



CENTRAL GOVERNMENT  
APPROPRIATION ACCOUNTS

(CIVIL)

1953-54

MINISTRY OF COMMERCE & INDUSTRY

VOLUME II

336.54  
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The Appropriation Accounts and the *pro-forma* Commercial Accounts relating to each Ministry have been printed in a separate volume from this year. The Audit Report—Part II and the Audit Certificate have been included in Volume I pertaining to the Ministry of Finance.

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# ERRATA

## VOLUME II

Page 4, Col. 1.—

Read 'Major Head' for 'Mor Head'.

Page 5, Sub-head C. 1(2) Col. 4.—

Read '—6,378' for '+6,378'.

Page 11, Sub-head S—nomenclature, line 2.—

Read 'Licence fee' for 'License fee'.

Page 12, note 3-Grants-in-aid, etc. Col. 1., Line 2.—

Read 'Khadi' for 'Khad'.

Page 13, note 8 lines 1 and 2.—

Read 'short' for 'shorf' and Read 'Accounts of' for 'Accou nts e'.

Page 15, Note 12, sub-para 2—Line 5.—

Read "incurred" for "neurred".

Page 18, Audit certificate—Line 1.—

Read "maintained" for "maintanined".

Page 22, Heading Col. 2.—

Read "Import Subsidy" for "Import Subsdiiy".

Page 24, Sub-head A. 2.—

Read "Establishment" for "Establishmen".

Page 29, Sub-head D. 3(2) Col. 4—Explanation.

Read "Superintendent" for "Superintndent".



## GRANT No. I.—MINISTRY OF COMMERCE AND INDUSTRY

(All Voted)

Major head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
<b>MAJOR HEAD "25.—General Administration"</b>			
<b>A.—Secretariat :</b>			
<b>A.1.—Pay of Officers</b>			
O.	7,63,700	7,78,600	7,79,266
S.	3,900		
R.	11,000		
			+666
<b>A.2.—Pay of Establishments</b>			
O.	9,60,700	9,40,500	9,39,239
R.	—20,200		
			[—1,261
<b>A.3.—Allowances, Honoraria, etc.</b>			
O.	6,72,200	7,11,700	7,20,551
S.	41,000		
R.	—1,500		
			+8,851
<i>Col. 4.—Unanticipated payment of travelling allowance bills at the close of the financial year.</i>			
<b>A.4.—Other Charges</b>			
O.	1,81,400	2,30,900	2,27,510*
S.	74,500		
R.	—25,000		
			—3,390
<b>A.5.—Lump Provision for Delegations Abroad</b>			
O.	30,000	85,800	1,22,463
S.	46,600		
R.	9,200		
			+36,663
<i>Col. 4.—Belated adjustment of expenditure relating to the deputation of officers abroad.</i>			
<b>B.—Foreign Trade Control :</b>			
<b>B.1.—Pay of Officers</b>			
O.	8,34,600	9,19,800	9,17,822
S.	87,000		
R.	—1,800		
			—1,978

\*The details of expenditure under this sub-head are :—Service postage and telegram charges (Rs. 63,530), purchase of books and publications (Rs. 5,851), rent of telephone lines (Rs. 52,501) and office expenses and miscellaneous (Rs. 1,05,628).



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess+ Saving—
I	2	3	4
	Rs.	Rs.	Rs.
B.2.—Pay of Establishment			
O. 17,38,400	16,60,500	16,59,598	—902
R. —77,900			
B.3.—Allowances, Honoraria, etc.			
O. 15,07,600	15,63,300	15,61,863	—1,437
S. 63,000			
R. —7,300			
B.4.—Other Charges			
O. 4,61,400	6,37,400	6,43,536	+6,136
S. 89,000			
R. 87,000			
C.—Controller of Enemy Firms and Enemy Trading and Custodian of Enemy Property :			
C.1.—Pay of Officers			
O. 13,000	11,700	11,700	..
R. —1,300			
C.2.—Pay of Establishments			
O. 36,000	35,100	34,983	—117
R. —900			
C.3.—Allowances, Honoraria, etc.			
O. 31,000	29,600	29,441	—159
R. —1,400			
C. 4.—Other Charges	12,000	11,915	—85
C. 5.—Lump Sum Cut for Reorganisation			
O. —25,000	..	..	..
S. 22,000			
R. 3,000			
D.—Tea Controller for India :			
D. 4.—Other Charges			
R. 100	100	125	+25
E.—Charges in England :			
E.1.—Leave and Deputation Salaries and Sterling Overseas Pay, etc.			
R. 1,000	1,000	1,300	+300
E. 2.—Other Charges			
O. 9,000	6,000	5,687	—313
R. —3,000			
Surrenders or withdrawals within Grant			
R. 29,000	29,000	..	—29,000
TOTAL	76,53,000	76,66,999	+13,999



## NOTES.

1. The original grant of Rs. 72,26,000 was increased to Rs. 76,53,000 by a supplementary grant of Rs. 4,27,000 voted by Parliament in December, 1953. A sum of Rs. 29,000 was surrendered to Government though the grant resulted in an excess of Rs. 13,999.

2. The following recovery was adjusted in the accounts as reduction of expenditure :—

	Estimated Recovery	Actual Recovery	Excess + Saving—
	Rs.	Rs.	Rs.
Tea Controller of India—			
Amount recovered from the United Kingdom Govern- ment	..	—125	—125

3. *Group-head C.—Controller of Enemy Firms and Enemy Trading and Custodian of Enemy Property.*—The office at Bombay only continued to function during the year. The total expenditure incurred during the year amounted to Rs. 88,039 (Sub-heads C. 1 to C.4.).

4. *Sub-head D.—Tea Controller for India.*—The Tea Controller's Organisation was closed down with effect from September, 1951. No charges for regular establishment were booked thereafter.

The sum of Rs. 125/- exhibited in the appropriation account under sub-head D.4.—Other Charges represents adjustment of an arrear debit for cost of printing of forms and it was recovered from the U. K. Government during the year.

5. *Losses, writes off, etc.*—Some stores were issued in 1945 to a private firm without receiving advance payment by a Department on the strength of a sub-Licence, which was found to be fictitious after the bulk of the materials had been delivered. The whereabouts of the firm not being traceable it was reported to the Police who recovered a part of the materials. The quantity which could not be recovered was valued at Rs. 24,594 and written off by Government.

The loss occurred only because the officers concerned failed to scrutinise the sub-Licence and issued the materials without payment in contravention of the prescribed rules. No disciplinary action could be taken as they are no longer in service.



## GRANT No. 2.—INDUSTRIES

(ALL VOTED)

Major Head and Sub-head	Final Grant	Actual Expenditure	Excess+ Saving—
I	2	3	4
	Rs.	Rs.	Rs.
M R HEAD "43.—INDUSTRIES AND SUPPLIES"			
A.—Grants-in-Aid, etc :			
A.2.—Grants-in-aid to the Central Silk Board			
O.     4,50,000	} 12,88,800.	15,18,779	+2,29,979
R.     8,38,800			
<i>Col. 4.—Unanticipated payments during the close of the year.</i>			
A.3.—Grant of Subsidy to Soda Ash Industry			
O.     5,000	} ..	..	..
R.     [—3,000]			
A. 6.—Contribution to the Indian Standards Institution			
O.     4,20,000	} 3,20,000	3,20,000	..
R.     —1,00,000			
A. 7.—Grants-in-aid to Indian Institute of Art in Industry			
O.     50,000	} 40,000	34,240	—5,760
R.     [—10,000]			
B.—Central Sericultural Research Station :			
B.1.—Pay of Officers	2,400	2,400	—
B.2.—Pay of Establishments			
O.     48,000	} 46,200	46,248	+48
R.     —1,800			
B.3.—Allowances, Honoraria, etc.			
O.     33,600	} 32,600	32,593	—7
R.     —1,000			
B. 4.—Other Charges			
O.     30,000	} 37,000	35,446	—1,554
R.     17,000			



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
<b>B. 5.—WORKS:</b>			
O. 50,000	} 76,800	65,940	—10,860
R. 26,800			
<i>Col. 4.—Less expenditure on "Green House".</i>			
<b>C.—Directorates General and Directorates:</b>			
<b>C. 1.—Director General of Industry:</b>			
<b>C.1(1)—Pay of Officers</b>			
O. 4,25,200	} 4,62,400	4,64,893	+2,493
R. 37,200			
<b>C.1(2)—Pay of Establishments</b>			
O. 8,30,600	} 8,45,200	8,38,822	+6,378
R. 14,600			
<b>C.1(3)—Allowances, Honoraria, etc.</b>			
O. 5,51,000	} 6,30,000	6,20,107	—9,893
R. 79,000			
<b>C.1(4)—Other Charges</b>			
O. 60,000	} 1,24,900	1,32,382*	+7,482
R. 64,900			
<i>Col. 4.—Unanticipated adjustment of telephone bills.</i>			
<b>C. 3.—Cottage Industries Directorate:</b>			
<b>C.3(1)—Pay of Officers</b>			
O. 44,100	} —	—	—
R. —44,100			
<b>C.3(2)—Pay of Establishments</b>			
O. 56,600	} —	—	—
R. —56,600			
<b>C.3(3)—Allowances, Honoraria, etc.</b>			
O. 45,900	} —	—	—
R. —45,900			
<b>C.3(4)—Other Charges</b>			
O. 7,400	} —	—	—
R. —7,400			

\*The sub-head includes the following items of expenditure—Service postage and telegram charges (Rs. 28,349), telephone charges (Rs. 25,174), Grant-in-aid and other contributions (Rs. 1,128) and office expenses and miscellaneous (Rs. 77,731).



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
D.—Other Organisations:			
D. 1.—Iron and Steel Control Organisation:			
D.1(1).—Pay of Officers			
O. 2,04,600	1,69,200	1,68,232	—968
R. —35,400			
D.1(2).—Pay of Establishments			
O. 9,74,000	9,29,000	9,28,260	—740
R. —45,000			
D.1(3).—Allowances, Honoraria, etc.			
O. 7,30,000	7,05,500	7,05,328	—172
R. —24,500			
D.1(4).—Other Charges			
O. 1,39,500	1,65,300	1,62,610*	—2,690
R. 25,800			
D. 2.—Textile Commissioner:			
D.2(1).—Pay of Officers			
O. 7,10,000	5,90,000	5,95,301	+5,301
R. —1,20,000			
D.2(2).—Pay of Establishments			
O. 16,15,000	13,63,000	13,37,110	—25,890
R. —2,52,000			
Col. 4.—Provision inadvertently made under this sub-head instead of sub-head M.			
D.2(3).—Allowances, Honoraria etc.			
O. 13,47,000	12,09,000	11,56,095	—52,905
R. —1,38,000			
D.2(4).—Other Charges			
O. 1,60,100	1,84,000	1,54,593**	—29,407
R. 23,900			
Col. 4.—Non-finalization of payments of audit fees.			

\*The sub-head includes the following items of expenditure.—Service postage and telegram charges (Rs. 33,400), telephone charges (Rs. 17,380) and office expenses and miscellaneous (Rs. 1,11,830).

\*\*The details of expenditure under this sub-head are:—Service postage and telegram charges (Rs. 53,309), telephone charges (Rs. 48,298), grants-in-aid and other contributions (Rs. 9,233) and office expenses and miscellaneous (Rs. 43,753).



Major head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
D.3.—Payments to German Technicians :			
D. 3(1).—Pay of Officers			
O. 6,000 } R. —5,000 }	1,000	400	—600
<i>Col. 4.—Estimates based on inadequate data.</i>			
D.3(2).—Allowances, Honoraria, etc.			
O. 4,000 } R. —3,500 }	500	1,235	+735
<i>Col. 4.—See D.3(1).</i>			
D.5.—Development of Cottage and Small Scale Industries :			
O. 1,00,00,000 } R. —56,83,400 }	43,16,600	46,47,780	+3,31,180
<i>Col. 4.—Mainly, omission to provide adequate funds for (i) Establishment charges of the Central and Zonal officers of the All India Khadi and Village Industries Board (Rs. 2,31,351) and (ii) adjustments relating to handicrafts (Rs. 99,328).</i>			
D. 6.—Central Enforcement Directorate :			
D. 6(1).—Pay of Officers			
O. 3,000 } R. 31,700 }	34,700	35,901	+1,201
<i>Col. 4.—Unforeseen adjustments at the close of the year.</i>			
D. 6(2).—Pay of Establishments			
O. 2,000 } R. 11,400 }	13,400	13,018	—382
D. 6(3).—Allowances, Honoraria, etc.			
O. 2,000 } R. 18,300 }	20,300	18,611	—1,689
<i>Col. 4.—Non-finalisation of payments.</i>			
D. 6(4).—Other Charges			
O. 3,000 } R. 41,000 }	44,000	37,497	—6,503
<i>Col. 4.—See D.6(3).</i>			



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
E.—Works			
O.       5,000	} 6,600	5,427	—1,173
R.       1,600			
<i>Col. 4.—Provision for certain charges made under a misapprehension.</i>			
F.—Patents Advisory Committee :			
F.1.—Expenditure on Exploitation of Patents			
O.       1,700	} 1,500	1,201	—299
R.       —200			
F.2.—Payments to Patentees			
O.       300	} ..	396	+396
R.       —300			
G.—Payment of the Net Proceeds of Customs Duty on Coffee Market Expansion Board			
R.       59,100	59,100	60,515	+1,415
<i>Col. 4.—Export of more coffee than anticipated.</i>			
I.—Lump Provision for Technical Co-operation Assistance and Point Four Programmes :			
O.       50,000	} 28,000	29,869	+1,869
R.       —22,000			
<i>Col. 4.—Unanticipated expenses of an expert stationed at Bombay.</i>			
J.—Development Councils :			
J. 1.—Pay of Officers			
O.       53,800	} 27,300	27,268	—32
R.       —26,500			
J. 2.—Pay of Establishments			
O.       28,800	} 21,600	22,460	+860
R.       —7,200			
<i>Col. 4.—Unanticipated payment of certain arrears bills.</i>			
J. 3.—Allowances, Honoraria, etc.			
O.       29,400	} 43,500	39,869	[—3,631
R.       14,100			
<i>Col. 4.—Late submission of travelling allowance bills.</i>			
J. 4.—Other Charges			
O.       38,000	} 6,000	[4,980	[—1,020
R.       —32,000			
<i>Col. 4.—Late receipt of sanction for purchase of furniture.</i>			



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
<b>K.—Grants to State Governments Under the Industrial Statistics Act, 1942</b>			
O. 5,00,000	..	..	..
R. —5,00,000			
<b>L.—Transfer of Net Proceeds of Excise Duty on Mills made cloth to the fund for the Development of Handloom and Khadi Industries</b>			
O. 6,00,00,000	7,10,00,000	7,10,00,000	..
R. 1,10,00,000			
<b>M.—Expenditure on Development of Handloom Industry</b>			
O. 1,00,00,000	41,00,000	33,82,170	—7,17,830
R. —59,00,000			
<i>Col. 4.—Mainly, less expenditure on Publicity and Propaganda (Rs. 2,17,000) and refund of unspent balances of Grants (Rs. 4,63,700).</i>			
<b>N.—Expenditure on Development of Khadi Industry</b>	1,00,00,000	93,29,474	—6,70,526
<i>Col. 4.—Non-finalisation of certain schemes.</i>			
<b>O.—Transfer of the net proceeds of Customs duty and Licensing fees on Tea to the Improvement Fund</b>			
O. 87,14,000	..	..	..
R. —87,14,000			
<b>P.—Expenditure on Development of Tea Industry</b>			
<b>P.1.—Pay of Officers</b>			
O. 2,10,400	..	..	..
R. —2,10,400			
<b>P.2.—Pay of Establishments</b>			
O. 9,27,600	..	..	..
R. —9,27,600			
<b>P.3.—Allowances, Honoraria, etc.</b>			
O. 8,78,800	..	..	..
R. —8,78,800			
<b>P. 4.—Other Charges</b>			
O. 19,93,200	..	..	..
R. —19,93,200			



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess+ Saving—
1	2	3	4
	Rs.	Rs.	Rs.
P. 5.—Contribution to the Inter- national Tea Committee, London			
O.           50,000 } R.       —50,000 }	..	..	..
P. 6.—Propaganda Outside India			
O.           53,50,000 } R.       —53,50,000 }	..	..	..
P. 7.—Other Miscellaneous Ex- penditure			
O.           10,000 } R.       —10,000 }	..	..	..
Q.—Transfer of net proceeds of Customs and Excise Duties on Coffee to Coffee Mar- keting and Improvement Fund			
O.           4,00,000 } R.       —4,00,000 }	..	..	..
R.—Expenditure on Marketing and Improvement of Coffee Industry :			
R. 1.—Pay of Officers			
O.           7,000 } R.       —7,000 }	..	..	..
R. 2.—Pay of Establishments			
O.           16,000 } R.       —16,000 }	..	..	..
R. 3.—Allowances, Honoraria, etc.			
O.           17,000 } R.       —17,000 }	..	..	..
R. 4.—Other Charges			
O.           25,000 } R.       —25,000 }	..	..	..
R. 5.—Propaganda :			
R. 5.(1).—Indian Schemes			
O.           80,000 } R.       —80,000 }	..	..	..
R. 5(2).—Overseas Schemes			
O.           5,000 } R.       —5,000 }	..	..	..



Major head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
R.6.—Research			
O.     2,50,000 } R.    -2,50,000 }	..	..	..
S.—Transfer of net proceeds of Excise Duty and license fee on Rubber to Rubber Production and Marketing Fund			
O.     1,80,000 } R.    -1,80,000 }	..	..	..
T.—Expenditure on Production and Marketing of Rubber :			
T. 1.—Pay of Officers			
O.     26,200 } R.    -26,200 }	..	..	..
T. 2.—Pay of Establishments			
O.     38,400 } R.    -38,400 }	..	..	..
T.3.—Allowances, Honoraria, etc.			
O.     40,400 } R.    -40,400 }	..	..	..
T. 4.—Other Charges			
O.     25,000 } R.    -25,000 }	..	..	..
T.5.—Contribution to Scientific Research Fund			
O.     50,000 } R.    -50,000 }	..	..	..
Surrenders or withdrawals within Grant			
R.     2,00,65,600	2,00,65,600	..	-2,00,65,600
TOTAL	11,90,11,000	9,79,77,450	-2,10,33,550



## Notes.

1. Out of the final saving of Rs. 2,10,33,550, a sum of Rs. 2,00,65,600 was surrendered to Government.

2. The reappropriation under sub-head D.2(4) was in the wrong direction.

3. The recoveries shown below were adjusted in the accounts as reduction of expenditure :—

	Estimated Recoveries	Actual Recoveries	Excess + Saving—
	Rs.	Rs.	Rs.
Grants-in-aid, etc. . . . .	..	..	..
Amount recovered from the Fund for the Development of Handloom and Khadi Industries . . . . .	—2,00,00,000	—1,27,11,644	+72,88,356
<b>Other Organisations :</b>			
<b>Iron and Steel Controller :</b>			
Amount met from Sale Proceeds of Surpluses. . . . .	—5,76,200	—84,001	+4,92,199
<b>Textile Commissioner :</b>			
Establishment Charges recovered from other Governments, Departments, etc. . . . .	—100	—52,070	—51,970
<b>Amount met from sale proceeds of Surpluses :</b>			
Payments to German Technicians . . . . .	—4,38,700	..	+4,38,700
Amount recovered from Contractors, etc. . . . .	—10,000	—1,635	+8,365
<b>Development of Tea Industry :</b>			
Amount recovered from the Tea Improvement Fund . . . . .	—94,20,000	..	+94,20,000
<b>Development of Coffee Industry :</b>			
Amount recovered from Coffee Marketing and Improvement Fund . . . . .	—4,00,000	..	+4,00,000
<b>Development of Rubber Industry :</b>			
Amount recovered from the Rubber Production and Marketing Fund . . . . .	—1,80,000	..	+1,80,000
<b>TOTAL</b>	<b>—3,10,25,000</b>	<b>—1,28,49,350</b>	<b>+1,81,75,650</b>



4. *Sub-head B. 5.*—The particulars of the major work executed and debited to this sub-head during the year are as follows :—

*Green House and Experimental Rearing House at C.S.R.S. Berhampore.*—Estimate Rs. 60,903; Expenditure upto 31st March, 1954, Rs. 36,267; in progress.

5. *Losses, writes off, etc.*—A sum of Rs. 14,903 as detailed below was written off by the competent authority :—

	Rs.
(i) Theft of a type writer . . . . .	450
(ii) Extra cost incurred due to risk purchase of stores on cancellation of a contract . . . . .	14,035
(iii) Value of furniture and other dead stock found short at the annual physical verification. . . . .	332
(iv) Petty losses of less than Rs. 100 each (3 items). . . . .	86
Total	14,903

6. *Losses, writes off, etc.*—Stores valued at Rs. 81,328 were written off in two store Depots as detailed below :—

(i) Net shortages (after adjusting excesses) discovered during physical verification of stores in 1948. The shortages were attributed to defective stock taking in 1946 . . . . .	Rs. 67,502
(ii) Net shortages after adjusting excesses during stock verification conducted in 1948-50. The shortages were explained as due to variation of scale, wastage in cutting, samples sent for examination and retail issues . . . . .	13,826
Total	81,328

7. *Sub-head A.2—Grants-in-aid to the Central Silk Board.*—The Central Silk Board was constituted under the Central Silk Board Act 1948 (Act No. LXI of 1948) for the development of Silk Industry *viz.*, undertaking, assisting or encouraging scientific, technological and economic research, devising means for improved methods of mulberry cultivation and rearing, developing and distributing healthy silk worm seeds, etc. The Board is financed from the grants-in-aid sanctioned by the Government of India from time to time.

During the year the Board was engaged, in addition to its statutory functions, on marketing of raw silk, stabilisation of prices and promotion of export of silk fabrics. It also examined the recommendations made by the Tariff Commission in its report of 1953 on continuance of protection to the Sericulture Industry. The Board became a corresponding member of the International Silk Association.

During the year the Board received a grant of Rs. 15,18,779 from the Central Government. Besides, a carry over from the last year's grant amounting to Rs. 61,146 the Board collected Rs. 40,152 as miscellaneous receipts. Thus the total receipts of the Board came to Rs. 16,20,077.

The total expenditure was Rs. 13,32,784, comprising Rs. 1,20,888 on account of administrative expenses of the Board, Rs. 79,351 on Schemes of Development and Research and Rs. 11,32,545 paid to State Governments for execution of the various development schemes approved by the Board. The unspent balance of Rs. 2,87,293 has been carried forward to the next year.

The accounts of the Board were locally audited. The Board has received audited statements from the Accountants General of the States concerned of the expenditure incurred by them out of the grants given during the year.

8. *Sub-head A. 6—Contribution to the Indian Standards Institution.*—A short note on the contribution to the Institution appeared at page 42 of the Appropriation Account 1952-53.



A new section was set up for putting into operation the scheme of certification marking under the provisions of the Indian Standards Institution (Certification marks) Act, 1952.

The income and expenditure of the Institution for the last two years are given below :—

Income	Year 1952-53 Rs.	Year 1953-54 Rs.
1. Grant-in-aid from the Government of India	4,20,000	3,20,000
2. Other sources including subscriptions from members and State Governments, and sale proceeds of Indian Standards Institution publications, etc.	2,73,000	2,99,000
Total Income	6,93,000	6,19,000
Expenditure	5,77,000	6,65,000

9. *Sub-head A. 7.—Grants-in-aid to the Indian Institute of Art-in-Industry—A* short note on the grant appeared at page 245 of the Appropriation Accounts, 1951-52.

Apart from stating that the amount of the grant-in-aid should be equal to the amount collected by the Institute from the Industry and other sources (excluding States) subject to a maximum of Rs. 40,000, no condition was attached to the grant unlike the previous year (1952-53), when a certificate was required to be furnished that the grant had been utilised for the purpose for which it was intended.

The Institute had at the end of 1952-53 a credit balance in the General Fund Account of about Rs. 1.35 lacs inclusive of a cash balance of Rs. 73,243 and yet a sum of Rs. 34,240 was paid during the year. The necessity for the continuance of the grant and the manner in which it is utilised would require examination.

Statements, duly certified by its Auditors to the effect that a sum of Rs. 34,240 was collected by the Institute from the non-Governmental sources during the year 1953-54 were accepted in Audit.

The Ministry on the recommendation of the Ford-Foundation-International Team decided to continue the grant and made a provision of Rs. 50,000. The actual amount sanctioned was however Rs. 34,240, being equivalent to the amount collected by the institute during the year.

10. *Sub-head N.—Expenditure on Development of Khadi Industry (1953-54)*

The All India Khadi and Village Industries Board was set up in accordance with the Ministry of Commerce and Industry resolution No. 45-Cot-Ind(50/52) dated the 14th January, 1953. The Board is responsible for preparing and organising programmes for the production and development of Khadi and Village Industries, training of personnel, manufacture and supply of equipment, supply of raw materials, marketing and research and study of the economic problems of different Village-Industries. It also functions as a clearing house of information and expenditure relating to these Industries.

2. The Industries which come within the purview of the Board are (i) Khadi (ii) Village Oil Industry (iii) Soap-making with a non-edible (neem) oils (iv) Gur and Khandsari (v) Palm Gur (vi) Leather Industry (vii) Paddy basking (viii) Woollen blanket making (ix) Cottage Match Industry (x) Hand-Made paper Industry (xi) Bee-keeping (xii) Village pottery (xiii) Fibre (xiv) Atta chakki.



3. During the year 1953-54 the following expenditure was incurred on grants and loans :

Industry	Grants	Loans
1. Khadi . . . . .	93,29,474	88,14,500
2. Village Industries . . . . .	8,15,299	5,59,385

11. *Fund for the development of Handloom and Khadi Industries.*—This is a new fund which has been constituted with a view to assist Khadi and other Handloom Industries and to encourage and develop research in the technique of production of Khadi and other handloom fabrics. It is fed by the additional excise duty at 3 pies per yard, levied under Section 3 of the Khadi and other Handloom Industries Development (Additional Excise Duty on cloth) Act 1953. The net proceeds of the additional excise duty, so collected, are credited to the Fund by debit to “43.—Industries and Supplies—Transfer to the Fund for the Development of Handloom and Khadi Industries”.

Loans and Grants have been advanced from the Fund to various State Governments and private bodies and the debits in respect thereof are initially adjusted under the head “Q.—Loans and Advances” and “43.—Industries and Supplies” respectively and thereafter transferred to the Fund by a deduct entry under the respective heads.

The following amounts have been booked under the fund during 1953-54.

	Rs.
Credit . . . . .	7,52,57,583
Debit . . . . .	3,59,23,600
Closing balance (Credit) . . . . .	3,93,33,983

12. *Sub-head I.—Lump provision for technical Co-operation Assistance and Point Four Programme.*—

Under the International Technical Co-operation Schemes, such as U. S. Point Four Programme and U. N. Technical Assistance Programme, foreign expert assistance is available, on demand, to the signatory countries for rendering necessary technical know-how or for carrying out surveys of specific projects or industries. Their salaries and passages are borne by the donor countries, while the recipient countries bear only their local cost i.e., cost of internal travel, board and lodging and secretarial assistance, etc.

During 1952-53 and 1953-54, India obtained the services of a few experts to carry out necessary surveys and to report on certain industries like Plastics, High Tension Insulators, Pulp and Paper, Glass, etc. to determine the course of action to be taken in future both by Government and private industries in their respective fields. The expenditure incurred on these experts during 1953-54 was Rs. 29,869, out of which, a sum of Rs. 4,500 was realised from private industries, who were the ultimate beneficiaries.

13. *Cotton Textile Fund.*—Notes on the Cotton Textile Fund appeared at pages 220 and 67-68 of the Appropriation Accounts (Civil) for 1950-51 and 1951-52 respectively

An account of the Fund for 1953-54 is given below :—

	Rs.
Opening balance on 1st April, 1953. . . . .	2,33,19,989
Credit during the year . . . . .	..
Debit during the year . . . . .	20,481
Closing balance on 31st March, 1954 (Credit) . . . . .	2,32,99,508



The expenditure during the year was mainly on establishment charges. In spite of the suggestion of audit the balance at the credit of the Fund has not so far been transferred to the Consolidated Fund of India on the lines of the Cotton Textile Equalisation Fund.

14. *Sub-head M.—Expenditure on Development of Handloom Industry.*

The Fund for the Development of Handloom and Khadi Industries was constituted by the Government with the object of rendering financial assistance to the State Governments for the development of Handloom and Khadi Industries. The fund is fed by the proceeds of an additional excise duty on mill made cloth. Moneys are advanced to State Governments out of the fund by way of loans and/or grants for execution of their various schemes, sanctioned by the Government of India on the recommendations of the All India Handloom Board, with the object of organising Handloom Industry on proper basis, providing continuous employment to persons employed in the Industry and assisting in the marketing of handloom fabrics.

During the year grants aggregating Rs. 1,47,14,839 were sanctioned by the Government and a sum of Rs. 1,39,27,800 was placed at the disposal of the State Governments for expenditure on the Development Schemes, with the stipulation that the unspent balance should be surrendered at the close of the year. The State Governments spent a sum of Rs. 11,77,655 in 1953-54 and out of the unspent balance of Rs. 1,27,50,145 surrendered a sum of Rs. 1,08,56,759. The balance was surrendered in the following year.

An expenditure of Rs. 33,82,170 was incurred out of the fund during the year. It included Rs. 30,70,541 paid as grants to State Governments, Rs. 84,750 to private parties and Rs. 2,26,879 as pay and allowances and contingencies of the Central Marketing Organisation.

15. *GROUP HEAD D.I.—IRON AND STEEL EQUALISATION FUND.—*The Iron and Steel Equalisation Fund was created from 1st February, 1943.

The object of the fund was to ensure that all serviceable steel of controlled Categories produced in India or imported under the Lease/Lend and not allocated to the specific users by the Master General of Ordinance, was available for war or essential civil purposes at fair prices.

Originally the idea was that a uniform selling price should be fixed for all steel sold by the Re-rollers, steel sold by the main producers to the Controlled stock-holders and all imported steel (Lease/Lend and C.P.O.). For this purpose Average Equalised prices were fixed with effect from 1st February, 1943. These prices being generally higher than the commercial prices of the main producers, for all sales to the controlled Stock-holders by the main producers, a surcharge was recovered for the Equalisation Fund. In respect of the Re-rollers, as the cost of production differed from one re-roller to another, the fund was debited or credited as the case may be, with the difference between the Average Equalised price and the price admissible to each re-roller on the basis of their agreed conversion cost. With effect from 1st July, 1944 statutory prices were fixed for all Controlled Categories of Steel and all Sales by the main producers, re-rollers and Controlled Stock-holders were to be effected at the Controlled rates. Adjustments with main producers and Re-rollers with the Equalisation Fund by debits and credits as the case may be, continued to be made on the basis of the war contract rates and the Commercial rates of the main producers and the conversion cost of the different Re-rollers. With effect from 1st April, 1946 the war contract rates of the main producers were abolished and adjustments continued to be made only on the basis of their commercial rates. From the same date adjustment with Re-rollers, whose products were confined to bars and rods only, ceased except for freight adjustments. From January, 1948 the scope of the fund was enlarged to allow for subsidy to imported steel with a view to such steel being sold at the Controlled rate and the rate of surcharge collected from the main producers was increased suitably. In September, 1952 the scope of the fund was further enlarged to provide for loans being granted to the main producers for their expansion and development programme. The statutory selling prices were accordingly increased from 22nd September, 1952 to allow for increased surcharge being collected from the main producers for the purpose. Two agreements have since been entered into with the Tata Iron and Steel Co. Ltd. and the Indian Iron and Steel Co. Ltd. which provide for the Grant of interest-free advances of Rs. 10 crores to each of these companies to be utilised for their expansion programme. From 14th November, 1953 surcharge of Pig Iron is being collected with a view to enabling the Pig Iron produced by the Mysore Iron and Steel Works being sold at a uniform price with the products of the other two main producers.



The receipts into and payments out of the fund are subject to cent percent audit. The accounts of the fund have been audited upto 31st March, 1954. The Statement of assets and liabilities as on 31st March, 1954 together with a statement of receipts and payments and a statement of estimated assets and liabilities is appended at Pages 18—23. The outstanding liabilities under the head "Import subsidy" which stand at more than Rs. 6 crores largely represent adjustments with main producers, consequent on increase in their retention prices granted with retrospective effect on the basis of the recommendations of the Indian Tariff Commission.

The net balance available to meet future claims including cost of control and contingencies after providing for the expected receipts and payments for the period upto 31st March, 1954 has been shown at Rs. 13.47 crores.

16. *Infructuous Expenditure.* A Textile Mill in a State having requisitioned the services of a Central Government Officer, he was relieved on the 29th September, 1953. As instructed, he reported to the State Government on 1-10-1953 but could not join the Mill pending finalisation of the terms and conditions of the deputation which reached the State Government on 25-11-1953. On the 16th December, 1953, they reported the unwillingness of the Mill to accept the proposed terms, whereupon the officer was recalled on 24-12-1953 and he joined his original post on 28-12-1953.

All the time, the officer was treated as on tour and the entire expenditure of Rs. 3,002 on his pay and allowances for this period could have been avoided, had the terms and conditions of deputation been settled before he was relieved. It has been stated that this could not be done in view of the urgency on the part of the Mill.

17. The Stores Account of the All India Khadi & village Industries Board could not be furnished by the Departmental authorities in time.



IRON AND STEEL CONTROL,  
EQUALISATION

(i) Statement of Assets and

LIABILITIES

1	2	3
<b>Equalisation Fund—</b>		Rs.
Controlled Stock-holders (Revaluation)	1,30,75,391	Rs.
Controlled Stock-holders (Bihar Sales Tax)	19,70,887	..
Steel Import Subsidy	6,03,99,702	..
Loan Surcharge	1,68,42,175	..
Pig Iron Surcharge	1,79,042	..
General	2,54,61,294	11,79,28,491
<b>Deposit—</b>		
Un-allocated Receipts	10,27,128	10,27,128
<b>Suspense—</b>		
Creditable to Equalisation Fund on realisation	6,87,95,330	6,87,95,330
<b>Sundry Creditors—</b>		
Controlled Stock-holder (Revaluation)	9	..
Controlled Stock-holders (Bihar Sales Tax)	2,626	..
Re-rollers	1,90,492	..
Fabricators	29	..
Customers	57,270	..
Sundry Parties on account of miscellaneous adjustment	4	2,50,430
Total		18,80,01,379

Calcutta ;

The 21st July, 1954.

The account records maintained by the Price and Accounts officers Balance Sheet, found correct.

Calcutta ;

The 12th August, 1954.



CALCUTTA  
FUND

Liabilities as on 31st March, 1954.

ASSETS		
4	5	6
	Rs.	Rs.
<i>Sundry Debtors—</i>		
<b>Main Producers</b>		
Controlled Stock-holders (Revaluation)	6,70,03,300	..
Controlled Stock-holders (Bihar Sales Tax)	4,81,268	..
Sundry Parties on account of Steel Import Subsidy	8,263	..
Re-rollers	16,512	..
Scrap dealers	15,33,234	..
Stockists on account of transfer of surplus materials	225	..
Sundry parties on account of miscellaneous adjustment	2,615	..
	343	6,90,45,760
<b>CASH AND BANK BALANCES</b>		
With Reserve Bank of India, Calcutta as per pass Book.	11,90,25,667	
Add.—Cheques paid in but not credited during the period	1,28,266	..
	11,91,53,933	..
<i>Deduct—</i> Uncashed cheques	1,98,314	
		11,89,55,619
<b>Total</b>		18,80,01,379

S. K. SEN,

Price and Accounts Officer,  
Iron and Steel Control, Calcutta,

and Steel Control, have been checked and the figures shown in the above

H. N. BANERJEE,  
Deputy Accountant General,  
Industries and Supplies,  
Calcutta.



## (ii) Statement of Payments into and out of the Fund for the period upto March, 1954.

Particulars of Transactions	Receipts	Payments
	Rs.	Rs.
<b>1. Main Producers :—</b>		
(a) Import Subsidy Account . . . . .	17,20,93,569	11,16,93,867
(b) Loan Surcharge Account . . . . .	1,68,42,175	..
(c) Pig Iron Surcharge Account . . . . .	1,79,042	..
(d) Surcharge ' Account other than (a), (b) and (c) above. . . . .	5,27,83,661	2,50,93,934
(e) Adjustment with Defence De- partment . . . . .	2,51,93,249	2,51,93,249
2. Revaluation of Stocks with Controlled Stockholders. . . . .	2,53,56,654	1,22,81,263
3. Adjustment with Controlled Stockhol- ders for Bihar Sales Tax . . . . .	24,72,767	5,01,880
4. Adjustment with Re-rollers for Good and Usable Defectives . . . . .	5,14,45,683	5,04,92,186
5. Adjustment of Freight on Scrap . . . . .	5,85,739	1,32,512
6. Freight Adjustments on Billets under Military Credit and Railway Material Concessions Rate . . . . .	3,008	93,684
7. Surcharge on Imported Steel (Lease Lend and Central Provision Office Steel). . . . .	26,73,311	1,54,125
8. Adjustments on Fabricators Surplus materials transferred to Controlled Stockholders. . . . .	13,21,953	12,57,287
<b>9. Miscellaneous :—</b>		
(i) Refund to Customers . . . . .	..	9,499
(ii) Indian Central Cotton Committee— Fees for Distribution of Cotton Baling Hoops . . . . .	..	28,115
(iii) D.G.M.P. charged off stores freight adjustments. . . . .	1,41,580	1,41,580
(iv) Haulage Charges. . . . .	..	52,619
(v) Adjustments with State Railways in respect of Despatches of Rails and Fishplates to them :		
(a) Surcharge . . . . .	36,655	8,39,911
(b) Freight . . . . .	8,470	12,64,821



(vi) Military credit Notes issued by Re-rollers for despatches in wagon loads to Consignees of Defence De- partment. . . . .	..	76,721
(vii) Cost of Prize and Accounts Division	..	37,05,849
(viii) Unclaimed Amount transferred to General Revenue . . . . .	..	1,95,923
(ix) Unallocated Receipts . . . . .	10,27,128	..

*Cash and Bank Balances.*

At Credit of Equalisation Fund on 31st March, 1954	11,79,28,491		
Deposit	10,27,128	..	11,89,55,619
	Total		
		35,21,64,644	35,21,64,644

S. K. SEN,

*Price and Accounts Officer,  
Iron and Steel Control,  
Calcutta.*

*Calcutta ;  
The 31st July, 1954.*



(iii) *Review of the Working Result of the Equalisation Fund.*

The amount of credit of the Fund as on 31st March, 1954 was Rs. 11,79,28,491. This excludes Rs. 10,27,128 kept in Deposit Account which will be finally credited to the Fund after proper allocation. The net balance available to meet future claims including cost of control and contingencies after providing for all expected receipts and payments for the period upto 31st March, 1954 works out as under:—

	Import Subsidy	Loan Surcharge	Pig Iron	Controlled Stock (Revalua- tion)	Bihar Sales Tax	General	Total
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Balance at credit as on 31st March, 1954 . . . . .	6,03,99,700	1,68,42,180	1,79,040	1,30,75,390	19,70,890	2,54,61,290	11,79,28,490
<i>Add</i>							
(i) Amount billed for but not listed upto 31st March, 1954 . . . . .	3,06,08,940	2,82,02,250	..	4,81,270	8,260	97,45,040	6,90,45,760
(ii) Estimated amount out- standing upto 31st March, 1954 but not billed for	1,71,70,030	1,44,79,590	12,09,540	13,91,690	9,000	1,51,37,650	4,93,97,500
	<u>4,77,78,970</u>	<u>4,26,81,840</u>	<u>12,09,540</u>	<u>18,72,960</u>	<u>17,260</u>	<u>2,48,82,690</u>	<u>11,84,43,260</u>
	10,81,78,670	5,95,24,020	13,88,580	1,49,48,350	19,88,150	5,03,43,980	23,63,71,750



*Deduct—*

(i) Outstanding liabilities for which credit notes have been issued upto 31st March, 1954.	..	..	..	10	2,630	2,47,790	2,50,430
(ii) Estimated amount of outstanding liabilities for which credit notes have not been issued upto 31st March, 1954.	8,28,12,320	..	..	19,340	7,000	1,84,84,720	10,13,23,380
	8,28,12,320	..	..	19,350	9,630	1,87,32,510	10,15,73,810
Net balance available to meet future claims including cost of control and contingencies	2,53,66,350	5,95,24,020	13,88,580	1,49,29,000	19,78,520	3,16,11,470	13,47,97,940

*Note.*—The figures in this review are rounded to multiples of Rs. 10 for purposes of simplification. This accounts for the discrepancy of Re. 1 in respect of the balance as on 31st March, 1954 as shown in this review and the statement of payments into and out of the Fund.

*Calcutta;*

S. K. SEN,

*The 31st July, 1954.*

*Price and Accounts Officer, Iron and Steel Control, Calcutta.*



## GRANT No. 3.—COMMERCIAL INTELLIGENCE AND STATISTICS

(All Voted)

Major head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
<b>MAJOR HEAD "47.—MISCELLANEOUS DEPARTMENTS"</b>			
<b>A.—Directorate :</b>			
A. 1.—Pay of Officers			
O. 94,200	1,00,500	1,00,501	+1
R. 6,300			
A. 2.—Pay of Establishmen			
O. 5,29,700	5,08,400	5,07,745	—655
R. —21,300			
A. 3.—Allowances, Honoraria, etc.			
O. 4,40,100	4,41,000	4,41,087	+87
R. 900			
A. 4.—Payments and Subsidies to Railways, Steamship Companies and State Governments for Inland and Land Frontier Trade Registration			
	3,00,000	1,58,713	—1,41,287
<i>Col. 4.—Mainly, non-receipt of Railway bills.</i>			
A. 5.—Other Charges			
O. 45,000	42,700	38,602	—4,098
R. —2,300			
<i>Col. 4.—Non-adjustment of book debits.</i>			
<b>B.—Trade Commissioner :</b>			
B. 1.—Pay of Officers			
O. 3,47,500	2,89,900	2,83,959	—5,941
R. —57,600			
B. 2.—Pay of Establishments			
O. 6,23,600	6,23,700	6,23,182	—518
R. 100			



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
B.3.—Allowances, Honoraria, etc.			
O. 10,28,700	10,38,100	10,46,885	+8,785
R. 9,400			
B.4.—Other Charges			
O. 7,39,000	7,89,300	7,93,251	+3,951
R. 50,300			
C.—Economic Adviser to the Government of India:			
C.1.—Pay of Officers			
O. 95,200	83,200	82,087	—1,113
R. —12,000			
C. 2.—PAY OF ESTABLISHMENTS			
O. 1,26,900	1,04,300	1,05,102	+802
R. —22,600			
C.3.—Allowances, Honoraria, etc.			
O. 83,900	73,200	73,156	—44
R. —10,700			
C. 4.—Other Charges			
O. 15,200	19,700	18,046	—1,654
R. 4,500			
Col. 4.—Non-receipt of debits for liveries.			
E.—Charges in England :			
E.1.—Other charges			
O. 1,000	3,000	3,177	+177
R. 2,000			
E. 2.—Commerce Department, London :			
E. 2(1)—Salaries			
O. 5,96,000	6,88,000	6,57,427	—30,573
R. 92,000			
Col. 4.—Mainly, non-receipt of sanction for pay increase.			
E.2(2)—Contingencies			
O. 1,60,000	1,21,000	1,10,555	—10,445
R. —39,000			
Col. 4.—Non-receipt of debits; offset by unforeseen increase in contingent expenditure.			
TOTAL	52,26,000	50,43,475	—1,82,525



## NOTES.

1. The final saving of Rs. 1,82,525 is mainly under sub-heads A. 4 and B.1.
2. The following recoveries have been adjusted in the accounts as reduction of expenditure :—

	Estimated Recoveries	Actual Recoveries	Excess + Saving—
	Rs.	Rs.	Rs.
Indian Central Cotton Committee . . . . .	—4,000	—4,000	..



GRANT No. 4.—MISCELLANEOUS DEPARTMENTS AND EXPENDITURE  
UNDER THE MINISTRY OF COMMERCE AND INDUSTRY

(All Voted)

Major Head and Sub-head	Final Grant	Actual Expenditure	Excess+ Saving—
I	2	3	4
	Rs.	Rs.	Rs.
<b>MAJOR HEAD "47" MISCELLANEOUS DEPARTMENTS</b>			
<b>A.—Controller of Patents and Designs :</b>			
A.1.—Pay of Officers			
O.       76,100	} 81,280	78,667	-2,613
R.       5,180			
A.2.—Pay of Establishments			
O.       1,53,800	} 1,48,030	1,50,918	+2,888
R.       —5,770			
<i>Col. 4.—Double re-appropriation.</i>			
A. 3.—Allowances, Honoraria, etc.			
O.       1,53,300	} 1,46,720	1,49,991	+3,271
R.       —6,580			
<i>Col. 4.—See A. 2.</i>			
A.4.—Other Charges			
O.       68,800	} 80,770	76,994	-3,776
R.       11,970			
<b>B.—Registrar of Trade Marks :</b>			
B.1.—Pay of Officers			
O.       1,77,000	} 1,91,800	1,91,202	[-598
R.       14,800			
B. 2.—Pay of Establishments			
O.       2,89,300	} 2,82,300	2,82,404	[+ 104
R.       —7,000			
B.3.—Allowances, Honoraria, etc.			
O.       2,81,300	} 2,81,200	2,81,812	+612
R.       —100			
B.4.—Other Charges			
O.       42,400	} 40,700	36,841	[-3,859
R.       —1,700			

*Col. 4.—Mainly, in Bombay, non supply of loose leaf binders by the Stationery Office (Rs. 1,500), non-adjustment of book debits (Rs. 841) and economy (Rs. 1,306).*



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
C.—Miscellaneous			
O.           6,000	5,800	5,570	—230
R.           —200			
TOTAL—MAJOR HEAD “ 47”	12,58,600	12,54,399	—4,201
MAJOR HEAD “ 57 MISCELLANEOUS”			
D.—Special Commission of Enquiry :			
D.1.—Tariff Commission:			
D.1(1).—Pay of Officers			
O.           2,61,700	2,19,500	2,19,536	+36
R.           —42,200			
D.1(2).—Pay of Establishments			
O.           1,66,200	1,63,400	1,63,135	—265
R.           —2,800			
D.1(3).—Allowances, Honoraria, etc.			
O.           1,99,000	1,80,100	1,80,193	+93
R.           —18,900			
D.1(4).—Other Charges			
O.           65,100	1,34,500	1,34,325	—175
R.           69,400			
D.1(5).—Lump Provision for payments of fees to Experts, etc.			
O.           25,000	17,100	17,128	+28
R.           —7,900			
D.2.—Forward Markets Commission :			
D.2(1).—Pay of Officers			
O.           1,17,200	24,400	23,804	—596
R.           —92,800			
D. 2(2).—Pay of Establishments			
O.           38,500	10,400	10,384	—16
R.           —28,100			
D. 2(3).—Allowances, Honoraria, etc.			
O.           37,800	14,800	14,693	—107
R.           —23,000			



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
1	2	3	4
	Rs.	Rs.	Rs.
D.2(4).—Other Charges			
O.       16,500	22,300	21,827	—473
R.       5,800			
D.3.—Jute Enquiry Commission :			
D. 3(1).—Pay of Officers			
R.       5,800	5,800	5,888	+88
D.3(2).—Pay of Establishments			
R.       7,500	7,500	6,495	—1,005
Col. 4.—Non-payment of difference of pay for working as superintendent.			
D.3(3).—Allowances, Honoraria, etc.			
R.       17,600	17,600	17,694	+94
D.3(4).—Other Charges			
R.       12,500	12,500	915	—11,585
Col. 4.—Report of the commission not printed.			
D. 4.—Trade Marks Enquiry Committee :			
D. 4(1).—Pay of Officers			
R.       5,000	5,000	4,960	—40
D.4(2).—Pay of Establishments			
R.       100	100	71	—29
D.4(3).—Allowances, Honoraria, etc.			
R.       5,500	5,500	5,200	—300
D.4(4).—Other Charges			
R.       600	600	631	+31
D.5.—Pharmaceutical Enquiry Committee:			
D. 5(1).—Pay of Officers.			
R.       24,100	24,100	24,091	—9
D.5(2).—Pay of Establishments			
R.       12,500	12,500	12,394	—106
D.5(3).—Allowances, Honoraria, etc.			
R.       60,400	60,400	41,404	—18,996
Col. 4.—Non-payment of certain travelling allowance bills.			



Major Head and Sub-Head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
D.5(4).—Other Charges			
R. 1,000	1,000	1,375	+375
D.7.—Industrial Capacity Committee :			
D.7(1).—Pay of Officers.			
R. 3,000	3,000	..	—3,000
<i>Col. 4.</i> —Delay in payment due to change of head-quarters.			
D.7(3).—Allowances, Honoraria, etc.			
R. 7,800	7,800	7,237	—563
D.8.—Textile Enquiry Committee :			
D. 8(1).—Pay of Officers.			
R. 37,600	37,600	29,757	—7,843
<i>Col. 4.</i> —Non-surrender of saving through a misunderstanding.			
D.8(2).—Pay of Establishments			
R. 42,200	42,200	42,554	+354
D.8(3).—Allowances, Honoraria etc.			
R. 89,300	89,300	87,290	—2,010
D.8(4).—Other Charges			
R. 9,000	9,000	9,121	+121
E.—Contribution			
O. 48,000 } R. 1,800 }	49,800	49,792	—8
F.—Miscellaneous and unforeseen Charges :			
F. 1.—Other Items			
O. 17,36,000 } R. —9,70,300 }	7,65,700	7,54,998	—10,702
G.—Charges In England :			
MAJOR HEAD “47”			
G.1.—Other Charges	..	463	+463
G. 2.—Contribution to Working Expenses of the contracting Parties to the General agreement on Tariff and Trade.			
O. 58,000 } R. —800 }	57,200	57,218	+18



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
1	2	3	4
	Rs.	Rs.	Rs.
G. 3.—International Tin Study Group			
O.           8,000	7,000	6,978	—22
R.       —1,000			
G.4.—Other Charges		280	+280
<b>TOTAL—Major Head “57”—Miscellaneous.</b>	<b>20,07,700</b>	<b>19,51,368</b>	<b>—56,332</b>
Surrenders or withdrawals within Grant			
R.   7,58,700	7,58,700	..	—7,58,700
<b>TOTAL</b>	<b>40,25,000</b>	<b>32,06,230</b>	<b>—8,18,770</b>

## Notes.

1. Out of the final saving of Rs. 8,18,770, a sum of Rs. 7,58,700 was surrendered to Government.

2. The re-appropriations under sub-heads A.1, A. 2. and D.3(4) proved excessive and that under D. 7(1) was unnecessary.

3. The receipts on account of fees for Deposits and Registration of Trade Marks realised during the year amounted to Rs. 4,78,990 against which the total expenditure under sub-heads B1 to B4 was Rs. 7,92,259.

4. The receipts on account of patent fees realised during the year amounted to Rs. 7,25,291 against which the total expenditure under sub-heads A.1. to A. 4 was Rs. 4,56,570.

5. The following table shows the consolidated charges for 1953-54 relating to each commission and committee :

Tariff Commission (Group-head D.1)	7,14,317
Forward Market Commission (Group-head D.2)	70,708
Jute Enquiry Committee (Group-head D.3.)	30,992
Trade Marks Enquiry Committee (Group-head D.4)	10,862
Pharmaceutical Enquiry Committee (Group-head D.5)	79,264
Industrial Capacity Committee (Group-head D.7)	7,237
Textile Enquiry Committee (Group-head D.8)	1,68,722



GRANT No. 110.—CAPITAL OUTLAY OF THE MINISTRY OF  
COMMERCE AND INDUSTRY

(All Voted)

Major head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
MAJOR HEAD " 72.—CAPITAL OUTLAY ON INDUSTRIAL DEVELOPMENT."			
B.—Purchase of Shares in the Capital of the Machinery Manufacturing Corporation			
O.           1,000	..	..	..
R.         -1,000			
C.—Investment in Government Commercial Undertakings :			
C.1.—Diesel Engine Factory			
R.           700	700	..	-700
<i>Col. 4.—Provision based on inadequate data.</i>			
MAJOR HEAD "87.—CAPITAL OUTLAY ON SCHEMES OF GOVERNMENT TRADING "			
D.—Scheme for the Purchase and Distribution of Cloth :			
D. 1.—Standard Cloth :			
D.1(1).—Suspense :			
D.1(1) (1).—Debit			
O.         15,00,000	..	..	..
R.         -15,00,000			
D. 2.—Imported Cloth :			
D. 2(1).—Raw Silk imported from Japan			
O.         5,000	700	725	+25
R.         -4,300			
E.—Purchase of Paper			
O.           25,000	6,100	6,395	+295
R.         -18,900			



Major Head and Sub-head	Final Grant	Actual Expenditure	Excess + Saving—
I	2	3	4
	Rs.	Rs.	Rs.
F.—Cost of Consumer's Goods imported on Government Account :			
F.I.—Gross Expenditure			
O.       2,000	21,400	162	—21,238
R.       19,400			
<i>Col. 4.—Mainly, non-receipt of debits for payments made in Tokyo.</i>			
G.—Import of Steel :			
G.I.—Gross Expenditure :			
G.I.(1)—Expenditure in India			
O.       3,12,000	13,19,000	12,66,820	—52,180
R.       10,07,000			
<i>Col. 4.—Non-receipt of debits for customs duty.</i>			
G.I(2)—Expenditure in Other Countries			
O.       20,53,000	10,26,000	5,34,216	—4,91,784
R.       —10,27,000			
<i>Col. 4.—Mainly, excessive provision not regularised in the absence of reconciliation of the departmental figures with those of accounts (Rs. 1,06,000) and late receipt of debits (Rs. 3,86,000).</i>			
H—Purchase and Sale of Cotton with a view to maintaining floor Prices			
O.       1,00,00,000	1,21,600	18,525	—1,03,075
R.       —98,78,400			
<i>Col. 4.—Less expenditure on storage and insurance charges (Rs. 2,675) and erroneous provision under this head for the loss on purchase and sale of cotton (Rs.1,00,400).</i>			
I—Material and Equipment under the T.C.A. Programme :			
I. I.—Import of Iron and Steel			
O.       4,83,91,000	5,97,93,500	6,01,94,332	+4,00,832
R.       1,14,02,500			
Total	6,22,89,000	6,20,21,175	—2,67,825



## NOTES.

1. The final saving of Rs. 2,67,825 is the net result of savings and excesses under the various sub-heads.

2. The re-appropriation under sub-head F. 1. was in the wrong direction and that under sub-head C.1. was unnecessary.

3. *Sub-Head H.*—This sub-head provides an instance of defective budgeting.

4. The recoveries shown below were adjusted in the accounts as reduction of expenditure :—

	Estimated Recoveries	Actual Recoveries	Excess + Saving—
	Rs.	Rs.	Rs.
<b>Scheme for the Purchase and Distribution of Cloth:</b>			
Raw Silk imported from Japan . . . . .	—9,79,000	—3,14,530	+6,64,470
Supply of cloth yarn to Pakistan . . . . .	..	—2,732	—2,732
Purchase of Paper . . . . .	—60,000	—40,577	+19,423
Cost of Consumer's Goods imported on Government Account . . . . .	—5,000	—1,112	+3,888
Import of Steel . . . . .	—23,65,000	—24,92,446	—1,27,446
<b>Purchase and sale of cotton with a view to maintaining floor prices :</b>			
Sale proceeds of Cotton . . . . .	—1,00,00,000	..	+1,00,00,000
Material and Equipment under the T.C.A. Programme			
Import of Iron and Steel—Sale Proceeds	—2,78,64,000	—1,88,13,069	+90,50,931
Loss to be met from Special Development Fund	—2,05,27,000	..	+2,05,27,000
<b>TOTAL</b> . . . . .	<b>—6,18,00,000</b>	<b>—2,16,64,466</b>	<b>+4,01,35,534</b>

5. *Losses, writes off, etc.*—A sum of Rs. 22,027 being the value of steel short-landed, was written off as irrecoverable by the Competent authority.



6. *Sub-head I. 1.*—The Operational Agreement under the Technical Co-operation Programme entered between the U.S.A. Government and Govt. of India on 29-5-1952 together with Supplementary agreement of 26-11-1952 provides for acquisition and distribution of steel required for making agricultural implements, etc., with the object of bringing about immediate increase in food and agricultural production. Two agreements provide for the allocation of 16,885,000 dollars (Rs. 8,04,04,681) by the U.S.A. Government for supply from outside India of 1,10,000 tons of steel and iron with India's liability being limited to Rs. 44,36,470 representing customs duty and handling and clearing charges at Indian Ports. The steel on import is distributed by the Iron and Steel Controller under the provisions of Iron and Steel (Control of Production and Distribution) Order, 1941, at Indian controlled prices and the sale proceeds are earmarked for projects of economic development mutually agreed by the two Governments. The actual assistance received during the year 1953-54 amounted to Rs. 5,66,67,712 being the cost and freight value etc. of 1,09,970 tons of steel imported during the year.

The aid received under the agreement and the contribution made by the Govt of India are credited to a fund the *pro forma* account of which is at page 36.



Pro forma Account of the "Fund from Assistance under the T. C. A. Programme" for the Year 1953-54 (Operational Agreement No. 2. Import of Iron and Steel)

Receipt			Payment		
S. No.	Details	Amount	S. No.	Details	Amount
		Rs.			Rs.
1.	Opening balance . . . . .	..	1.	Amonuts disbursed to various Govts. during the year . . . . .	..
2.	Amounts credited in the shape of materials, equipment, etc. . . . .	5,66,67,712	(i)	Grants-in-aid, etc. . . . .	..
3.	Loans repaid during the year . . . . .	..	(ii)	Loans . . . . .	..
4.	Amounts transferred from other funds, etc. . . . .	..	2.	Losses, etc., incurred on the disposal of the materials and equipment . . . . .	16,01,682(A)
			3.	Closing balance . . . . .	5,50,66,030
	GRAND TOTAL . . . . .	<u>5,66,67,712</u>		GRAND TOTAL . . . . .	<u>5,66,67,712</u>

(A) Adjustment of loss is made when recovery in respect of a particular Disposal order is completed.

Note.—The expenditure figure of Rs. 6,01,94,332 shown in the Appropriation Accounts for the year 1953-54 includes an amount of Rs. 35,26,620 on account of incidental charges incurred during the year 1953-54 which is not reflected in the *pro forma* Account.



7. *Sub-head G.—Import of Steel*—With a view to overcome the acute shortage of steel prevailing in India during the last war, Government decided to import a large quantity of steel from abroad for distribution to the quota-holders. From 1st April, 1949 all transactions relating to the scheme for import are being operated through the Sub-Major Head 'Import of Steel' under the Capital Major Head '87'. The cost of stores purchased through the agency of Director General, I. S. D., London and I.S.M. Washington is debited to the above mentioned Head of Account. Inland charges, such as, customs duty, part dues, etc. are also debited to this Head of Account. The difference between the landed cost and the recoverable value is met from the Iron and Steel Equalisation Fund as import subsidy.

A statement of accounts (Head '87-Import of Steel') for the year 1953-54 is at page 38, wherefrom it would be seen that it discloses a credit balance of Rs. 57,67,256. Though the scheme was meant to be run on a no-profit no-loss basis, the credit balance is due to the fact that certain overseas debits have yet to be adjusted and the accounts have yet to be finally drawn up.

New Delhi ;  
Dated the 3rd December, 1956.

C. S. VENUGOPAL RAO,  
*Deputy Accountant General,  
Production Commerce & Industry.*



**Government Trading Scheme—'Import of Steel'  
Annual Accounts for the year 1953-54.**

Opening Balance on 1st April, 1953 (Credit) Rs. 50,75,846

*Debits during the year (1953-54) :—*

(1) Cost of Steel	Rs. 5,34,217
(2) Interest on capital	..
(3) Overhead charges	..
(4) Inland Charges	Rs. 12,66,820
	<u>Rs. 18,01,037</u>

*Credits during the year (1953-54) :—*

(1) Recoveries from the quota holders and others	Rs. 24,92,447
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Amount met from Iron & Steel Equalisation Fund	..
	<u>Rs. 24,92,447</u>

Closing Balance on 31st March, 1954 (credit) Rs. 57,67,256

N.B. (i) As no Block Capital has been invested, the question of interest on capital does not seem to arise.

(ii) With the abolition of the Iron & Steel Transit Depots with effect from 30th November, 1950 no over-head charges can be directly attributed to the scheme.

(iii) As it is not possible to segregate the recoveries made from the quota-holders from those made from other consignees, total sale proceeds have been indicated at item (1) under "Credits".

NEW DELHI;  
Dated the 3rd December, 1956

C. S. VENUGOPAL RAO,  
Deputy Accountant General,  
Production Commerce & Industry, New Delhi.