

21

HARYANA VIDHAN SABHA

**COMMITTEE**

ON

**PUBLIC UNDERTAKINGS**

**(1985-86)**

(SIXTH VIDHAN SABHA)

**TWENTYFIRST REPORT**

ON THE

**GENERAL WORKING OF**

**HARYANA BACKWARD CLASSES KALYAN NIGAM  
LIMITED**



Presented to the House on 28<sup>th</sup> February 1986

**HARYANA VIDHAN SABHA SECRETARIAT  
CHANDIGARH**

*FEBRUARY, 1986*

## TABLE OF CONTENTS

	Page(s)
Composition of the Committee on Public Undertakings	(iii)
Introduction	(v)
Report	1—15
Annexures	16—17

(iii)

COMPOSITION

OF

THE COMMITTEE ON PUBLIC UNDERTAKINGS

(1985 86)

CHAIRMAN

- 1 Shri Phool Chand Mullana

MEMBERS

- 2 Smt Basanti Devi
- 3 Shri Bhalle Ram
- 4 Shri Hira Nand Arya
- 5 Shri Hanuman Singh
- 6 Shri Kanwal Singh
- 7 Shri Nihal Singh
- \*8 Shri Om Parkash Mahajan
- 9 Shri Sube Singh Punia
- \*\*10 Shri Om Parkash Sharma

SECRETARIAT

- 1 Shri G L Batra Secretary
- 2 Shri Surinder Kumar, Deputy Secretary

---

\*Shri Om Parkash Mahajan, M L A resigned from the Membership of the Committee *w e f* 8th June 1985

\*\*Shri Om Parkash Sharma, M L A, was elected as a member of the Committee *w e f* 28th September 1985

---

**INTRODUCTION**

I the Chairman of the Committee on Public Undertakings, having been authorised by the Committee in this behalf present this Twentyfirst Report on the general working of the Haryana Backward Classes Kalyan Nigam Limited

2 During oral evidence the Committee examined the representatives of the Department/Board concerned. A brief record of the proceedings of each meeting of the Committee during the year 1985 86 has been kept in the Haryana Vidhan Sabha Secretariat

3 The Committee place on record their appreciation of the valuable assistance given to them by the Accountant General Haryana and his staff and are thankful to the Secretary to Government Haryana Finance Department including his representatives and the representatives of the Department/Nigam who appeared before them from time to time. The Committee are also thankful to the Secretary Deputy Secretary and the Staff of the Haryana Vidhan Sabha Secretariat for the whole hearted co operation and unstinted assistance given in preparing this report

Chandigarh  
the 12th February, 1986

PHOOL CHAND MULLANA  
CHAIRMAN

## REPORT

### HARYANA BACKWARD CLASSES KALYAN NIGAM, LTD

#### 1 Introductory

Haryana Backward Classes Kalyan Nigam Ltd was set up by the Haryana Govt in December 1980 under the Companies Act 1956 to undertake the task of socio economic and educational uplift of the members of the Backward Classes in the State. The Chairman and the Managing Director of this Nigam were appointed in December 1980 and January 1981 respectively. The authorised capital of this Nigam was Rs 2 crores which was subsequently increased to Rs 4 crores during 1982-83. This Nigam actually started functioning in February 1981 when the Board of Directors of this Nigam approved various direct loan schemes. No rules and regulations have been framed so far by this Nigam of its own and all Govt rules are being followed by this Nigam as adopted by the Board of Directors of this Nigam.

This Nigam is a social organisation which caters to the minimum needs of the members of the Backward Classes by advancing loans. The loans are given to the members of Backward Classes on a very nominal rate of interest to generate their income. Keeping in view the paucity of funds, no other economical viable project has been started so far.

The paid up capital of Nigam is Rs 2 crore 20 lakhs. The Nigam has given financial assistance to 13,517 persons so far. The rate of interest charged on 25 percent margin money ranges between 6 to 12 percent.

For the benefit of backward classes various schemes have been started by the Nigam. The publicity of such schemes formulated by this Nigam is made through the Director Public Relations Haryana. The total expenditure incurred on publicity was Rs 75,000 upto the period ending 31st March 1984.

From the year 1985-86 a new scheme of imparting training has been started. Under this Scheme training will be given to beneficiaries in their respective traditional trades. 20 to 25 percent women, particularly the widows and disabled women are to be covered under this scheme.

The Committee desire that the details of implementation of the scheme and the achievements made thereunder be intimated to the Committee by the Nigam.

#### 2 Functions of the Nigam

The Main objects to be pursued by this Nigam are as under

- (i) To undertake the task of socio economic and educational

uplift of the members of the Backward Classes in the State

- (ii) To advance loans to such members of the Backward Classes who want to start the profession of Doctors Engineers Lawyers etc
- (iii) To advance loans in cash or in kind stand guarantee or surety to assist in getting on hire purchases or other wise easy terms to the members of the Backward Classes
- (iv) To promote and undertake on its own or in collaboration with or through such Backward Classes Organisations etc the projects of agricultural development and operations connected therewith
- (v) To plan promote under take on its own or in collaboration with or through such Backward Classes organisations for arranging/imparting latest techniques in design/instruments for village and cottage industries run by these Classes
- (vi) To undertake the construction of housing colonies which may be sold to the members of the Community on hire purchase basis
- (vii) To carry on the business of export of commodities produced by the Corporation through the approved Channels of Govt of India and the State

This Nigam is concentrating primarily on advancing Loans to the members of the Backward Classes to develop their socio economic conditions keeping in view the availability of funds made available by the State Govt. In the first year of the operation of this Nigam the State Government allowed this Nigam to advance direct loans to the members of the 'Backward Classes in order to create an immediate impact on the members of the Backward Classes. This Nigam again approached the State Govt, to allow direct loaning under direct loan scheme. During the first year of its operation the State Govt had also issued directive to this Nigam to advance loans to Vimukt and Tapiwas Jaties to the tune of Rs 7 00 lacs

During the course of oral examination on 14th October 1985 representative of the Nigam stated that the first objective namely, to undertake the task of socio economic and educational uplift of the members of the backward classes in the State had been achieved and to achieve the other objectives the Nigam had given financial assistance for various schemes and trades. It was added that for providing financial assistance different criteria had been fixed for different trades and that an amount upto a maximum of Rs 10 000 could be given for setting up the profession like doctors and Chartered Accountants while for setting up professions like black smith Carpenter Tailor etc an amount of Rs 6 000 was being given. In certain cases it was added loan was also given in kind

In reply to a question of the Committee whether high income group persons and tax payers were also deriving benefits of various schemes of the Nigam, it was stated that a study of the figures would reveal that 35 percent benefit were being taken by such higher class people and the needy people stood deprived of the actual benefits

The Committee observe that though technically all persons belonging to backward classes are eligible to get benefit of various schemes of the Nigam, the real objective for which this Nigam exists would be fulfilled only if needy persons, belonging to poorer sections, are given preference. Such persons should be properly educated, motivated and guided in regard to various schemes so that they are not deprived of the actual benefits simply because they do not know how to get such benefits

### 3 Organisational set up

The organisational set up of the Nigam is as under —

#### 1 At Headquarter

Chairman (In fixed Pay of Rs 1000+House Rent@ Rs 500 PM)

Managing Director Senior Scale of IAS Officer

Company Secretary Pay Scale Rs 1500—2000+Usual Allowances

Administrative Officer	Pay Scale Rs 800—1600—Usual Allowances	Accounts Officer	Pay Scale Rs 800—1600+Usual Allowances
------------------------	--	------------------	--

Superintendent	Pay Scale 1000—1500+Usual Allowances	Section Officer	Pay Scale Rs 700—1250+ Rs 50/ Spl pay
----------------	--------------------------------------	-----------------	---------------------------------------

Purchase & Management Branch	Estt Branch	Loan Branch	Accounts Branch
1	2	3	4
1 Assistant—2	Assistant—I	Assistant—3	Accountant—3 Assistant I (525—1050)
2 Clerk—I	Clerk—I P A —2 Peon—7 Chowkidar—I Driver—3 Daftri—I Gesteln r Operator—I	Clerk—2 (700 1250)+75 S P (300 430) (300 430) (420 700) (350 500) (400 660)	Clerk—I (400—660)

## 2 At District Level

1	District Manager—12	Pay Scale Rs 800—1600+ Usual Allowances
2	Field Supervisor—12	Pay Scale Rs 525—1050+ Usual Allowances
3	Clerk—12	Pay Scale Rs 400—660+ Usual Allowances
4	Peon—12	Pay Scale Rs 300—430+ Usual Allowances
5	Sweeper cum Chowkidar—12	Pay Scale Rs 300—430+ Usual Allowances

The Chairman is appointed by the State Govt on a fixed honorarium of Rs 1000/ p.m plus actual reimbursement of house rent. The Managing Director of this Nigam is also appointed by the State Govt from the cadre of IAS. He is appointed on deputation from the State Services and the terms and conditions of his appointment are same as are applicable to the other Officers of the cadre of IAS.

The method of recruitment followed by this Nigam for the appointment of various officers/officials of this Nigam is as under —

- (i) On deputation from various Govt departments of the State Government
- (ii) Direct appointment from the Employment Exchange Haryana or by giving advertisement in the Newspapers after obtaining necessary NAC from the Employment Exchange
- (iii) The officers/officials so appointed are governed under the State Service Rules as adopted by the Nigam

The number of general meetings as well as the number of meetings of Board of Directors actually convened and held from the date of setting up of this Nigam is as under —

### Board of Directors Meetings

Sr No	date of meeting
1	2
1	20.2.1981
2	6.4.1981



1	2
3	21 7 1981
4	19 10 1981
5	14 12 1981
6	29 3 1982
7	30 6 1982
8	29 9 1982
9	27 12 1982
10	29 3 1983
11	28 6 1983
12	21 9 1983
13	26 12 1983
14	29 3 1984
15	29 6 1984
16	26 9 1984
17	26 12 1984
18	13 3 1985
19	26 8 1985
<b>General Meetings</b>	
1	7 6 1981
2	5 9 1982
3	25 5 1984
4	26 3 1985

According to the provisions of the Section 282 of the Companies Act 1956 4 meetings of the Board of Directors are required to be held in one calendar year and the details of the meetings given above shows that the provisions of the Companies Act have been followed Similarly Section 159 of the Companies Act read with Section 56(a) of the Memorandum and Articles of Association of the Company prescribes that Annual General Meeting shall be held within 6 months from the date of the closing of Accounts Accordingly these meetings were held within the prescribed limit, as referred to above Organisational set up of the Administrative Department is as under —

- (i) Commissioner & Secretary to Govt Haryana Welfare of Scheduled Castes & Backward Classes Department
- (ii) Director, Welfare of Scheduled Castes and Backward Classes Department Haryana

The power to appoint the Directors on the Board of Directors of this Nigam and to remove them vests with the State Government Accordingly appointment is made by the Government from time to time against the vacancies caused either by way of resignation or removal

The number of Chairmen and Managing Directors appointed from the date of inception of this Nigam is, as under —

Chairman	Duration
1 Sh Har Gopal Sharma	18 12 80 to 26 9 82
2 Sh Kundan Lal	29 9 82 to date ~

#### Managing Director

1 Sh Ashok Pahwa IAS	6 1 81 to 11 6 82
2 Sh A D Malik IAS	21 6 82 to 13 9 82
3 Sh K S Bhorla IAS	14 9 82 to 4 12 83
4 Sh Jagat Ram IAS	5 12 83 to 3 7 85
5 Sh I D Swami IAS	4 7 85 to 19 7 85
6 Mrs Komal Anand IAS	19 7 85 to 20 8 85
7 Dr H S Anand IAS	20 8 85 to 17 9 85
8 Mrs Komal Anand IAS	18 9 85 Onward

During oral evidence on 15th October 1985 while pointing out that a large number of posts in the Nigam were lying vacant the Committee enquired if such posts were actually required ? In reply the representative of the Nigam stated that the posts were required and could be filled up in future though those were lying vacant at that time

The Committee observe that when a post remains vacant for a considerable length of time the normal presumption is that such a post is superfluous and should be abolished With a view to adopting a uniform policy the Committee further desire that the Finance Department should consider the desirability of issuing suitable instructions on the subject to all the Government Companies/Corporations

#### 4 Targets of the Nigam

The physical and financial targets were not fixed at the time of setting up the Nigam The Nigam was established in December 1980 and actually started functioning in the 1st week of February 1981 when the Board of Directors of this Nigam approved various direct loan schemes However from the date of inception of this Nigam to 31 3 82 a sum of Rs 100 91 lacs was actually disbursed to 2300 beneficiaries for starting new ventures or to develop their existing trades/professions This include an amount of Rs 4 25 lacs sanctioned for LIG houses in collaboration with Housing Board, Haryana

The yearwise details of the target fixed and the disbursement made there against are given as under —

Year	Target fixed		Target achieved	
	No	Amount (in lacs)	No	Amount (in lacs)
1980 81	2500	100 00	2300	100 91
1981 82	—	—	—	—
1982 83	3000	120 00	2939	112 83
1983 84	4250	170 00	3512	162 17

A target of Rs 200 00 lakhs covering 5 000 beneficiaries was fixed for the year 1984 85. As against the target fixed the total loan to the tune of Rs 218 12 lakhs was disbursed to 4205 beneficiaries during the year 1984 85. This Nigam had fixed the target of Rs 200 00 lakhs covering 5 000 beneficiaries for year 1985 86. But the targets for covering the beneficiaries have been revised from 5000 to 6200 during the year 1985 86.

The current programme of this Nigam is to concentrate on advancing loans to the members of the Backward Classes for various trades/professions under the Margin money loan scheme of this Nigam according to which 25% loan is given by the Nigam and 75% loan is given by the Banks.

In addition to advancing of loan this Nigam has also planned to impart practical training in various trades to the members of the Backward Classes in order to equip them with latests/modern technical skill to improve their products. The government has sanctioned Rs 14 03 lacs for this training programme for the year 1985 86.

During oral evidence on 15th October 1985 the representative of the Nigam stated that about 14 000 beneficiaries had been covered by the Nigam till then. The year wise breakup thereof was given as under —

1981 82	2300	} Trade wise details of the loans disbursed during the years 1981 82 to 1984 85 are given in Annexure B (See page 17)
1982 83	2939	
1983 84	4073	
1984 85	4205	

It was further added that per capita investment had also increased as under —

1981 82	4027
1982 83	3839
1983 84	4525
1984 85	5187

It was submitted further that the Nigam could not achieve full targets due to the paucity of funds

The Committee notice from the details of the year wise targets, as given above, that the Nigam has consistently been failing to achieve the targets fixed for covering the beneficiaries. The Committee would, therefore, like the Nigam to go into the reasons for its failure to achieve the targets and to ensure that in future more realistic targets are fixed and the same are fully achieved

### 5 Projects/Schemes of the Nigam

This Nigam is provided with very limited amount in the form of share capital every year. During the first year of its operation, this Nigam was given Rs 1 00 crores as share capital and Rs 30 lakhs were being given thereafter annually. This amount is too inadequate to set up any economically viable project which can fetch some income to this Nigam. The amount of share capital is disbursed in the form of loans to the members of the Backward Classes and the cost of administrative expenses is met from the interest recovered on loan disbursed to the beneficiaries. This Nigam has conceived an idea of setting up of sandal wood project at village Mangali in Hissar district in Haryana to provide sandal wood to such beneficiaries who are engaged in the manufacturing of sandal wood beads. The matter was taken up with the Tamil Nadu Government and they agreed to sanction a quota of 200 quintal tonnes sandal wood per month on the basis of the average of last 3 auctions held in their State. This project could not be materialised because the persons engaged in this profession refused to accept sandal wood on the high rate due to the absence of marketing facilities of sandal wood products. As such this project could not be materialised.

During oral evidence the representative of the Nigam stated that Nigam had given financial assistance for various schemes and trades as detailed in Annexure 'B'. The Committee were also informed that in addition loans were being given on the allotment of LIG and EWS houses by the Housing Board. On behalf of the Backward Classes Nigam 25 percent of the total price of LIG and EWS houses was advanced. The Committee was informed. It was further added that under all such schemes a sum of Rs 218 12 lakhs had been advanced as the financial assistance as loan during the year 1984 85.

The Committee recommend that for the economic upliftment of the persons belonging to the Backward Classes concerted efforts should be made by the Nigam to give adequate coverage, in its loan/assistance programmes, to the trades which have not been adequately covered under the Schemes so far. The Committee would like the Nigam to motivate and encourage the children belonging to Backward Classes to start non traditional trades. The Committee feel that in modern times children properly trained in electronics and computers can have an excellent start in life.

## 6 Working Results

The budget estimates for the purpose of releasing funds to this Nigam is prepared on the basis of requirements placed by the Nigam with the Department of Welfare of Scheduled Castes & Backward Classes Haryana. This Nigam is usually given a fixed amount of Rs 30 lakhs every year except in the first year of operation of this Nigam, when a sum of Rs 1 00 crore was given in the form of share capital for the disbursement of loans. Accordingly targets for the disbursement of loans are fixed by this Nigam keeping in view the availability of funds made available by the State Government.

This Nigam was set up in December, 1980. The accounts for the first year i.e. for the period from 10 12 80 to 31 3 1982 have been audited by the Statutory Auditors.

The financial review of this Nigam was conducted by the Commissioner Finance Haryana. Accounts for the year 1981 82 have been audited and were approved in Annual General Meeting of the Company soon after the finalization of accounts. The Co Law Board was requested to appoint Statutory Auditor for the years 1982 83 and 1983 84. In this connection it is pointed out that M/s K K Soni, and Co Chartered Accountant were appointed Statutory Auditor for the years 1982 83 and 1983 84 by the Co Law Board vide their letter No 17/89/1 GC dated 20 3 84. Soon after the receipt of his acceptance as Statutory Auditor of this Nigam he was asked to take up the audit work vide letter No 5168 dated 25 6 84. Thereafter he requested for revision of remuneration from Rs 5,000/- to Rs 8,000/- and enhanced rate of TA/DA on 25 6 84. Accordingly the matter was placed before the BOD in their meeting held on 26 6 84. Subsequently the Statutory Auditor asked for certain information relating to location of field offices and balance sheet etc which was supplied to him vide letter No 6734 dt 26 7 84. After protracted correspondence he conducted the audit at the H Q from 17 8 1984 to 24 8 1984 and instructions were also issued to field officers to keep their accounts record ready for audit by the Statutory Auditor on 21 8 1984. He therefore visited two three districts offices around Delhi and desired a detailed statement of total loan disbursed alongwith name margin money received etc which has since been supplied to him. In view of these reasons the Statutory Audit of this Nigam for the year 1982 83 has not yet been finalised by the Statutory Auditor.

The details of authorised capital and paid up capital upto the period ending 31 3 85 are as under —

Sr No	Authorised Capital	Paid up Capital
1	Rs 400 crores divided into 40000 shares of Rs 1000 each	Rs 220 00 lacs contributed by the Govt and by the officers in their ex officio capacity

No share has been held by the private individual or private Company or by any of the 75 big business houses

(b) The total loss suffered by this Nigam from the date of inception of the Nigam on the basis of the audited accounts for the year 1981 82 and on the basis of tentative accounts prepared by this Nigam for the year 1982 83 and 1983 84 is as under —

Year	Loss suffered by the Nigam
	Rs in lakhs
1981 82	12 59
1982 83	11 51
1983 84	16 50
1984 85	12.44

The audit of accounts of this Nigam is conducted by Chartered Accountants (Statutory Auditors) appointed by the Company Law Board Govt of India, Accountant General Haryana as a representative of the Comptroller and Auditor General of India. The proprietary audit and the Balance sheet audit is also conducted by the Accountant General, Haryana keeping in view the provisions of Section 619 of the Companies Act, 1956

The accounts of this Nigam for the year ending 31 3 82 has been audited by the Statutory Auditors and Accountant General Haryana and have submitted their report

There is no statutory provisions in the Companies Act 1956 for the appointment of Internal Auditor. However, there is a directive from the State Government to create own internal audit wing by the Nigam for the purpose of internal audit. In the initial stage no separate internal wing was created by this Nigam keeping in view the financial stringency of the Nigam and also the volume of work. From the year 1982 83 to 1983 84 this Nigam has appointed internal auditor amongst the Chartered Accountants located at Chandigarh for the purpose of internal audit and for the year 1984 85 and onwards will be conducted by the existing staff of the Nigam

This Nigam is following mercantile (Double entry system) as are applicable to other Nigams of the State Government on commercial lines. However accounting manual is under preparation. This manual will be finalised on the basis of various accounting policies enforced by this Nigam from time to time

During oral evidence on 15th October, 1985 the representative of the Nigam stated that statutory auditor, who was appointed by the Company Law Board for auditing the accounts, had visited six times and was paid TA as per standard terms and conditions laid down by the Company Law Board but he had not till then completed the audit

The Committee are unhappy to notice that the accounts of the Nigam have not been finalized despite the fact that the statutory auditor, appointed for the purpose, visited the Nigam six times and had charged T A for his visits. The Committee desire that the matter be investigated and if any employee of the Nigam is found responsible for slackness/neglect of duty, resulting in non completion/non audit of the accounts, he should be charge sheeted. The Committee further observe that if the fault lies on the part of the Auditor the matter may be referred to the Company Law Board for suitable action against him.

The Committee further desire that the Accounts of Nigam be completed/got audited without any avoidable delay and the Committee may be informed.

### 7 Loan Operations

This Nigam is providing financial assistance in the form of loan to the members of the Backward Classes on a very nominal rate of interest. There is no other source of income except the amount of nominal rate of interest charged from the loanees. This Nigam is virtually a welfare organisation constituted for the members of the Backward Classes. However the management is endeavouring hard to effect economy in administrative and other expenditure. This Nigam has reduced 15% expenditure during the year 1983 84 as compared to 1982 83. Efforts are also being made to reduce this expenditure by 20% during the year 1984 85. This Nigam has not so far floated any loan from the Government, any Company/Banks or any other financial institutions from the date of inception.

Loans under the direct loan scheme of this Nigam were given in the first year of operation of this Nigam after obtaining surety of a person whose annual income was equal to  $1\frac{1}{2}$  of the total amount of loan by executing legal documents in the form of personal surety cum indemnity bond. In addition the machinery, equipments, raw material etc purchased by the loanee with the assistance of this Nigam was also hypothecated in favour of this Nigam through Hypothecation Deed till the full payment of loan besides obtaining of a first charge on the insurance done for the machinery equipments etc. From the year 1982 83 margin money loan scheme was introduced. Since the major component of loan i.e. 75% is given by the Banks yet this Nigam is obtaining surety for the 25% margin money given by this Nigam in the form of loan. According to the agreements undergone with the Banks there is a second charge in favour of this Nigam of the Hypothecation Deed executed by the Banks with such loanees. In this way, adequate security is obtained from the loanees of this Nigam.

This Nigam has not given any loan under the direct loan scheme and the margin money loan scheme without obtaining surety to be executed in the form of surety bond.

Total amount of recoveries due, received and the recoveries

due but not received upto 31 3 1984 is as under —

	Recovery due upto 31 3 1984	Recovery re ceived upto 31 3 1984	Recovery due but not recei ved upto 31 3 1984
	Amount (in lakhs)	Amount (in lakhs)	Amount (in lakhs)
Principal	46 11	36 66	9 45
Interest	8 99	6 99	2 00
Total	55 10	43 65	11 45

Total amount of recovery due received and balance (progressive form) upto 31 3 1985 is as under —

	Recovery Due			Recovery received			Balance		
	Princi pal	Int	Total	Princi pal	Int	Total	Princi pal	Int	Total
Upto 1981 82	5 70	1 15	6 85	5 51	1 10	6 61	0 19	0 05	0 24
Upto 1982 83	23 60	4 44	28 04	20 19	3 67	23 86	4 41	0 77	4 18
Upto 1983 84	46 11	8 99	55 10	36 66	6 99	43 65	9 45	2 00	11 45
Upto 1984-85	73 37	14 10	87 47	51 91	10 02	61 93	21 46	4 08	25 54

The detail of Loan and assistance given by the Nigam during the four years from 1981 82 to 1984 85 is as under —

Year	Name of the Scheme	Nigam's Share	Bank's Share	Assistance
(Rupees in lacs)				
1981 82	*Direct loan scheme	100 92	Nil	Nil
1982 83	Margin money loan scheme	33 80	70 03	Nil
1983 84	Do	40 51	138 69	5 08
1984 85	Do	52 25	165 21	0 66

\*This scheme was dropped in April 1982

The detail of beneficiaries and the amount advanced in each case is given in the Annexure A

The Committee observe that the recovery of the outstanding loan and interest is not satisfactory and recommend that effective steps be taken by the Nigam to recover the amount of loan due



from the beneficiaries so that these funds could be further utilized for advancing loans to other persons belonging to Backward Classes

### 8 Enquiry/Suspension Cases

The details of persons suspended is as under —

- (a) Sh Ajit Kumar District Manager HBCKN Ambala
- (b) Sh Roshan Lal Field Supervisor, HBCKN Sirsa
- (c) Sh Kuldeep Kumar Sehgal Field Supervisor HBCKN, Sonapat was suspended during the year 1984 85

Sh Ajit Kumar District Manager HBCKN Ambala was suspended by the Nigam on the following charges—

- (i) Misappropriation of Corporation's money for Rs 125/
- (ii) Non observation of the financial rules
- (iii) Embezzlement of sale proceeds of loan application forms, and
- (iv) Non maintenance of Government record

Enquiry with regard to the above charges in respect of Sh Ajit Kumar DM HBCKN, Ambala was conducted by the Nigam and the charges levelled against him were proved. The official was punished by way of stoppage of the annual increment without commulative effect.

As regards Sh Roshan Lal FS who was suspended on the basis of the complaints received against him from the public enquiries were conducted by the Nigam and the complainant withdrew his complaints as such nothing was proved against him and he was subsequently reinstated.

Sh Kuldeep Kumar Sehgal is under suspension on the basis of the complaints against him from the public for taking bribe for sanctioning their loans. The preliminary enquiry was conducted by the Nigam and it became evidently clear that Sh Sehgal is involved in illegal gratifications from the complainants as the amount in question has not been accepted in the books of accounts. Thus he was charge sheeted under rule 7 of Punjab CSR(P&A) rules 1952. The reply of the charge sheet has been given by Sh Sehgal on 20.8.85 which is under action.

During oral evidence the representative of the Nigam stated that after remaining under suspension for 5½ months, Shri Kuldeep Kumar was reinstated pending enquiry on the basis of his reply to the charge sheet and added that the Additional DC Sonapat had been appointed as an enquiry officer in the case.

The Committee observe that inordinate time is taken by the Nigam in finalising the suspension cases and recommend that the

finalisation of action in the case of Shri Kuldeep Kumar be expedited and a report of the progress made in this regard be submitted to the Committee

### 9 Vehicles held by the Nigam

There were two vehicles with the Nigam upto 31 3 1984 and two cars were purchased in 1984 85 Their make model cost and date of purchase is as under —

Sr No	Model of Car	Make of Car	Cost of Car	Date of purchase
			Rs	
1	1981	Ambassador HYC—8384	62873 94	16 1 1981
2	1981	Ambassador HYX—2504	62637 50	17 1 1981

The above two cars were condemned and in lieu thereof the following two cars were purchased —

1	1984	Ambassador HYX—109	82572 66	13 8 1984
2	1985	Ambassador HYX—167	84624 30	8 1 1985

The details about name of the officers using the vehicles and the yearwise cost of petrol, repair/maintenance etc from the date of their purchase to 31 3 84 are given as under —

Name of Officer using the Car	Duration	Cost of maintenance	Cost of petrol
-------------------------------	----------	---------------------	----------------

#### Chairman

1	Sh Hargopal Sharma	18 12 80 to 26 9 82	30352 37	76747 28
2	Sh Kundan Lal	29 9 82 to date		

#### Managing Director

1	Sh Ashok Pahwa IAS	6 1 81 to 11 6 82	44304 05	99904 94
2	Sh A D Malik IAS	21 6 82 to 13 9 82		
3	Sh K S Bhorla IAS	14 9 82 to 4 12 83		
4	Sh Jagat Ram, IAS	5 12 83 to date		

No accident involving these vehicles has occurred from the date of inception till date

The Committee observe that the cars are being used indiscriminately by the Nigam on account of which new cars had to be purchased, after condemning the old ones which were purchased just 3-3½ years back. Exorbitant cost of maintenance/POL is indicative of the fact that there was no proper control on the use of the vehicles and the same were indiscriminately and perhaps improperly used. The Committee, therefore, recommend that the control over the use of the vehicles be tightened and their use properly regulated.

# ANNEXURE--"A"

## SCHEMEWISE DETAIL OF AMOUNT GIVEN

Year	To provide financial assistance to those professionals who want to start their own profession (Doctor Engineer Advocate etc)	To provide financial assistance to those persons who are running their own business (T I and Diploma pass)	Financial assistance to purchase Cycle Rickshaw and Auto Rickshaw	General Loans (Barbar man Black smith Dairy Animal Husbandry, Milch Cattle Shop keeper etc)	Loans to purchase L I G Houses constructed by Housing Board	Total				
	1	2	3	4	5	6				
	Amount	Bene ficiaries	Amount	Bene ficiaries	Amount	Bene ficiaries				
1981 82	1 37	28	0 51	32	87 46	2022	4 23	97	100 92	2300
1982 83	1 50	30	1 51	75	100 42	2631	—	—	112 83	2939
1983 84	2 00	40	7 00	502	157 48	3157	3 17	74	184 28	4073
1984 85	0 80	8	12 50	50	155.25	3727	4 57	120	218 12	4205

# ANNEXURE—"B"

## TRADEWISE DETAILS OF LOANS DISBURSED DURING THE YEAR 1981 82 1982 83 1983 84 & 1984 85

No	Purpose/Trade	1981—82	1982—83	1983—84	1984—85				
		Amount in Lakhs	No of benefi ciaries	Amount in lakhs	No of benefi ciaries	Amount in Lakhs	No of benefi ciaries		
—	—Buffaloes & Cows etc	36 71	909	40 22	1076	50 35	1234	52 84	1321
—	—Barbars	4 32	124	4 50	175	5 21	201	4 92	315
—	—Sheep & Goats	2 41	106	2 50	150	3 19	305	3 00	150
—	—Tailoring & Embroidary	3 07	78	3 40	100	6 40	150	3 45	230
—	—Carpentary/Blacksmithy	17 30	303	19 25	135	22 50	150	11 00	220
—	—Kiryana Merchant	5 82	100	5 20	95	10 25	207	6 25	250
—	—Machines including ITI Trade persons & Engineering Workshop etc	7 35	121	9 40	203	14 63	300	45 00	300
—	—Cycle/Auto Rickshaw	0 51	32	1 51	78	7 00	502	12 50	50
—	—Basket/Muda/Bans Sirkī Making	1 80	76	2 00	101	3 45	205	1 05	70
—	—Pottery/Madam Bhatta	4 32	103	5 00	149	6 13	150	10 50	175
—	—Doctor & Advocates	1 37	28	1 50	30	2 00	40	0 80	108
—	—Other items Halwas/Dhobi/Tea shop/Mule/ Camel Carts and such like other trades	11 71	223	18 31	650	50 00	955	62 24	996
—	—Allottment of LIG Houses	4 23	97	—	—	3 17	74	4 57	120
Total		100 92	2300	112 83	2939	184 28	4973	218 12	4205

15950—H V S—HGP Chd



© 1986

Published under the authority of the Haryana Vidhan Sabha  
and printed by the Controller Printing & Stationery  
Haryana, Chandigarh