jointly conducted, and through local united fronts between the Party and the local Congress and League masses— even committees wherever possible—between the Left parties and the Congress and League masses at other places, between the Party and other mass organisations in still other places. The fundamental basis, however, is the independent activity of the proletarian Party and its capacity to lead struggles of the masses and draw new masses into the fighting arena. The core of the new Front will be the Communist Party together with the mass organisations led by the Party, trade unions, kisan sabhas and students' and youth organisations. Round this must be gathered the militant following of the Left parties, vast masses from the Congress, the League, the States Praja Mandals, etc., so that a broad Democratic Front takes shape to meet the new situation.

In many provinces organised Left groups do not exist. There are thousands of unattached Leftists in all provinces. Unity of the Left parties is a weapon of drawing these thousands into the common front for joint action. In the South we must devote special attention to the unorganised Left; for Left unity will mean drawing these unattached thousands into the common fight. In other provinces also, Left unity ought to be an instrument of attracting unorganised Leftists who will now find an effective platform and instrument for implementing their Left aspirations. It will also attract other progressive Congressmen on specific issues.

Congress, League and the Democratic Front

The relation of the Congress and the League to the Democratic Front must be properly understood.

Both these organisations command the loyalty of lakhs of people, of vast sections of the anti-imperialist masses. Desperate attempts will be made by the leadership of these two organisations to keep these masses away from the struggle for the democratic revolution and from the Democratic Front by exploiting old loyalties and the memories of the anti-imperialist struggles. The forces of the democratic movement will be weak and paralysed if the bourgeois leaderships succeed in keeping the masses under the influence of these organisations away from the Democratic Front.

The Communist Party must devote the utmost attention to winning these masses away from the influence of the bourgeois leaders, through propaganda, joint campaigns and joint struggles.

Great and vital importance, therefore, attaches to bringing the masses of these two organisations inside the Democratic Front, in opposition to their leaders. It is, therefore, essential that the Lestists who are associated with these organisations should carry on a persistent

battle, both inside and outside these organisations, to unmask the policies of the leaderships and win over the masses for the democratic revolution and for joining the Democratic Front.

The Congress with its sixty-year old tradition of anti-British fight, and with the memories of national battles that it rouses, sways lakhs of anti-imperialists who earnestly desire to move forward. The name of the Congress is today used by the bourgeois leaders to keep popular opinion behind them in support of their collaborationist policy. What the people are unable to accept from the Central Government and the Provincial Ministries, is pushed through the Congress and public criticism is paralysed.

To abandon the fight for the Congress masses, to ignore their important role in the Democratic Front, will be tantamount to making a present of lakhs of people to the bourgeois leaders. Every attempt must be made to win over the Congress masses, to carry the fight against the bourgeois leadership right inside the Congress organisation itself on every burning issue. The Congress leadership, however, will neither accept the programme of the Democratic Front nor come into the Front, because it represents the bourgeoisie as a class and that class has gone collaborationist. But it is vital to win the Congress masses for the democratic movement. The Communist Party, therefore, attaches great importance to the work of consistent anti-imperialists and democrats inside the Congress, the work of disillusioning the masses and pressing forward for a democratic programme.

The Socialist Party

The Communist Party of India must take into consideration both the importance of the united front of the Left and its limitations.

Under the stress of the crisis and the militancy of the masses, under the stress of the August struggle and disillusionment of large sections of Congressmen with the Right-wing leadership, Left-minded elements strongly opposed to the capitalists are drawn to the Socialist Party. In places like Bombay, the Socialist Party has also a working class base. In places like Calcutta, it counts among its members old trade union leaders. It has got a large number of honest elements in its ranks who seek to work among the kisans, workers, students, to build mass organisations.

The Right-wing Congress leadership itself is afraid of the Socialist Party and at the same time wants to woo it.

The strength of the Socialist Party comes from the ranks who are overwhelmingly drawn from the petty bourgeoisie. The ranks hate the capitalists, are dissatisfied with the Nehru Government and

the compromise, and want to move forward. They consider themselves Socialist; in fact they are Lest nationalists. Nonetheless, their urge for Socialism is real and though they are kept away from it by the misleading policies of their leadership, they constitute a current orientating towards the proletariat.

The building up of the united front of the Left involves the winning over of their ranks for the common task of pushing forward the democratic revolution and establishing a democratic State.

But the aspirations and the orientations of the Left ranks must be separated from the leadership and the programme of the Socialist Party. The ranks are being poisoned by the anti-working-class theories and formulations of the Socialist leadership, are given a distorted idea about Socialism and the international situation and are continually poisoned against the Communist Party and the revolutionary movement. Sharp exposure of the 'Socialism' of the Socialist leaders, their theoretical presumptions, their anti-Soviet and anti-Communist line, and their stand on Indian questions is an integral part of the struggle to build the united front of the Left.

In exposing the Socialist leadership it must be remembered that the leadership, barring the four or five at the top, has no uniform policy. In such cases a differentiated approach should be made.

The programme and policy laid down by the top leaders of the Socialist Party, including Jaiprakash Narain, Achyut Patwardhan, Ram Manohar Lohia and Ashoka Mehta, clearly reveal that behind the talk of Socialism lurks the sinister design to exploit the Left discontent of the ranks to transform the Socialist Party into a bourgeois constitutional party—His Majesty's constitutional Opposition, so to say. Both their international outlook and their national outlook reveal the same thing.

In its recent programme which is supposed to be a transitional programme to Socialism, the first stage in India's evolution towards Socialism, the party suggests a banal programme of administrative reforms, the high water-mark of its democracy not going beyond responsibility of the executive to the legislature. It requires an amazing boldness in these days to parade mere responsibility to the legislature as transitional steps to Socialism.

While the programme prattles about India being a republic, of expropriation of private property and enterprise 'with or without compensation,' it nowhere mentions struggle as being necessary for it. It pins its faith in constitutional opposition and acts as if the democratic revolution is already complete, the people are in power, and all that remains to be done is to take transitional steps to Socialism.

It openly preaches the illusion that Socialism may be achieved by constitutional means. It covers its advocacy of constitutionalism by calling it 'democratic means'.

In their demands for constitutional rights the Socialist leaders do not include the right of self-determination of national units like Andhra, Tamilnad, Maharashtra, and reveal that they have learnt nothing from recent Indian history.

In their economic programme they suggest the possibility of compensation before nationalising private property and they do not necessarily demand immediate nationalisation of heavy industries. On the contrary, their demand is immediate or early nationalisation, thus seeking an excuse to postpone nationalisation.

They talk of abolition of landlordism, living wage, etc., but having given up all struggle to change the social order, not having the courage to demand nationalisation at least in their programme, everything else becomes just the words of a bourgeois leadership giving electoral promises.

On the concrete issues of day-to-day importance, the Socialist Party leaders adopt anti-popular policies, support decontrol and help Big Business to exploit the people. They echo capitalist slanders about the working class not doing its duty, and help the bosses (Jaiprakash's letter to the Railway Board).

Forced by the ranks, they have to go in for strikes, but generally they oppose and even break strikes (strikes of drawers-in of Bombay textile mills and Ashoka Mehta's admissions). They disrupt the unity of the Trade Union Congress and the trade union movement and help the bosses' offensive, though their ranks want unity.

They concentrate their fire on the Communist Party—the mass actions led by it—and shamelessly support repressive measures against it (Ashoka Mehta's statement on the firing on Bombay students). Their members in the legislature support black measures like the Public Safety Bill in Bengal and they oppose and break protest strikes against them.

They are strong opponents of Left unity, of any co-operation with the Communist Party. They thus perform a disruptive role in the interests of the collaborationists.

From time to time the Socialist leaders give it out that they are leaving the Congress. This is an attempt first of all to pacify the ranks with Left talk about secession from the Congress, for the ranks are fed up with the vacillating policies of their leadership and think that they are the inevitable consequences of remaining inside the Congress. The talk of leaving the Congress pleases the Left ranks, for, it opens before them prospects of independent and militant political activity in opposition to the compromising leadership of the Congress.

The ranks hate the compromise and want to cut themselves off from the deadening grip of the policies of the Congress leadership and go in for an independent militant political line.

Nothing, however, is farther from the minds of the Socialist leaders. At present the talk about secession from the Congress only serves to keep their Left prestige with their ranks, and also it is a weapon of bargaining with the Congress leadership.

When the leadership decides to leave the Congress, it will not do it to go in for an independent revolutionary line but when it finds that it can now play the role of an independent bourgeois Opposition party, a parliamentary party for the next elections. The talk about secession from the Congress in the mouth of Socialist leaders is only an advertisement of their future plan to contest elections independently under the new constitution and try their luck at the ballot box. It is the result of their maturing into constitutional bourgeois leaders and has not an iota of revolution in it.

Their Statement of Policy reveals that they have drawn their theoretical understanding and appraisal of international events from the extreme Right-wing Social Democrats of Europe and America.

They repeat the worst slanders about the Soviet Union, calling it a totalitarian State and making it plain that they are opposed to a real Socialist revolution.

' In their foreign policy they follow the hypocritical Bevin in advocating a 'third' group—which is only a cover to conceal their political alignment with American imperialism.

In their Statement of Policy they deliberately omit all reference to American imperialism, which means they will follow its dictates. Instead of concretely pointing out that a conflict does exist between the two camps—the camp of democracy and the camp of imperialism—they pose the conflict as being between Russia and the rest of the nations of UNO, thus screening American imperialism and its designs against democracy and freedom of all peoples and its conspiracy against the Socialist State.

And finally, by a trick of hand, they seek to do away with the main contradiction between capitalism and the working class by saying that the main contradiction is between advanced and backward countries—thus making a crude appeal to bourgeois nationalism and hiding the fact that the struggle of backward countries is part of the struggle for world Socialism and against the capitalist order.

This outlook enables them to say that a Socialist of backward countries must be an assertive nationalist, i.e., it draws and lends justification to any co-operation with any imperialist power in the name of nationalism.

The leadership of the Socialist Party is attempting to transform it into a collaborationist party behind the facade of Socialist phrases.

It must be ideologically unmasked and fought, and the ranks must be taught to see it in its real colours.

The ranks themselves do not accept this programme wholly. The Socialist Party is not a unified party but a heterogeneous combination. In winning over the ranks these points must be noted.

Nonetheless, a merciless ideological struggle must be carried on against the leadership. The ranks must be won over on the basis of Marxism, which a large section accepts, and on the basis of concrete issues; but we should have no illusions that the top leaders will ever agree to a joint front unless the ranks do it over their heads or press them to do it.

Programme of the Democratic Revolution

The programme of the Democratic Front and the Left parties should contain the following:

- (1) Complete severance from the British empire and full and real independence.
- (2) A democratic government representing the workers, toiling peasants and the oppressed petty bourgeoisie, opposed to collaboration with Anglo-American imperialism, allied to the democratic States working for peace and freedom of all nations.
- (3) A constitution based on adult suffrage and proportional representation, guaranteeing full freedom and democracy to the common man and fundamental economic rights.
- (4) Self-determination to nationalities, including the right of secession. A voluntary Indian Union, autonomous linguistic provinces.
- (5) Just and democratic rights of minorities to be embodied in the constitution: Equality and protection to the language and culture of minorities, all liabilities, privileges and discriminations on caste, race and community to be abolished by law, and their infringements to be punishable by law.
- (6) Abolition of Princedom and feudal rule in the Indian States and the establishment of full democracy. On the question of accession, exposure of the policies of the Governments of both India and Pakistan of parading accession to the Indian Union or Pakistan as a big triumph, and explanation to the common people that the urgent and primary task inside the States is the abolition of Princedom and feudal rule and the establishment of a people's democratic State. Accession before that is only slavery of the States' people, both to Princely autocracy and to the bourgeois rulers of the Indian Union. It is only after the people of the States become completely free that they will have real

liberty to decide the question of accession. At that stage the question will be decided by the wishes of the people.

- (7) Freedom of the tribal and such other backward peoples from economic, cultural and political oppression, extension of full democratic rights to them, prompt and adequate State aid for their development, so that they may rapidly catch up with the advanced nationalities. The people of all contiguous, compact, predominantly tribal areas shall have regional autonomy. They may form autonomous areas within the provinces, enjoying full powers regarding general administration within the areas and specially regarding economic and cultural matters of regional importance. The people of such areas in suitable cases, may also form a separate province or provinces. The people of such areas or provinces shall have the right to secede from the State by a democratic verdict.
- (8) Co-operation between the Indian Union and Pakistan for mutual economic aid in the interest of the toiling people; military and political alliance against imperialist intervention and foreign aggression; democratic foreign policy in co-operation with democratic States against Anglo-American bloc.
- (9) Abolition of landlordism without compensation and distribution of land to the tillers of the soil. Abolition of the zemindary system must mean confiscation of *khas* lands of the non-cultivating landowners, and ensure land to sub-tenants and share-croppers. Liquidation of rural indebtedness and abolition of usury. Living wage for the agricultural labourers.
- (10) Confiscation by the State of interests of foreign capital in banks, industrial and transport concerns, plantations, mines, etc., and nationalization of these concerns.
- (11) Nationalization of big industries, big banks and insurance companies, guarantee of workers' control, minimum living wage, eight-hour day, etc.
- (12) Economic plan to develop India's resources and removal of Big Business from strategic economic points. Control of profits in the industries in private hands.
 - (13) Repeal of all repressive legislation.
- (14) Elimination of the bureaucratic administrative State apparatus and the establishment of a democratic administration with elected officials, guided by people's committees.
- (15) General arming of the people and the establishment of a people's democratic army.
- (16) The right to free education and compulsory primary education.
 - (17) Equal democratic rights to women.

The Democratic Front, and the Communist Party in building it up, will fight communal reactionaries, riot-mongers and protagonists of war between the Indian Union and Pakistan as enemies of the people. They will organize Shanti Senas, co-operate with all who stand for communal peace, and, in order to quell riots, will make use of every anti-riot measure of the Government. At the same time, they will expose the policy of national compromise which spreads riots and will call upon the people to defeat the game of the vested interests. They will also expose all communal acts of the members of the Government which abet feudal reaction.

To start with, it is not necessary that there should be a joint front of only those who agree with the entire programme of the Democratic Front. Immediate joint actions may start on specific questions. As joint actions develop and as Left co-operation develops, the correctness of the programme will be self-evident to all democratic elements, and the Front will be progressively realised as part of the experience of the Left and the masses as a whole.

Text supplied by the Communist Party of India, Central Office, New Delhi.

Communist Party Cals On People To Renaw Fight For Real Independence And Freedom

(The Central Committee of the Communist Party of India, elected by the Second Congress of the Party, has issued the following Statement of Policy, based on the policial resolution adopted by the Congress. The full text of the resolution together with he amendments passed will the resolution together with he amendments passed will the resolution together with he amendments. tuation

He Anglo-American ralists are making rate efforts to save the calls social order from its iming doom.

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The International Situation

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imperialist interests Partition is equal pay for equal work, right a ready-made weapon to organize to old age, sickness and unemniae riots and sidetrack the resolutionary movement by war appeals. It is one of the biggest coult of the unity and integrity of the democratic movement.

Secondly, the plan keeps the Princes, the age-old friends of the imperial order, intact and enhances their bargalning power.

Thirldy, the leading economic strings are still ir the hands of the imperialists, who successfully use them to make the bourgeoise move against the masses, roush the democratic revolution of State are controlled by servive and the surprise of state are controlled by servive and the surprise of state are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of states are controlled by servive and the surprise of surprise of

revoit against feudal autocracy, granted a share of State power tain landlordism under a differto the national bourgeoisle. They are frantically political and military preparaions to unleash a new world are against the Soviet Union and other democratic States. The world is thus divided ino two camps—the Imperialist amp led by American Imperialist and the Anti-Imperialist and the Anti-Imper

COMMUNIST PARTY'S STATEMENT OF POLICY

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struggles.

Despite the treachery of the national leadership and the Right-wing leaders of the States peoples' movements in bartering away the freedom of the States peoples for an ignoble compromise with the Princes, in the profit making interests of the States have been fighting heroically for ending feudal autocracy.

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(4) Self-determination to nationalities including the right of secession. A voluntary Indian Union, autonomous linguistic Provinces.

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(3) A constitution based on adult surfrage and proportional representation, guaranteeing full freedom and democratic of the common man and fundamental economic rights.

(4) Self-determination to re-

TWO LAKHS C. P. WORKERS STRIKE AGAINST GOVT. LABOUR POLICY

N spite of open threats of arrests and other dire In spite of open threats of arrests and other dire consequences to strikers and their leaders given by the C.P. Government, about two lakh workers of the Province, employed in textile mills and other industrial enterprises, such as the Sarafoll Mills, Central Glass Factory, Central Potteries, Saw Mills and the coal mines at Chilnidwara went on a thoroughly successful token strike against the anti-labour policies and against repression of the Provincial Congress Government, in accordance with the decidence of the C.P. Trade Union Constitute of the Provincial Congress Government, in accordance with the decidence of the C.P. Trade Union Constitute of the Sarafollish of the Government's might was organised

throughout the Province. Guards were posted at the gates of the mills and indus-tries. Many workers and lead-ers were taken into custody. But nothing daunted the

ers were taken into custoy. But nothing daunted the workers.

In fact, such was the sweep of the strike and the sentiment of the tolling people in its favour that in many places the sweepers also joined take strike. At Nappur the employees of the two Marathi dailioe Maharashtra and Tarun Bhathe workers.

This is the biggest strike action ever of the working-class of C.P. and should give an indication of the mood and temper of the workers to those who are trying to deprive them of their earnings to help their capitalist frieads.

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ECONOMIC POLICY

6 April 1948

STATEMENT ON INDUSTRIAL POLICY OF INDIAN GOVERNMENT

The Government of India have given careful thought to the economic problems facing the country. The nation has now set itself to establish a social order where justice and equality of opportunity shall be secured to all the people. The immediate objective is to provide educational facilities and health services on a much wider scale, and to promote a rapid rise in the standard of living of the people by exploiting the latent resources of the country, increasing production and offering opportunities to all for employment in the service of the community. For this purpose, careful planning and integrated effort over the whole field of national activity are necessary; and the Government of India propose to establish a National Planning Commission to formulate programmes of development and to secure their execution. The present statement, however, confines itself to Government's policy in the industrial field.

- (2) Any improvement in the economic conditions of the country postulates an increase in national wealth; a mere redistribution of existing wealth would make no essential difference to the people and would merely mean the distribution of poverty. A dynamic national policy must, therefore, be directed to a continuous increase in production by all possible means, side by side with measures to secure its equitable distribution. In the present state of the nation's economy, when the mass of the people are below the subsistence level, the emphasis should be on the expansion of production, both agricultural and, industrial; and in particular on the production of capital equipment, of goods satisfying the basic needs of the people, and of commodities the export of which will increase earnings of foreign exchange.
- (3) The problem of State participation in Industry and the conditions in which private enterprise should be allowed to operate must be judged in this context. There can be no doubt that the State must play a progressively active role in the development of industries, but ability to achieve the main objectives should determine the immediate extent of State responsibility and the limits to private enterprise. Under present conditions, the mechanism and the resources of the State may not permit it to function forthwith in Industry as widely as may be desirable. The Government of India are taking steps to remedy the situation; in particular, they are considering steps to create a body of men trained in business methods and management. They feel, however, that for some time to come, the State could contribute more quickly to the increase of national wealth by expanding its present activities, wherever it is already operating, and by con-

centrating on new units of production in other fields, rather than on acquiring and running existing units. Meanwhile, private enterprise,

properly directed and regulated, has a valuable role to play.

- (4) On these considerations, the Government have decided that the manufacture of arms and ammunition, the production and control of atomic energy, and the ownership and management of railway transport should be the exclusive monopoly of the Central Government. Further, in any emergency, the Government would always have the power to take over any industry vital for national defence. In the case of the following industries, the State—which, in this context, includes Central, Provincial and State Governments and other Public Authorities like Municipal Corporations—will be exclusively responsible for the establishment of new undertakings, except where, in the national interest, the State itself finds it necessary to secure the cooperation of private enterprise subject to such control and regulation as the Central Government may prescribe:
- (i) Coal (the Indian Coalfields Committee's proposals will be generally followed).¹
 - (ii) Iron and Steel.
 - (iii) Aircraft Manufacture.
 - (iv) Shipbuilding.
- (v) Manufacture of telephone, telegraph and wireless apparatus, excluding radio receiving sets.
 - (vi) Mineral Oils.

While the inherent right of the State to acquire any existing industrial undertaking will always remain, and will be exercised whenever the public interest requires it, the Government have decided to let existing undertakings in these fields develop for a period of ten years, during which they will be allowed all facilities for efficient working and reasonable expansion. At the end of this period, the whole matter will be reviewed and a decision taken in the light of circumstances obtaining at the time. If it is decided that the State should acquire any unit, the fundamental rights guaranteed by the Constitution will be observed and compensation will be awarded on a fair and equitable basis.

Management of State enterprise will, as a rule, be through the medium of public corporations under the statutory control of the Central Government, who will assume such powers as may be necessary to ensure this.

- (5) The Government of India have recently promulgated a measure for the control by the State of the generation and distribution of electric power. This industry will continue to he regulated in terms of this measure.
- (6) The rest of the industrial field will normally be open to private enterprise, individual as well as co-operative. The State will also

¹ In August 1948 the Government of India introduced in Parliament the Mines and Minerals (Regulation & Development) Bill.

¹ The Electricity (Supply) Act, 1948.

progressively participate in this field; nor will it hesitate to intervene whenever the progress of an industry under private enterprise is unsatisfactory. The Central Government have already embarked on enterprises like large river-valley developments, which are multipurpose projects of great magnitude, involving extensive generation of hydro-electric power and irrigation on a vast scale, and are calculated in a comparatively short time to change the entire face of large areas in this country. Projects like the Damodar Valley Scheme, the Kosi Reservoir, the Hirakud Dam, etc., are in a class by themselves and can stand comparison with any of the major schemes in America or elsewhere. The Central Government have also undertaken the production of fertilizer on a very large scale, and have in view other enterprises like the manufacture of essential drugs, and of synthetic oil from coal; many Provincial and State Governments are also proceeding on similar lines.

(7) There are certain basic industries of importance, apart from those mentioned in paragraph (4), the planning and regulation of which by the Central Government is necessary in the national interest. The following industries whose location must be governed by economic factors of all-India import, or which require considerable investment or a high degree of technical skill, will be the subject of Central regulation and control:

Salt; Automobiles and tractors; Prime Movers; Electric Engineering; Other heavy machinery; Machine tools; Heavy chemicals, fertilizers and pharmaceuticals and drugs; Electro-chemical industries; Non-ferrous metals; Rubber manufactures; Power and industrial alcohol; Cotton and woollen textiles; Cement; Sugar; Paper and newsprint; Air and Sea Transport; Minerals; Industries related to defence.

The above list obviously cannot be of an exhaustive nature. The Government of India, while retaining the ultimate direction over this field of industry, will consult the Governments of the Provinces and States at all stages and fully associate them in the formulation and execution of plans. Besides these Governments, representatives of Industry and Labour will also be associated with the Central Government in the Industrial Advisory Council and other bodies which they propose to establish, as recommended by the Industries Conference.

(8) Cottage and small-scale industries have a very important role in the national economy, offering as they do scope for individual, village or co-operative enterprise, and means for the rehabilitation of displaced persons. These industries are particularly suited for the better utilization of local resources and for the achievement of local self-sufficiency in respect of certain types of essential consumer-goods like food, cloth and agricultural implements. The healthy expansion of cottage and small-scale industries depends upon a number of factors like the provision of raw materials, cheap power, technical advice,

organized marketing of their produce, and, where necessary, safeguards against intensive competition by large-scale manufacture, as well as on the education of the worker in the use of the best available techniques. Most of these fall in the Provincial sphere and are receiving the attention of the Governments of the Provinces and the States. The Resolution of the Industries Conference has requested the Central Government to investigate how far and in what manner these industries can be co-ordinated and integrated with large-scale industries. The Government of India accept this recommendation. It will be examined, for example, how the textile mill industry can be made complementary to, rather than competitive with, the handloom industry, which is the country's largest and best organized cottage industry. In certain other lines of production, like agricultural implements, textile accessories, and parts of machine tools, it should be possible to produce components on a cottage-industry scale and assemble these into their final product at a factory. It will also be investigated how far industries at present highly centralized could be decentralized with advantage.

The Resolution of the Industries Conference has recommended that Government should establish a Cottage Industries Board for the fostering of small-scale industries. The Government of India accept this recommendation and propose to create suitable machinery to implement it. A Cottage and Small-scale Industries Directorate will also be set up within the Directorate-General of Industries and Supplies.

One of the main objectives will be to give a distinctly co-operative bias to this field of industry. During and before the last war, even a predominantly agricultural country like China showed what could be done in this respect, and her mobile industrial co-operative units were of outstanding assistance in her struggle against Japan. The present international situation is likely to lessen to a marked degree, our chances of getting capital goods for large-scale industry, and the leeway must be made up by having recourse to small-size industrial co-operatives throughout the country.

- (9) The Government, however, recognise that their objective, viz., securing the maximum increase in production, will not be realized merely by prescribing the respective spheres of the State and of private enterprise in Industry; it is equally essential to ensure the fullest cooperation between labour and management and the maintenance of stable and friendly relations between them. A resolution on this subject was unanimously passed by the Industries Conference which was held in December last. Amongst other things, the Resolution states:
- "... The system of remuneration to capital as well as labour must be so devised that, while in the interests of the consumers and the primary producers, excessive profits should be prevented by suitable methods of taxation and otherwise, both will share the product of their common effort, after making provision for payment of fair wages to labour, a fair return on capital employed in the industry and reasonable reserves for the maintenance and expansion of the undertaking."

Government accept this Resolution. They also consider that labour's share of the profits should be on a sliding scale, normally varying with production. They propose, in addition to the overall regulation of industry by the State, to establish machinery for advising on fair wages, fair remuneration for capital, and conditions of labour. They will also take steps to associate labour in all matters concerning industrial production.

The machinery which Government propose to set up will function at different levels, central, regional and unit. At the Centre, there will be a Central Advisory Council, which will cover the entire field of industry, and will have under it Committees for each major industry. These Committees may be split up into sub-committees dealing with specific questions relating to the industry, e.g., production, industrial relations, wage-fixation, and distribution of profits. The regional machinery under the Provincial Governments will be Provincial Advisory Boards which, like the Central Advisory Council, will cover the entire field of industry within the province; they will have under them Provincial Committees for each major industry. The Provincial Committees may also be split up into various sub-committees dealing with specific questions relating to production, wage-fixation and industrial relations. Below the Provincial Committees will come the Works Committees and the Production Committees attached to each major industrial establishment.

The Works Committees and the Production Committees will be bipartite in character, consisting of representatives of employers and workers only, in equal numbers. All other Committees will be tripartite, with representatives of Government, employers and workers.

Government hope that the machinery proposed will substantially reduce the volume of industrial disputes. In the case of unresolved conflicts, Government trust that management and labour will, in their own interests and in the larger interests of the country, agree to settle them through recognized channels of conciliation and arbitration, which will be provided by Government. The Industrial Relations Machinery, both at the Centre and in the Provinces, is being strengthened, and permanent Industrial Tribunals are being established for dealing with major disputes.

The Government of India are also taking special steps to improve industrial housing as quickly as possible. A scheme for the construction of one million workers' houses in ten years is under contemplation, and a Housing Board is being constituted for this purpose. The cost will be shared in suitable proportions between Government, employers and labour, the share of labour being recovered in the form of a reasonable rent.

In order to ensure quick decisions on the various matters arising out of the Industrial Truce Resolution, Government are appointing a Special Officer.

- (10) The Government of India agree with the view of the Industries Conference that, while it should be recognized that participation of foreign capital and enterprise, particularly as regards industrial technique and knowledge, will be of value to the rapid industrialization of the country, it is necessary that the conditions under which they may participate in Indian industry should be carefully regulated in the national interest. Suitable legislation will be introduced for this purpose. Such legislation will provide for the scrutiny and approval by the Central Government of every individual case of participation of foreign capital and management in industry. It will provide that, as a rule, the major interest in ownership, and effective direction will be in Indian hands; but power will be taken to deal with exceptional cases in a manner calculated to serve the national interest. In all cases, however, the training of suitable Indian personnel for the purpose of eventually replacing foreign experts will be insisted upon.
- (11) The Government of India are fully alive to their direct responsibility for the development of those industries which they have found necessary to reserve exclusively for State enterprise. They are equally ready to extend their assistance to private or co-operative enterprise in the rest of the industrial field, and in particular, by removing transport difficulties and by facilitating the import of essential raw materials to the maximum possible extent. The tariff policy of Government will be designed to prevent unfair foreign competition and to promote the utilization of India's resources without imposing unjustifiable burdens on the consumer. The system of taxation will be reviewed and readjusted where necessary to encourage saving and productive investment and to prevent undue concentration of wealth in a small section of the population.
- (12) The Government of India hope that this elucidation of their intentions on fundamental aspects of industrial policy will remove all misapprehensions, and they are confident that a joint and intensive effort will now be made by labour, capital and the general public, which will pave the way for the rapid industrialization of the country.

4 November 1948

SPEECH: DR AMBEDKAR

Mr President, Sir, I introduce the Draft Constitution as settled by the Drafting Committee and move that it be taken into consideration.

The Drafting Committee was appointed by a Resolution passed by the Constituent Assembly on August 29, 1947.

The Drafting Committee was in effect charged with the duty of preparing a Constitution in accordance with the decisions of the Constituent Assembly on the reports made by the various Committees appointed by it such as the Union Powers Committee, the Union Constitution Committee, the Provincial Constitution Committee and the Advisory Committee on Fundamental Rights, Minorities, Tribal Areas, etc. The Constituent Assembly had also directed that in certain matters the provisions contained in the Government of India Act, 1935, should be followed. Except on points which are referred to in my letter of the 21st February, 1948, in which I have referred to the departures made and alternatives suggested by the Drafting Committee, I hope the Drafting Committee will be found to have faithfully carried out the directions given to it.

The Draft Constitution as it has emerged from the Drafting Committee is a formidable document. It contains 315 Articles and 8

Schedules. It must be admitted that the Constitution of no country could be found to be so bulky as the Draft Constitution. It would be difficult for those who have not been through it to realize its salient and special features.

The Draft Constitution has been before the public for eight months. During this long time, friends, critics and adversaries have had more than sufficient time to express their reactions to the provisions contained in it. I dare say that some of them are based on misunderstanding and inadequate understanding of the Articles. But there the criticisms are and they have to be answered.

For both these reasons it is necessary that on a motion for consideration I should draw your attention to the special features of the Constitution and also meet the criticism that has been levelled against it.

Before I proceed to do so I would like to place on the table of the House, reports of three committees appointed by the Constituent Assembly: (1) Report of the Committee on Chief Commissioners' Provinces, (2) Report of the Expert Committee on Financial Relations between the Union and the States, and (3) Report of the Advisory Committee on Tribal Areas, which came too late to be considered by that Assembly though copies of these have been circulated to Members of the Assembly. As these reports and the recommendations made therein have been considered by the Drafting Committee it is only proper that the House should formally be placed in possession of them.

Turning to the main question. A student of Constitutional Law if a copy of a Constitution is placed in his hands, is sure to ask two questions. Firstly, what is the form of Government that is envisaged in the Constitution; and secondly, what is the form of the Constitution? For these are the two crucial matters which every Constitution has to deal with. I will begin with the first of the two questions.

In the Draft Constitution there is placed at the head of the Indian Union a functionary who is called the President of the Union. The title of this functionary reminds one of the President of the United States. But beyond identity of names there is nothing in common between the form of Government prevalent in America and the form of Government proposed under the Draft Constitution. The American form of Government is called the Presidential system of Government. What the Draft Constitution proposes is the Parliamentary system. The two are fundamentally different.

Under the Presidential system of America, the President is the chief head of the Executive. The administration is vested in him. Under the Draft Constitution the President occupies the same position as the King under the English Constitution. He is the head of the State but not of the Executive. He represents the nation but does not rule the nation. He is the symbol of the nation. His place in the administration is that of a ceremonial device on a seal by which the nation's decisions are made known. Under the American Constitution the President has under him secretaries in charge of different departments. In like manner the President of the Indian Union will have under him ministers in charge of different departments of administration. Here again there is a fundamental difference between the two. The President of the United States is not bound to accept any advice tendered to him by any of his secretaries. The President of the Indian Union will be generally bound by the advice of his ministers. He can do nothing contrary to their advice nor can he do anything without their advice. The President of the United States can dismiss any secretary at any time. The President of the Indian Union has no power to do so so long as his ministers command a majority in Parliament.

The Presidential system of America is based upon the separation of the Executive and the Legislature. So that the President and his secretaries cannot be members of the Congress. The Draft Constitution does not recognize this doctrine. The ministers under the Indian Union are members of Parliament. Only members of Parliament can become ministers. Ministers have the same rights as other members of Parliament, namely, that they can sit in Parliament, take part in debates and vote in its proceedings. Both systems of Government are of course democratic and the choice between the two is not very easy. A democratic Executive must satisfy two conditions: (1) It must be a stable Éxecutive and (2) it must be a responsible Executive. Unfortunately it has not been possible so far to devise a system which can ensure both in equal degree. You can have a system which can give you more stability but less responsibility; or you can have a system which gives you more responsibility but less stability. The American and the Swiss systems give more stability but less responsibility. The British system on the other hand gives you more responsibility but less stability. The reason for this is obvious. The American Executive is a non-Parliamentary Executive which means that it is not dependent for its existence upon a majority in the Congress, while the British system is a Parliamentary Executive which means that it is dependent upon a majority in Parliament. Being a non-Parliamentary Executive, the Congress of the United States cannot dismiss the Executive. A Parliamentary Government must resign the moment it loses the confidence of a majority of the members of Parliament. Looking at it from the point of view of responsibility, a non-Parliamentary Executive being independent of Parliament tends to be less responsible to the Legislature, while a Parliamentary Executive being more dependent upon a

majority in Parliament become more responsible. The Parliamentary system differs from a non-Parliamentary system inasmuch as the former is more responsible than the latter, but they also differ as to the time and agency for assessment of their responsibility. Under the non-Parliamentary system, such as the one that exists in the USA, the assessment of the responsibility of the Executive is periodic. It takes place once in two years. It is done by the electorate. In England, where the Parliamentary system prevails, the assessment of responsibility of the Executive is both daily and periodic. The daily assessment is done by members of Parliament, through questions, resolutions, no-confidence motions, adjournment motions and debates on addresses. Periodic assessment is done by the electorate at the time of the election which may take place every five years or earlier. The daily assessment of responsibility which is not available under the American system is, it is felt, far more effective than the periodic assessment and far more necessary in a country like India. The Draft Constitution, in recommending the Parliamentary system of Executive has preferred more responsibility to more stability.

So far I have explained the form of Government under the Draft Constitution. I will now turn to the other question, namely, the form of the Constitution.

Two principal forms of the Constitution are known to history one is called Unitary and the other Federal. The two essential characteristics of a Unitary Constitution are: (1) the supremacy of the Central polity and (2) the absence of subsidiary Sovereign polities. Contrarywise, a Federal Constitution is marked: (1) by the existence of a Central polity and subsidiary polities side by side, and (2) by each being sovereign in the field assigned to it. In other words, Federation means the establishment of a dual polity. The Draft Constitution is a Federal Constitution, inasmuch as it establishes what may be called a dual polity. This dual polity under the proposed Constitution will consist of the Union at the Centre and the States at the periphery. each endowed with sovereign powers to be exercised in the field assigned to them respectively by the Constitution. This dual polity resembles the American Constitution. The American polity is also a dual polity. one of it is known as the Federal Government and the other the States Government and these correspond respectively to the Union Government and the States Government of the Draft Constitution. Under the American Constitution the Federal Government is not a mere league of the States nor are the States administrative units or agencies of the Federal Government. In the same way the Indian Constitution proposed in the Draft Constitution is not a league of States nor are the States administrative units or agencies of the Union

Government. Here, however, the similarities between the Indian and the American Constitutions come to an end. The differences that distinguish them are more fundamental and glaring than the similarities between the two.

The points of difference between the American Federation and the Indian Federation are mainly two. In the USA this dual polity is followed by a dual citizenship. In the USA there is a citizenship of the USA. But there is also a citizenship of the State. No doubt the rigours of this double citizenship are much assuaged by the fourteenth amendment to the Constitution of the United States which prohibits the States from taking away the rights, privileges and immunities of the citizens of the United States. At the same time, as pointed out by Mr William Anderson, in certain political matters, including the right to vote and to hold public office, States may and do discriminate in favour of their own citizens. This favouritism goes even farther in many cases. Thus to obtain employment in the service of a State or local government, one is in most places required to be a local resident or citizen. Similarly in the licensing of persons for the practice of such public professions as law and medicine, residence or citizenship in the State is frequently required; and in business where public regulation must necessarily be strict, as in the sale of liquor, and of stocks and bonds, similar requirements have been upheld.

Each State has also certain rights in its own domain that it holds for the special advantage of its citizens. Thus wild game and fish in a sense belong to the State. It is customary for the States to charge higher hunting and fishing licence fees to non-residents than to its own citizens. The States also charge non-residents higher tuition fees in State colleges and universities, and permit only residents to be admitted to their hospitals and asylums except in emergencies.

In short, there are a number of rights that a State can grant to its own citizens or residents that it may and does legally deny to non-residents, or grant to non-residents only on more difficult terms than those imposed on residents. These advantages, given to the citizen in his own State, constitute the special rights of State citizenship. Taken all together, they amount to a considerable difference in rights between citizens and non-citizens of the State. The transient and the temporary sojourner is everywhere under some special handicaps.

The proposed Indian Constitution is a dual polity with a single citizenship. There is only one citizenship for the whole of India. It is Indian citizenship. There is no State citizenship. Every Indian has the same rights of citizenship, no matter in what State he resides.

The dual polity of the proposed Indian Constitution differs from the dual polity of the USA in another respect. In the USA the Constitutions of the Federal and the State Governments are loosely connected. In describing the relationship between the Federal and State Governments in the USA, Bryce has said:

'The Central or national Government and the State Governments may be compared to a large building and a set of smaller buildings standing on the same ground, yet distinct from each other.'

Distinct they are, but how distinct are the State Governments in the USA from the Federal Government? Some idea of this distinctness may be obtained from the following facts:

- (1) Subject to the maintenance of the republican form of Government, each State in America is free to make its own Constitution.
- (2) The people of a State retain for ever in their hands, altogether independent of the National Government, the power of altering their Constitution.

To put it again in the words of Bryce:

'A State (in America) exists as a commonwealth by virtue of its own Constitution, and all State authorities, legislative, executive and judicial are the creatures of, and subject to the Constitution.' This is not true of the proposed Indian Constitution. No State (at any rate those in Part I) has a right to frame its own Constitution.

The Constitution of the Union and of the States is a single frame from

which neither can get out and within which they must work.

So far I have drawn attention to the differences between the American Federation and the proposed Indian Federation. But there are some other special features of the proposed Indian Federation which mark it off not only from the American Federation but from all other Federations. All federal systems including the American are placed in a tight mould of federalism. No matter what the circumstances, it cannot change its form and shape. It can never be unitary. On the other hand the Draft Constitution can be both unitary as well as federal according to the requirements of time and circumstances. In normal times, it is framed to work as a federal system. But in times of war it is so designed as to make it work as though it was a unitary system. Once the President issues a proclamation, which he is authorized to do under the Provisions of Article 275, the whole scene can become transformed and the State becomes a unitary state. The Union under the proclamation can claim if it wants (1) the power to legislate upon any subject even though it may be in the State list, (2) the power to give directions to the States as to how they should exercise their executive authority in matters which are within their charges, (3) the power to vest authority for any purpose in any officer, and (4) the power to suspend the financial provisions of the Constitution. Such a power of converting itself into a unitary State no Federation

possesses. This is one point of difference between the Federation proposed in the Draft Constitution, and all other Federations we know of.

This is not the only difference between the proposed Indian Federation and other Federations. Federalism is described as a weak if not an effete form of Government. There are two weaknesses from which Federation is alleged to suffer. One is rigidity and the other is legalism. That these faults are inherent in federalism, there can be no dispute. A federal Constitution cannot but be a written constitution and a written Constitution must necessarily be a rigid Constitution. A federal Constitution means division of sovereignty by no less a sanction than that of the law of the Constitution between the Federal Government and the States, with two necessary consequences, (1) that any invasion by the Federal Government in the field assigned to the States and vice versa is a breach of the Constitution and (2) such breach is a justiciable matter to be determined by the Judiciary only. This being the nature of federalism, a federal Constitution cannot escape the charge of legalism. These faults of a federal Constitution have been found in a pronounced form in the Constitution of the United States of America.

Countries which have adopted federalism at a later date have attempted to reduce the disadvantages following from the rigidity and legalism which are inherent therein. The example of Australia may well be referred to in this matter. The Australian Constitution has adopted the following means to make its federation less rigid:

(i) by conferring upon the Parliament of the Commonwealth large powers of concurrent legislation and few powers of exclusive legislation.

(ii) by making some of the Articles of the Constitution of a temporary duration, to remain in force only 'until Parliament otherwise provides'.

It is obvious that under the Australian Constitution, the Australian Parliament can do many things which are not within the competence of the American Congress and for doing which the American Government would have to resort to the Supreme Court and depend upon its ability, ingenuity and willingness to invent a doctrine to justify it in the exercise of authority.

In assuaging the rigour of rigidity and legalism the Draft Constitution follows the Australian plan on a far more extensive scale than has been done in Australia. Like the Australian Constitution, it has a long list of subjects for concurrent powers of legislation. Under the Australian Constitution, concurrent subjects are 39; under the Draft Constitution they are 37. Following the Australian Constitution, there are as many as six Articles in the Draft Constitution where the provisions are of a temporary duration and which could be replaced by