Board set up.

In pursuance of Clause 27A of the Boilers Act, 1923, the Government of Pakistan has set up a Central Boilers Board, consisting of 6 members with Mr. A. Khaleeli, Joint Secretary, Ministry of Education and Industries, as chairman and Mr. N.N.A. Kureshi, Under Secretary, Ministry of Education and Industries, as Secretary.

(The Gazette of Pakistan, Part I- Section 1, dated 15 July, 1949, page 330).

CHAPTER 11. PROBLEMS PECULIAR TO CERTAIN OCCUPATIONS OR CATEGORIES OF OCCUPATIONS.

INDIA - AUGUST 1949.

111. Agriculture.

The Bihar Abolition of Zamindaris Act, 1949, (No. XVIII of 1949).

The Bihar State Acquisition of Zamindaris Bill, 1947 (vide page 30 of the report of this Office for October 1947) providing for the transference to the State of the interests of proprietors and tenure-holders in land and of the mortgagees and lessees of such interests including interests in trees, forests, fisheries, ferries, bazars, mines and minerals, etc., as passed by the Legislatime received the assent of the Governor-General on 6 July 1949 and has been gazetted as the Bihar Abolition of Zamindaris Act, 1949 (No.XVIII of 1949).

Rates of compensation. The Bill underwent several changes before its enactment, mainly relating to rates of compensation. Under the provisions of the Bill the Skak rates of compensation varied from five times the net income in cases where the net income exceeded 50,000 rupees to 12 times where it fell below 2,500 rupees. According to the Act, the rate varies from 5 times the net income for net incomes exceeding 100,000 rupees to 20 times for net incomes for 500 rupees and below.

(The Bihar Gazette, Extraordinary, dated 22 July 1949, pages 1-47).

Land Reform in East Punjab States Union: Ordinance to make Tenants Proprietors.

An Ordinance envisaging the dividion of land between occupancy tenant and landlords, was issued on 20 August 1949 by the Patiala and East Punjab States Government. Under the Ordinance, the landlords would get one-fourth of land and the remaining three-fourths would go to the tenants thus making the tenant a peasant proprietor. The tenant has also been given the choice to claim the landlord's share of one-fourth land against cash payment. But the landlords cannot claim the tenant's share.

The value of land according to the Ordinance shall be determined not by landlord but by a high-power Partition Committee to be appointed for a specific purpose and partition will be effected by the Partition Officer who will also determine the assessment of compensation and settle disputes between landlords to file suits forma pauperis in respect of realisation of realisation of realisation of realisation of realisation of realisation.

The Ordinance also provides for a clause according to which a tenant or his heir who had been dispossessed of his land during the last nine years for non-payment of dues to landlord is entitled to reclaim his land on payment of the dues.

(The Statesman, 22-8-1949).

The Madras Agricultural Bill, 1949:
Government empowered to take over
uncultivated or inefficiently cultivated
Land: Gufaranteed Price and assured
Markets for Agricultural Produce.

The Government of Madras has published the Eadras Agricultural Bill, 1949 with a view to place agricultural agriculture in the province on an efficient basis. Among others, the Bill provides for guaranteed prices and assured markets for the products of agriculture, control over cultivation of lands, acquisition of uncultivated or inefficiently cultivated lands and the constitution of Agricultural Improvement Boards whose main function would be the management of lands owned or taken over by the Government. The Bill, which has been framed on the suggestion of the Economic Research Department of the All-India Congress Committee, in on the lines of the British Agricultural Bill.

Guaranteed prices and assured markets for agricultural produce.— Under the provisions of the Sill the Government may fix prices, for a period not less than one year, for products mentioned in a Schedule, attached to the Bill, and guarantee the producers thereof the payment of such prices and assured markets for the same. The Schedule lists, among other products, paddy, wheat, millet, groundnut, gingelly, potatoes, sugarcane and cotton. For this purpose the Government may purchase the produce itself at the guaranteed prices or authorise

such purchase by any ther person or persons, and take such steps an as may be necessary to provide an assured market to the producers at the guaranteed prices.

Control over cultivation. The Bill provides that the Government may, by notification from time to time, publish lists of agricultural products, which, in their its opinion, it is necessary in the national interest, to produce in the province, and may by like notification prohibit on any lands or any class of lands in any locality the production of any crops other than those mentioned in such lists. The Government may also direct that any land which is lying waste and uncultivated be brought under cultivation; Einert prescribe the manner in which, and the produce for raising which, any land is to be used; direct that a particular area be maintained for growing grass for pasturage purposes; prohibit the use of seeds which have not been tested; and give any other direction it considers necessary for the purposes of the Act.

Appointment of agricultural supervisors. - It is further provided that the Government may appoint any me officer of the Agricultural Department as an agricultural supervisor for the purposes of supervising agricultural operations in any locality and ensuring that all persons engaged in the agricultural industry in the locality are satisfactorily fulfilling their responsibilities. It would be the duty of such officer to report to the district collector any lapses on the part of any such person and any defects in the agricultural operations in the locality together with his suggestions for remedying the lapses or defects. If it appears to an agricultural supervisor, that it is expedient for the purpose of preventing damage to crops, pasture, foodgrains, livestock, trees, hedges, tanks or any works on any land to require the person concerned to taken within the time specified in a notice, such steps as may be mentioned therein, including steps which may be necessary for killing, taking or destroying on such land any animal or bird specified in the order or the eggs of any such bird.

The Bill requires that owners and tenants of agricultural lands shall manage the lands under their control in accordance with the needs of good agricultural management and good husbandry so as to maintain an efficient standard of production in respect of both the kind of produce and its quantity and quality. In particular they are to see, among others, that no land which capable of being cultivated is left uncultivated; wany that every arable land is kept in a good state of cultivation and fertility and in a good condition; that necessary steps are taken to secure and maintain crops and livestock free from disease and from infestation by insects or other pests; that crops are protected and harvested properly and in time; that necessary works of maintenance and repair which it is their duty to carry out are properly carried out; and that a proper rotation of crops is maintained, ensuring such proportion of area under food crops to the total as may be prescribed.

If the collector of a district is satisfied on the report of an agricultural supervisor, that any land is not properly managed by its owner, he may, after giving notice to the owner and hearing his objections, order that the land be entrusted to some other person for management for such period as he may think fit, under specified conditions. The collector is also empowered to terminate a tenancy and order the owner either to cultivate the land or to let it out to some other tenant of his choice, and if he fails to do either, to nominate a tenant to whom the land shall be let, in cases of unsatisfactory cultivation by a tenant. Also where the land in the possession of any owner is lying waste or uncultivated, the collector may require him to take steps to reclaim the land or bring it into cultivation within a specified period; in default, the land will be let to such person as may be chosen by himself.

Acquisition of uncultivated or inefficiently cultivated lands.— It is also provided that where any agricultural land is left uncultivated or is badly cultivated, the Government may acquire the land by compulsory purchase or lease from the owner, and may make such arrangements as it may think fit for its profer and satisfactory cultivation. If, in the opinion of the Government, any land so acquired cannot be satisfactorily cultivated, except in conjunction with another land, it may acquire such other land also by compulsory purchase or lease.

Cultivation of fallow dand. The Government may order, in any agricultural year, owners of land to cultivate, except under certain conditions, in addition to the area cultivated in the previous year, certain proportion - 10 percent in the case of land between 49 and 100 acres and 20 per cent in the case of land in excess of 100 acres - of fallow land.

The Bill provides for the setting up of an Agricultural Improvement Board, to be appointed by the Government for the purpose of marging carrying out the functions entrusted to the Government under the Bill. The Government ment may transfer to the Board for the purpose of management, any land owned by it or taken possession of by it under the Bill, and place at the disposal of the Board funds for its working expenses. The Board shall, among others, carry out any improvements on or for the benefit of the lands under its control, if necessary, lease out the lands in its possession, cultivate the land lying uncultivated owing to negligence, incapacity or absence of the owner, and generally manage the lands in its possession, with due regard to the needs of agriculture in the province, including (a) preservation and improvement of soil, (b) prevention of soil erosion, (c) improvement of water-supply by the utilisation of water in rivers, rivulets, tube-wells, boring or construction of wells and conservation of rain water by construction of dams and by use of power, (d) improvement in the methods of cultivation, (e) introduction of dry-farming methods, if) supply of good seed, improved agricultural implements,

manures and fertilisers, (g) development of horticulture and planting of fruit trees, (h) reclamation of land lying waste through water-logging, accumulation of sand, growth of jungle or soil erosion, (i) regulation or prohibition of grazing and browsing, (j) control and maintenance of tree growth, (k) regulation or prohibition of firing of vegetation, (l) planting or sowing of trees, shrubs, grasses, etc., for the purpose of afforesting uncultivable land or providing shelter beds against wind or sand, and (m) protection from pests and diseases. The Board may let out holdings of not less than 5 acres of wet land, 10 acres of dry land or 2 acres of garden land.

The Government may make contributions to the Board and grant loans to owners and farmers of land, for purchasing seeds, manures, fertilisers, tractors or agricultural implements and may also take steps to give facilities for the acquisition and transport of the same.

Statement of Objects and Reasons .-The Statement of Objects and Reasons, appended to the Bill, points out that agriculture, the basis industry of the province, is still carried on mostly according to the traditional methods to which the agriculturist is accustomed, and not much improvement has been effected. The time has come for placing the industry on a more scientific basis. Again, considerable extents of land have now been allowed It is necessary in to remain waste and uncultivated. the public interest to bring these lands under the plough. Even in the case of cultivated lands, sometimes on account of motives of profit and sometimes on account of ignorance or lack of resources, crops other than food-crops are raised and this leads to a deficiency in the production of food of which the province stands in dire need. Therefore, it is considered necessary to take power not only to require the agriculturists to cultivate their lands efficiently but also to specify the crops which should be raised. In cases where the cultivation of any land does not come up to a reasonable standard of efficiency, there must be power to change the management of the land, and also, where necessary, to acquire the land. At the same time, the interests of agriculturists require that the Government should guarantee fair prices for agricultural products. The Bill makes provision for the above purposes. It also contains provisions empowering the Government, where it is necessary to do so, to constitute Agricultural Improvement Boards for the management of lands owned or taken over by the Government and to place sufficient funds at the disposal of the The Billalso empowers, boards for their working expenses. the provincial Government to make contributions to the beards, and to advance loans to agriculturists for purchasing seeds, manures, fetfilisers, tractors and agricultural implements.

(The Fort St. George Gazette, Part IV-A, dated 19 July 1949, pages 329-339).

The United Provinces Agricultural Tenants (Acquisition of Privileges) Act; 1949. (Marxierer No.X of 1949).

The United Provinces Agricultural Tenants (Acquisition of Privileges) Bill, 1949 (vide paragraph 111, pages 59-60 of the report of this Office for July 1949), as passed by the Legislature, received the assent of the United Provinces Governor on 10 August 1949 and has been gazetted as the United Provinces Agricultural Tenants (Acquisition of Privileges) Act, 1949 (No.X of 1949).

(The Government Gazette of the United Provinces, Extraordinary, dated 11 August, 1949, pages 1-6).

Hyderabad: Abolition of Jagirs: Administration to be taken over.

The Hyderabad Government has decided to take over the administration of jagirs in the State under the Hyderabad Abolition of Jagirs Regulation which was promulgated on 14 August 1949. The Regulation marks the second step in the programme of reforms initiated earlier in the year with the amalgamation of Sarf-e-khas (Nizam's personal property) with the Diwani (Government land) (vide paragraph 111; page 95 of the report of this Office for February 1949).

The Regulation provides for the payment to the jagirdars and hissedars of certain interim maintenance allowances leaving the question of commutation open for consideration in the near future. It is further stated that in the case of jagirs granted to temples, mosques and other institutions established for religious or public purposes, the amount payable would not exceed ten per cent and the balance would be available for maintenance of institutions concerned in accordance with the wishes of the grantor and in consonance with the custom and usage. The personal property of the jagirdar or hissedar will not be touched.

The jagirs of Hyderabad cover an area of 25,600 square miles or 30.9 per cent of the total area in the State and comprise 6,535 villages or 29.5 per cent of the villages in the State. Except in the case of Samastans jagir villages are to be found in a continuous block. The annual income of a jagir ranges from Maxmillian the 500 rupees to 2.5 million rupees. The main sources of income of jagirs are land and excise revenues. Most of the large jagirs maintain a miniature administration of their own consisting of different departments. In all jagirs the collection of revenue is the sole responsibility of the jagirdar. Because of these features the standard of administration has varied considerably in the

different jagirs. The new regulation aims at raising the standard of administration in the jagirs and at providing amenities to the ryots and completes the process of emancipation of the peasants from feudal land-lordism. This measure brings the administration of all the areas in the State under one unified control with which has for its aim the welfare of the people. The Regulation requires the jagirdars to pay to the Government 58 1/3 per cent of the gross revenue for expenses connected with the administration of jagirs in case of jagirdars which income exceeding 0.5 million rupees per annum. The percentage for those whose income is between 0.1 million rupees and 0.5 million rupees is 50, for more than 25,000 rupees and not more than 0.1 million rupees 40 and for those whose income is not more than 25,000 rupees it is fixed at 25.

(The Hindu, dated 15-8-1949).

Agrarian Reforms in Rajasthan and Madhya Bharat: Fact Finding Committee appointed by the Government of India.

The Governments of Rajasthan and Madhya Bharat Unions have had, for some time, under their consideration the question of reforming the land revenue system in these Unions with a view to bringing about direct relationship between the State and the tillers of the soil. The Government of India has, at the request of these two Governments, decided to appoint a fact-finding committee under the chairmanship of Mr. C.S, Venkatachari to assist them in settling this question in a satisfactory manner. The terms of reference of the Committee cover a wide field and include problems such as working of the jagirdari system, revenue administration, the regulation of relations between the landholder and the tenant and suggestions for evolving a uniform revenue and land tenure system. The Committee has been asked to submit its report by the end of October 1949.

(The Eastern Economist; dated 26-8-1949).

Pakistan: The East Bengal Transfer of Agricultural Land Bill, 1949.

The East Bengal Government has published the East Bengal Transfer of Agricultural Lond Bill, 1949, which restricts the transfer of certain agricultural lands in the province.

The Statement of Objects and Reasons, appended to the Bill, states that it was brought to the notice of Government that in some areas the land-holders were selling out or otherwise transferring all kinds of lands including waste lands in their khas possession on a large scale with a view to get a greater benefit out of the provisions of the East Bengal State Acquisition and Tenancy Bill, 1948, when enacted and put into operation. It was apprehended that if such transfers were allowed to go on unrestricted, the land-holders would dispose of their excess khas lands leaving little land to be acquired by Government under the proposed State Furchase Scheme for distribution among agriculturists having no land or possessing uneconomic holdings. It was, therefore, considered necessary that immediate steps should be taken to restrict such transfers of khas lands on a large scale. As the Legislature was not in session, the East Bengal Transfer of Agricultural Land Ordinance, 1948, (vide paragraph 111, page 99 of the report of this Office for January 1949), was promulgated for the purpose. The Ordinance has been temporarily enacted and continued in operation by the East Bengal ordinances Temporary Enactment and Re-enactment Act, 1949. It is now necessary to replace the Ordinance by an act of the legislature and also to safeguard the actions taken under the Ordinance, and hence this Bill haverte has been framed. The provisions of the Bill are the same as those of the Ordinance.

(The Lext of the East Bengal State Acquisition and Tenancy Bill, 1948, has not been received in this Office).

(The Dacca Gazette, Part IV-A, Extraordinary, dated 15 July 1949, Pages 481-484).

92

117. Shopworkers. India - August 1949.

Madras: The Madras Shops and Establishments Act, 1947: Exemptions.

By a notification dated 6 July 1949, the Government of Madras has exempted all shops in the province from the provisions of section 11(1) of the Madras Shops and Establishments Act, 1947, subject to the condition that this exemption shall apply only so far as the receiving of goods into the shops is concerned. (Section 11(1) relates to the closing of shops on one day in a week).

By another notification dated 10 July 1949, the Government of Madras has exempted the following shops and Establishments other than shops from the provisions of sections 7 and 13 of the Madras Shops and Establishments Act, 1947: Petrol bunks; Chemists and druggists shops; Shops and restaurants situated near railway premises, bus-stands under the control of local bodies, theatres, and places of public amusement or entertainment; Shops situated within vegetable markets under the control of local bodies; Motor transport undertakings; Shipping departments of commercial establishments; and Departments engaged in recording transactions in 'day cash books' in commorcial establishments.

(Sections 7 and 13 related to opening and hours closing hours of shops and establishments other than shops respectively).

(The Fort St. George Gazette, Part I, dated 26 July 1949, page 1149).

Pakistan: The Bengal Shops and Establishments

16 / Act, 1940 extended/4 Municipalities in East Bengal.

By a notification dated 14 July 1949, the Government of East Bengal has directed that the Bengal Shops and Establishments Act, 1940 shall apply to the Municipalities of Rajshahi, Jessore, Chandpur and Narayanganj.

(The Dacca Gazette, Part I, dated 4 August 1949, pages 576-577).

LIST OF THE MORE IMPORTANT PUBLICATIONS RECEIVED IN THE NEW DELHI OFFICE DURING AUGUST, 1949.

Professional Organisations

Working of the Indian Trade Unions act, 1926 during 1946-47: Ministry of Labour, Labour Bureau; Government of India; Published by the Manager of Publications, Civil Lines, Delhi, 1949; pp. 15.

Economic Questions

- (a) Office of the Economic Adviser to the Government of India, Ministry of Commerce; Report on an Enquiry into the Family Budgets of Middle Class Employees of the Central Government: Printed for the Manager, Government of India Publications Branch, Delhi; by the Manager, Government of India Press, SimIa, 1949; pp.iv x 514, price Rs.5 or 8sh.
- (b) Government of India: Report on an Enquiry into Family Budgets of Industrial Workers in Narainganj, by S.R. Deshpande, Director, Cost of Living Index Scheme: pp.vii x 47, price As.12 or lsh.
 - (c) Indian Post and Telegraphs Department: Activities: (a) During 1948-49 and (b) those contemplated in 1949-50; pp.20.
- (d) Government of India: Report on an Enquiry into Family Budgets of Industrial Workers in Berhampur, by S.R. Deshpande, Director, Coat of Living Index Scheme; pp.35.
- (e) Government of India: Report on an Enquiry into Family Budgets of Industrial Workers in Ajmere:
 By S.R. Deshpande, Director, Cost of Living Index Scheme; Published by the Manager of Publications, Delhi: Price Annas 12 or lsh.; pp.vii x 58.
- (f) Government of India: Report on an Enquiry into Family Budgets of Industrial Workers in Silchar; by S.R. Deshpande, Director, Cost of Living Index Scheme: Published by the Manager of Publications, Delhi; pp.vii x 57, price Annas 12 or 1sh.

Working Conditions

(a) Annual Report of the Chief Inspector of Mines in India for the year ending 31st December 1946 on India for the year ending 31st December 1946 on published by the Manager of Publications, Delhi, 1949; pp.iv x 211; price Rs.5-6-0 or 8sh. 6d.

(b) Government of Madras: Administration Report of the Labour Department on the work done for the amelioration of the eligible communities for the year ending 51st March 1948; Printed by the Superintendent, Government Press, Madras, 1949; pp.44 x 4; price 14 Annas.

Social Security

Carall

Administration Report of the Director of Social Services for 1948, June 1949: To be purchased at the Government Publications Bureau, Colombo; pp.22, price 45 cents.

Living Standards



Administration Report on the working of Co-operative Societies from May 1, 1945, to April 30, 1948; July 1949: To be purchased at the Government Publications Bureau, Colombo; pp.52, price Rs.2.

Problems Peculiar to Certain Occupations and or Categories of Occupations

(a) Proceedings of the Seventh Meeting of the Animal Husbandry Wing of the Board of Agriculture and Animal Husbandry in India, 16th-20th December 1946: Printed in India for the Manager, Government of India, Publication Branch; pp.iii x 262, price Rs.9 or 14s.6d.

X of to,

b) Welfare Work in Orissa in 1948-49: Retrospects and Prospects: Printed by the Syndicate's Press, 8, Jackson Lane, Calcutta; pp. 40.