

STATE BANK OF INDIA OFFICERS' ASSOCIATION

(BENGAL CIRCLE)



(Registered under Trade Unions Act 1926-Regd. No. 6908)
"Samriddhi Bhavan", E-Block, 6th Floor, 1, Strand Road, Kolkata – 700 001
Phone: (033) 2210 2210

e-mail: sbioabengalcircle@gmail.com
www.sbioabengal.com

Circular No. 25/2026

Date : 17.01.2026

To All Members (Please Circulate)

We reproduce hereunder the Circular No. 2026/05 dated 16.01.2026 issued by the General Secretary, AIBOC and also endorsed by AISBOF vide their Circular No. 20/2026 dated 16.01.2026 & AIBOC (WBSU) vide their Circular No. 7/2026 dated 17.01.2026, the contents of which are self-explicit.

With revolutionary greetings,

Shubhajyoti Chattopadhyay
(General Secretary)

FORWARDING OF UFBU LETTER NO. UFBU/2026/LTR-1 DATED 16.01.2026 – COMPLAINT ON ANTICIPATED UNFAIR LABOUR PRACTICE

We reproduce below the text of AIBOC Circular No. 2026/05, dated 16.01.2026, contents of which are self-explanatory for the information of the members.

With Greetings,

Yours Comradely,

Sd/-

(Rupam Roy)

General Secretary

FORWARDING OF UFBU LETTER NO. UFBU/2026/LTR-1 DATED 16.01.2026 – COMPLAINT ON ANTICIPATED UNFAIR LABOUR PRACTICE

We are forwarding herewith UFBU Letter No. UFBU/2026/LTR-1 dated 16.01.2026, along with enclosures, addressed to the **Chief Labour Commissioner (Central), Ministry of Labour**, with copies marked to **IBA** and **DFS**, for your information and necessary action.

The letter has been issued in the backdrop of the **Strike Notice (Form-L) dated 08.01.2026** for the proposed strike action on **27.01.2026**, and the strong apprehension that certain banks may resort to **unfair labour practices** by issuing intimidating communications, particularly to **officers in SMGS IV and SMGS-V**, to deter them from participating in lawful trade union activities.

It may be recalled that, during the **conciliation meeting held on 21.03.2025** before the Chief Labour Commissioner (Central) at Delhi, this issue was specifically raised, and it was advised (as minuted) that a formal complaint be lodged under **Section 25(T) of the Industrial Disputes Act, 1947** for appropriate examination and action.

In line with the said advice, UFBU has now taken a firm and proactive stand by submitting the present complaint, seeking immediate directions to IBA/banks to **desist from such unlawful acts, withdraw any such letters already issued**, and ensuring that no officer-member is discriminated against in collective organisational programmes.

All affiliates and state units are requested to take note of the above and remain vigilant. Wherever any such restrictive/threatening communication is issued by bank management, the same may be promptly reported through appropriate channels so that necessary organisational and legal action can be initiated in coordination with UFBU.

With revolutionary greetings,

Comradely yours,

Sd/-

Rupam Roy

General Secretary

Encls. As above

Shubhajyoti Chattopadhyay

General Secretary

Mobile : 9434551152

: 2 :

UNITED FORUM OF BANK UNIONS
(AIBEA-AIBOC-NCBE-AIBOA-BEFI-INBEF-INBOC-NOBW-NOBO)

UFBU/2026/LTR-1

Date : 16-1-2026

Chief Labour Commissioner (Central),
Ministry of Labour,
Office of the CLC,
Shrameva Jayate Building,
Sector 10, Dwarka,
New Delhi 110075

Dear Sir,

Reg: Complaint in anticipation of Unfair Labour Practices by Banks in connection with Strike Notice dated 08.01.2026 – Request for Immediate Direction to IBA to Advise Banks to Desist from such Unlawful Acts

We, the United Forum of Bank Unions (UFBU), an umbrella organization of nine constituent unions representing more than seven lakh fifty thousand Bank Employees/Officers, submit this complaint in anticipation of imminent unfair labour practices being resorted to by certain banks in connection with our lawful strike action for which due notice has already been served.

Chronology and Background

On 07.12.2023: A Memorandum of Understanding was signed between the Indian Banks' Association (IBA) and UFBU, pursuant to which the demand relating to implementation of a 5-Day Work Week in the Banking Industry and declaring the remaining Saturdays as Bank Holidays was recommended by IBA for Government approval.

On 08.03.2024: The above understanding was further provided in the Settlement/Joint Note dated 08.03.2024.

On 21.03.2025 (Conciliation Meeting under your esteemed office): The issue of Unfair Labour Practice in the Banking Industry was specifically discussed, and we take cognizance of your office's good advice for filing of complaints forcing appropriate legal action in such matters.

On 08.01.2026: UFBU duly served a Strike Notice in FORM-L, notifying that members of all nine constituent unions propose to go on STRIKE from the midnight of 26th January, 2026 to the midnight of 27th January, 2026, demanding approval of the Government for implementation of 5-Day Work Week in the Banking Industry and declaring the remaining Saturdays as Bank Holidays, as recommended by IBA based on the Memorandum of Understanding signed between IBA and UFBU on 07.12.2023, and as further provided in the Settlement/Joint Note dated 08.03.2024.

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 3 :

Present Situation and Anticipated Unfair Labour Practice

Based on past experience and reliable information, we have strong reason to believe that certain banks are preparing to issue threatening letters/communications to officers in Scale IV and above, designating them as belonging to a so-called "Senior Management Cadre", invoking Section 36 AD of the Banking Regulation Act, 1949, with the malafide intent to intimidate them from participating in the lawful strike action and from exercising their constitutional right to association.

We submit that such anticipated action is in direct contravention of the discussions and the context recorded in the conciliation proceedings held on 21.03.2025 under your esteemed office, wherein the issue of Unfair Labour Practice was specifically discussed.

It is also relevant that officers up to Scale V in many banks, and up to Scale VII in some others, are regular members of our organization, contributing subscriptions and taking active part in our collective programmes and representatives' forums. Denying these members their right to participate in strike actions, while continuing to treat them as association members for all other purposes and while they are governed by the same service conditions, is illogical and strikes at the root of trade union democracy. It creates an artificial division within the officer community, undermines the unity of the workforce, and contradicts the principles on which industrial relations in the banking sector have been built.

Legal and Procedural Position

We categorically submit that any invocation of Section 36 AD of the Banking Regulation Act, 1949 against officers participating in lawful trade union activities is wholly misconceived and legally untenable, and amounts to gross misuse of statutory provisions.

Section 36 AD states:

"(1) No person shall, (a) Obstruct any person from lawfully entering or leaving any office or place of business of a banking company or from carrying on any business there, or (b) hold, within the office or place of business of any banking company, any demonstration which is violent or which prevents, or is calculated to prevent, the transaction of normal business by the banking company, or (c) act in any manner calculated to undermine the confidence of the depositors in the banking company."

The phrase "no person shall" is unequivocally general in its application and cannot be selectively enforced against officers in isolation from other employees. Where an action constitutes a collective endeavour involving all categories of staff, any differential treatment of specific segments amounts to impermissible discrimination and victimization, contravening principles of equity and natural justice.

Participation in peaceful strikes, conducted in strict adherence to due process, does not amount to "obstruction" of entry or exit. This is demonstrated by the routine ability of top executives and other personnel to access offices and carry

State Bank of India Officers' Association

(BENGAL CIRCLE)

:4:

out work on strike days, evidencing the absence of any genuine impediment to movement or operations.

The provision in question pertains solely to demonstrations that are violent or that actively prevent the normal conduct of business. The history of banking trade unionism in India bears evidence to our activities as consistently peaceful and non-violent, aligning with democratic norms and legal safeguards.

Advocacy for legitimate service conditions and the faithful implementation of agreed settlements cannot reasonably be interpreted as undermining depositor confidence. On the contrary, such union efforts are designed to safeguard the long-term interests of banks, their employees, and all stakeholders by fostering stable and equitable industrial relations.

Further, Section 36 AD (2) explicitly limits applicability to instances absent a "reasonable excuse." Legitimate trade union activities, undertaken with proper notice, participation in conciliation proceedings, and adherence to statutory protocols, constitute such reasonable excuse.

Parliamentary and Governmental Context (as already on record)

The historical background of Section 36 AD is extremely relevant. When this provision was inserted through the Banking Laws (Amendment) Act, 1968 and opposed by trade unions, the Committee on Petitions of the 4th Lok Sabha observed in its 6th Report at Para 3.53:

"The Committee would, however, like to emphasise that while applying these provisions it should be ensured that genuine trade union activities do not receive any set back and also the bank employees are not harassed in any manner."

The Government accepted these recommendations, as stated in the 5th Report (5th Lok Sabha) on Action Taken:

"The Ministry of Finance (Department of Banking) in their communication, dated the 12th March, 1970 stated that the Government accepts the recommendations of the Committee. The Reserve Bank of India has been requested to bring the recommendation to the notice of the banks for their guidance."

Further, Shri Panampalli Govinda Menon, the then Law Minister, stated in Parliament on 24.03.1970 that "the Government had accepted the recommendations of the Committee on Petitions, and RBI had been advised to write to the Banks not to invoke Section 36 AD of the Banking Companies (Regulations) Act."

The Finance Minister, Shri K.C. Pant, stated on the floor of Rajya Sabha:

"It does not deal with labour-management relations... nor does it affect legitimate trade union rights. It does not prohibit lawful strikes and other legitimate and peaceful methods of ventilating grievances... There is no infringement in rights to carry on legitimate trade union activity under this section nor even a curb on peaceful picketing."

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 5 :

Constitutional and Industrial Disputes Act Position

Article 19(1)(c) of the Constitution of India guarantees to all citizens "the right to form associations or unions." Any attempt by banks to intimidate or prevent SMGS-IV and V officials from participating in legitimate trade union activities constitutes an unconstitutional subversion of this fundamental right.

Such acts constitute Unfair Labour Practice as defined under Section 25(T) read with Schedule V of the Industrial Disputes Act, 1947, particularly where management interferes with, restrains, or coerces employees in the free exercise of their rights to organize, form, join, or assist a trade union, or threatens discharge/dismissal/adverse action for union activity, or discriminates against employees on account of union involvement.

We also recall the proceedings before the Chief Labour Commissioner (Central) during the conciliation meetings held on 21.03.2025 between UFBU and IBA, wherein discussions reaffirmed the representative character of recognized unions across officer scales. The attempt to now impose cadre-based restrictions negates the understanding reached in those conciliatory meetings and exposes the concerned banks to allegations of unfair labour practice.

As the designated negotiating body under the established bipartite system, IBA bears the responsibility to uphold the principles embedded in the Joint Notes and settlements signed with Employees'/Officers' Associations, including the 12th Bipartite Settlement/9th Joint Note, which recognizes the legitimate role of employees'/officers' associations in representing members across grades. The current practice of excluding sections of officers from exercising their collective rights is regressive and inconsistent with the spirit of these agreements.

In the light of the above facts, we urge immediate withdrawal of all communications and circulars prohibiting officers in Scale IV and above from participating in organisational strike actions.

Our Request for Immediate Intervention and Directions

In view of the foregoing facts, circumstances, and the imminent threat of Unfair Labour Practice in connection with the lawful strike scheduled for 27th January, 2026, we most respectfully but firmly pray that your esteemed office may be pleased to:

1. Apprise the appropriate authority urging them to take immediate cognizance of this complaint and formally register it under Section 25(T) of the Industrial Disputes Act, 1947, in line with the advice tendered during the Conciliation Meeting held on 21.03.2025.
2. Issue forthright directions to the Indian Banks' Association (IBA) to promptly instruct all member banks to cease and desist from issuing any threatening letters or communications invoking Section 36 AD of the Banking Regulation Act, 1949, against employees and officers for participation in lawful strike action.

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 6 :

3. Direct all concerned banks to unconditionally withdraw any such letters or communications already issued, thereby rectifying the overreach and restoring compliance with statutory norms.
4. Explicitly warn the banks that any continued or future violations will attract stringent action as prescribed under the Industrial Disputes Act, 1947.
5. Mandate IBA to widely circulate the Parliamentary Committee's recommendations—along with the Government's formal acceptance thereof—to all member banks, ensuring strict and immediate compliance across the sector.

Further, UFBU reserves all legal and constitutional rights to challenge this discriminatory and unconstitutional practice before competent judicial and industrial forums if it continues. We demand that IBA and concerned banks forthwith stop this practice and issue written confirmation affirming that every officer who is a member of a recognized association enjoys equal rights in all collective activities, irrespective of grade or scale. Failing this, UFBU will be compelled to escalate the matter before the Ministry of Labour & Employment, the Department of Financial Services, and other appropriate authorities to ensure that the constitutional and trade union rights of employees/officers are protected in full measure.

It has always been our earnest desire to have congenial and cordial industrial relations in the banking industry. However, the continuing and anticipated unconstitutional and unfair labour practice in connection with the lawful strike action has compelled us to approach your esteemed office for immediate intervention and direction to IBA to advise banks to desist from such unlawful acts.

Thanking you,

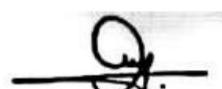
Yours sincerely,



AIBEA



AIBOC



NCBE



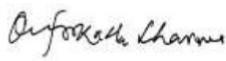
AIBOA



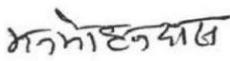
BEFI



INBOC



INBEF



NOBW



NOBO

Enclosed: As above

State Bank of India Officers' Association

(BENGAL CIRCLE)

: 7 :

F. No. 21(17)/2025-IR
Government of India
Ministry of Labour & Employment
Office of the Chief Labour Commissioner (C)

Dated: 21.03.2025

Attendance of the parties is attached on a separate sheet.

United forum of bank unions served a strike notice in Form-L dated 05.03.2025 to the Chairman, Indian Banks Association and the Chief Labour Commissioner(C) mentioning therein to go on strike on 24th – 25th March 2025 apart from other agitational programmes. The moment the notice is received to the Chief Labour Commissioner(C), it is seized into conciliation considering public utility service and a notice was issued to all the stake holders asking them to attend the meeting on 18.03.2025 at 11.30 AM.

Elaborate discussion took place during the conciliation proceedings on 18.03.2025 on all the 13 issues contained in the strike notice. All the constituent members of the United Forum were aggrieved of the fact that despite submission of bipartite agreement on the issue of five (05) days working apart from other issues in banking industry, to the Government, it could not be appropriately considered and steps are not initiated even after lapse of one year. Such attitude on the part of the Govt. reflects that Govt. is not sensitive towards the affairs of banking industry which compelled them to use their ultimate right under the law i.e. strike enshrined under section 22 of ID Act, 1947.

As stalemate on specific issue of five days working and PLI continued despite marathon discussion, the matter was adjourned for 21.03.2025 at 11.30 AM with instruction to the DFS and IBA to reconsider their decision and come back for further discussion. The discussion resumed today. During the proceedings the Ld. Representatives of DFS submitted that they do not have anything to add in the status what they stated during the last conciliation proceedings. However, the Ld. Representative of IBA admitted that it was their presumption that once bipartite agreement is endorsed to the Govt. i.e. competent authority to take a concrete decision, their role is over and therefore, could not pursue with the Govt. and assured that they will pursue the matter with the Govt. at its optimum level so that fruitful result is seen as soon as possible. Marathon discussion also took place between the parties and consensus is arrived in following issues in the light of the strike to be held on 24th and 25th March 2025 except the issue of 5 Days working:

- Adequate recruitment in all cadres:** The IBA agreed to take up with the member banks and with the recent changes in the enhanced duties of clerical employees in public sector banks as per the 12th Bipartite Settlement IBA is hopeful of positive development in recruitment in all the public sector banks. However, IBA assured regular interaction with the constituents of UFBU on a periodic basis for resolution of the shortage over a period of time and also to discuss a manpower planning for Banks. The issue of recruitment of subordinate staff shall be discussed and it is decided to take up the issue with a positive

Page 1 of 3

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 8 :

frame of mind. IBA also raised the issue of outsourcing for further discussion with the unions. CLC (C) advised the parties to discuss this issue bilaterally.

2. **Review of directive on PLI issued by DFS:** The IBA agreed to refer the matter to DFS for re-examination and reconsideration of the new scheme sent to the Public Sector Banks.
3. **Safety of employees and officers in Branch premises against assault by unruly elements and customers:** IBA fully shared views of the UFBU and informed that they are fully seized of the issue and it is being discussed at the managing committee level.
4. **Filling up of post of Workmen/ officers Directors in PSBs:** The representative from the DFS informed that 14 names have already been sent for consideration and approval by the ACC. Remaining cases are under examination.
5. **Resolution of residual issues pending with IBA:** IBA informed that two rounds of discussions have already taken place on 26.08.2024 and 13.03.2025. Further discussion will continue to find amicable solutions.
6. **Increase in Gratuity Ceiling:** The DFS informed that it requires legal formalities which involves Ministry of Labour. DFS has already taken it up with the Ministry of Labour and is following up the same. The UFBU requested to expedite the process.
7. **Income tax on perquisite:** The DFS informed that levy of income tax on perquisite is as per the Income tax Act. Banks may take their own decision in absorbing the tax Burden.
8. **Maintaining 51% of Capital in IDBI Bank:** The DFS and IBA informed that this is a policy matter of the government and hence cannot comment on the same.
9. **Outsourcing permanent jobs in Banks:** The IBA informed that as agreed before the CLC they are ready to discuss the issue with the UFBU in the background of the guidelines of the RBI and having regard to the judgement of the supreme court.
10. **Unfair labour Practice in Banking Industry:** The UFBU brought to the attention of the CLC that even though all employees and officers have a right to join the union/ association of their choice as provided in the Indian Trade Unions Act 1926 and also as per the Article 19-1-C of the Constitution of our country, some of the banks are preventing SMGS-IV and above officials to be the member of the Association / Union in which other officers are members. The IBA informed that they will discuss the issue further. The unions requested the intervention of the CLC (C) in this regard. Responding to the issue of Unfair labour Practice, The CLC (C) advised to file a complaint for violation of section 25 (T) of ID Act, 1947 so that the matter be investigated with legal application of mind and appropriate action may be initiated, if required.

The Ld. Representatives of the United Forum were still not convinced of the assurance of the Ld. Representatives of IBA and thus the stalemate continued resulting to the conviction that the union shall go on strike on 24th & 25th March 2025 as they intended in their strike notice. At this juncture the CLC(C) took a move and asked the senior representative of DFS to attend the meeting immediately on VC, if it is not possible physically. Accordingly, the Joint Secretary from DFS, Ministry of Finance attended the meeting over video conferencing and informed that

Page 2 of 3

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 10 :

3591 Banking SRAVANA 10, 1890 (SAKA) Laws (Amdt.) Bill 3592

MR. DEPUTY-SPEAKER: The question is:

"That the Bill be passed".

The motion was adopted.

—
17.05 hrs.

BANKING LAWS (AMENDMENT)
BILL

THE DEPUTY PRIME MINISTER
AND MINISTER OF FINANCE
(SHRI MORARJI DESAI) rose.

SHRI N. SREEKANTAN NAIR
(Quilon): On a point of order.

MR. DEPUTY-SPEAKER: I have got some slips. I suggest that he may move the motion for consideration, and then I will consider the points of order.

SHRI MORARJI DESAI: I beg to move:

That the Bill further to amend the Banking Regulation Act, 1949, so as to provide for the extension of social control over banks and for matters connected therewith or incidental thereto, and also further to amend the Reserve Bank of India Act, 1934, and the State Bank of India Act, 1955, as reported by the Select Committee, be taken into consideration.

As the House is aware, the Banking Laws (Amendment) Bill, 1967 was introduced in the House on 23rd December, 1967 and was subsequently referred to a Select Committee on 26th March, 1968. The report of the Select Committee was presented to the House on the 6th May, 1968. The Committee heard evidence from the concerned parties and has recommended a number of changes in the Bill. These have been explained in detail in the Report of the Select Committee. I propose, however, to take this oppor-

tunity of elucidating the scope of the relatively more important provisions of the Bill which have a bearing on our scheme of social control over banks.

As I have explained in the Statement of Objects and Reasons, the main object of the Bill is to amend the Banking Regulation Act, 1949 to incorporate certain new provisions with a view to extending effective social control over banks. Clause 3 of the Bill contains important new measures relating to the reconstitution of the Boards of directors and appointment of professional persons as full-time Chairman of banking companies. Detailed provisions in this regard are already well-known to Hon'ble Members but perhaps it would be worthwhile if I explain their significance in the context of the social control scheme.

It has often been alleged that there is a close link between commercial banks and big industrial houses and that, in the matter of disbursement of loans, they are able to exercise undue influence over the management of banks in their day-to-day credit decisions and that several priority sectors such as small-scale industry and agriculture are neglected. It has, therefore, been felt that steps should be taken to snap, or at least to make ineffective, such links and that the exclusive orientation of the banks towards industry and business should be changed. This cannot be achieved within the frame-work of the Banking Regulation Act as it stands today. The existing law does not go further than putting some restrictions on the employment of certain persons in the managerial capacity. For example, no banking company can be managed by a managing agent or by any person who is a director of any other company or who is engaged in any business or vocation. It is true that appointments of chief executive officers are required to be approved by the Reserve Bank but the Chairman of the Boards of directors who preside

State Bank of India Officers' Association
(BENGAL CIRCLE)

:11:

3593 *Banking*

AUGUST 1, 1968 *Laws (Amdt.) Bill* 3594

[Shri Morarji Desai]

over the boards' meetings are not subject to any control by the Reserve Bank. It has been alleged that as they are connected with several industrial houses, they are in a position to exercise a preponderant influence on the lending and investment policies of the banks. The existing law does not also provide any guidance as to the composition of the Boards of directors, though such a composition has an important bearing on the policy decisions that the Board of directors has to take from time to time. What the Bill seeks to ensure, therefore, is that the commercial banks, which have to take actual credit decisions in the light of the guidelines that may be indicated to them, are properly oriented for this purpose and that the Reserve Bank's powers are adequately widened to secure implementation of such guidelines.

The proposed Section 10A lays down, for the first time, certain positive criteria regarding the composition of this Boards of directors so that the persons who have substantial interest or active association with large or medium sized industrial undertakings do not come to occupy a majority. Further the new Section 10B seeks to provide that the Chairmen should have no active association or substantial interest in any company or firm and should have special knowledge and practical experience of the working of a banking company or a financial institution or financial, economic or business administration. I am sure that the House will agree with me that these two sections will go a long way to transform the character and composition of the Boards and thereby ensure that the credit decisions taken by them do not suffer from any undue bias towards business and industry.

I should like to refer in passing to the criticism which has been levelled that these two sections relating to the reconstitution of commercial banks and appointment of professional per-

sons as full-time chairman will result in political control over banks. I hope what I have explained above will serve to remove any such misconception. All that the proposed sections intend to do is to lay down certain criteria which the commercial banks would have to follow in making appointments to the boards of directors or of the chairman. It is not the intention of the Government or the Reserve Bank to interfere in the appointment of members of boards of directors or full-time chairman unless it is of the opinion that the composition of the boards of directors or the appointment of chairman does not fulfil the statutory requirements. If the Reserve Bank has any occasion to remove a chairman, there is a provision for appeal against the decision of the Reserve Bank and the appeal lies with the Central Government. Nevertheless during the course of the discussion in the Select Committee, a view was expressed that if the chairman of a bank becomes a critic of the monetary and banking policy of the Reserve Bank or the fiscal or economic policy of the Central or of a State Government, the Reserve Bank or the Central Government could take the stand that such a chairman is not a fit and proper person to hold the office and should be removed. The Committee was assured by the Government that it had no such intention. I should like to reiterate the assurances that there would be no question of the Reserve Bank or the Central Government taking recourse to this section for removing the chairman merely on the ground that he was critical of the monetary or banking policies of the Reserve Bank or fiscal or economic policies of the Central Government.

SHRI RANGA (Sri Kakulam): Or of the politics of the Government.

SHRI MORARJA DESAI: It goes without saying.

Another provision which is an important part of our scheme of social control, is the prohibition of loans and

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 12 :

3595

Banking

SRAVANA 10, 1890 (SAKA) Laws (Amdt.) Bill 3596

advances to directors of the banking companies. The Select Committee considered this clause in considerable detail and has made certain important changes in this clause. These have been clearly brought out in para 15 of the report of the Select Committee. It is not necessary for me to repeat them here. I am glad to say that the basic function of this clause has been widely appreciated and there is no doubt that the statutory prohibition of loans and advances to directors and their concerns would go a long way towards eliminating the influence of any group or persons in the matter of getting loans for themselves or their concerns.

I should now turn to the proposed section 36AD. Members are aware of the background against which this provision was originally included in the Bill. The Select Committee, I am glad to say, has gone into the matter in great detail and the amended clause, as it has emerged, is based on a considerable measure of agreement within the Committee. Although some of the hon. Members have not yet found it possible to accept it unreservedly, inspite of the improvements that have been made, the Committee by a majority, has recommended the enactment of the new clause as amended.

stay open and meet their commitments under the Act. If there is any deliberate obstruction or intimidation within the premises of an office which affects its functioning, it has implications which are far more serious than adoption of similar practices in individual or commercial or business establishments, since in their case only the interests of the particular unit or of an industry might be affected, while in the case of banks or similar credit institutions the repercussions are far reaching and very grave indeed. Since banks are delicate credit institutions, Government have a responsibility to ensure that they are able to function normally during the usual business hours. I am not referring to lawful strikes and other legitimate method of ventilating grievances, but there have been occasions when activities entailing the use of force in one form or other or something very close to the use of force or physical obstruction has seriously affected the working of banks. What the proposed section purports to do is to prohibit any person from indulging in violent activities or any methods which prevent or are calculated to prevent the normal functioning of a bank. Unless we are in a position to ensure the smooth functioning of the banks and other credit institutions, the objective underlying social control over banks would be frustrated.

As this clause has evoked considerable controversy and criticism and as some hon. Members of the Select Committee have entered minutes of dissent, the House would bear with me, if I take this opportunity to clarify certain questions which have been raised. I should at the outset clarify the basic objective of this section. Banks are primarily service institutions and have to function as efficient and disciplined units. They have certain responsibilities to discharge towards the public and their constituents who are borrowers and depositors and have also certain obligations under the Negotiable Instruments Act to

It has been argued that the bank awards and the bipartite settlements provide for disciplinary action in the event of 'gross misconduct' or 'minor misconduct'. This cannot, however be regarded as an adequate substitute for the proposed section 36AD. Under the bipartite settlements, only employees can be dealt with under the prescribed procedure whereas, under the proposed section, all persons including employees can be dealt with. Further, under the existing provisions only bank management can take disciplinary action whereas, under the

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 13 :

3597

Banking

AUGUST 1, 1968 Laws (Amdt.) Bill 3598

[Shri Morarji Desai]

proposed section 36AD, it will be open to any person to move the court if he feels that he has been an aggrieved party. I would like to mention further that the mere reference to 'gross misconduct' in the bank awards or in settlements, as they are now in force, does not have the effect of creating as a permanent provision, by law, a new criminal offence for which punishment subject to the offence being established, is automatic. In the absence of a clear statement of the law or a provision creating a special criminal offence in relation to banking companies, bank managements or members of the public aggrieved cannot be expected always to obtain injunctions from civil courts in time. The new provision creates, therefore, a special criminal offence which will make it unnecessary for the banks or for members of the public dealing with the banks who feel aggrieved to seek civil remedies in an *ad hoc* manner. It is clearly in the public interest that there should be a clear provision in the law which will facilitate the functioning of the banks and it will, therefore, be appropriate to include this provision in the Banking Regulation Act as it relates to banks

lay down clearly the conditions which have to be fulfilled before the Central Government can consider the question of acquiring any banking company and that detailed method of computation for paying compensation has also been prescribed in the Bill. This is not an unguided or arbitrary power which is proposed to be acquired by the Central Government.

A few other amendments in the Banking Regulation Act have been proposed with the main object of widening the power of the Reserve Bank to issue directions to secure compliance with the objectives and priorities of the economic and monetary policies. The existing nature of control is primarily restrictive in nature with the emphasis on the protection of the interests of depositors; but it has been felt that, in the context of our present objective of social control, it will be desirable to confer upon the Reserve Bank powers which are more positive and purposeful. It is, therefore, proposed to empower the Reserve Bank to appoint observers or to appoint additional directors or to issue general directions to banking companies not only in the interest of the depositors and proper management of the banking companies but also in the interest of the banking policy as well. I am glad that the Select Committee has amended the original definition of banking policy so as to make it clear that in specifying any policy in the interest of the banking system or in the interest of the monetary stability or sound economic growth, due regard will have to be paid to the interests of the depositors. This will serve to allay any apprehension which has sometimes been expressed that the policy of social control will jeopardise the interests of depositors.

Let me reiterate once again that it is not our intention to abridge, through the provisions of the Bill, any lawful trade union rights including the right to strike, in an orderly manner after due notice. The Bill only seeks to prohibit acts which are clearly undesirable making them penal offences in the wider public interest.

I am glad that, in the Select Committee, there was near unanimity on the question of inserting a new chapter in the Banking Regulation Act to acquire banking companies under certain circumstances. Some have criticised this provision as nationalisation through the backdoor. I am afraid that this criticism is misconceived. The new section seeks to

While the main object of the Bill is to amend the Banking Regulation Act, opportunity has been taken to propose certain minor amendments to the Reserve Bank of India Act and the State Bank of India Act. In the

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 14 :

3599 Banking SRAVANA 10, 1890 (SAKA) Laws (Amtd.) Bill 3609

Reserve Bank of India Act, these minor amendments are mainly intended to give effect to a proposal to simplify the procedure for refinance by the Reserve Bank of packing credit advances granted to exporters by banks, to give effect to a proposal to enable the Reserve Bank to revalue gold held in the Issue Department at the present parity rate after the devaluation of the rupee, to enable the Reserve Bank to purchase and sell silver and also to enable it to provide facilities for training and promotion of research in banking. The amendments proposed to the State Bank of India Act are intended to enable the State Bank to grant loans to borrowers for relatively longer period of 12 months as compared to 6 months, which is the maximum permissible at present and also to enable it to extend loans upto 18 years in certain cases approved by its Central Board. Apart from these minor amendments, certain clarificatory changes are proposed to be made in some sections of the Reserve Bank of India and in the State Bank of India Act. These do not call for any comments.

I would now refer to an official amendment which I propose to move. As the Members are aware, in my Budget speech, I had announced that the commercial banks will be given some subsidy in respect of all types of export credit. The scheme has been framed and brought into effect. It would be advantageous if the Reserve Bank is empowered to operate the scheme as an agent of the Central Government, as this will facilitate the day-to-day implementation of the scheme and enable the commercial banks to obtain quick reimbursement of claims admissible to them under this scheme. The proposed amendment is relatively minor and non-controversial.

With these words, I beg to move that the report of the Select Committee be taken into consideration.

MR. DEPUTY-SPEAKER: Motion moved:

"That the Bill further to amend the Banking Regulation Act, 1949, so as to provide for the extension of social control over banks and for matters connected therewith or incidental thereto, and also further to amend the Reserve Bank of India Act, 1934, and the State Bank of India Act, 1955, as reported by the Select Committee, be taken into consideration.

There are some amendments for circulation of the Bill for eliciting public opinion.

SHRI S. M. BANERJEE (Kanpur): I beg to move:

"That the Bill be circulated for the purpose of eliciting opinion thereon by the 1st November, 1968." (2)

MR. DEPUTY-SPEAKER: Amendment No. 79 by Shri George Fernandes is the same as amendment No. 2 which has been moved.

SHRI E. K. NAYANAR (Palghat): I beg to move:

"That the Bill be circulated for the purpose of eliciting opinion thereon by the 1st December, 1968." (80)

MR. DEPUTY-SPEAKER: Mr. Dar's amendment is out of order because he has not mentioned the time when it should be returned after circulation. There is another amendment which reached the Table after the permissible time-limit. That also is not permissible.

SHRI S. M. BANERJEE: On a point of order, Sir.

SHRI N. SRIKANTAN NAIR: On a point of order, Sir.

SHRI N. DANDEKER (Jamnagar): I hope there will be a general discussion, Sir.

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 15 :

3621

Banking

AUGUST 1, 1968

AUGUST 1, 1968 Laws (Amdt.) Bill 3602

MR. DEPUTY-SPEAKER: Yes, of course. Before I place the motion for consideration and the amendments before the House, there are some points of order. I will hear them. Mr. Banerjee.

धीं अबदुः गर्व दार (गुडगांव) :
हिन्दी स्पीकर साहब, औन ए प्लाएंट औफ
आर्डर। मैं ने तारीख जब पूछी थी तो तारीख
मैं ने दे दी थी और एसी हालत में मेरा
अमेंडमेंट आउट आफ आर्डर कैसे हो गया?

[شری عبدالغفار قادر (کوڑاگانوں) :
تپتی اسپہکو صاحب اون اے پواننت
آرقدا - مہیں نے تاریخ چب ہو چھی تھی
تو تاریخ میں نے دے دی نہیں اور
ایسی حالت میں میرا اسپلڈ میہمت
آئت آف آرقدا کوہیں ہو کھا -]

SHRI S. M. BANERJEE: I rise on a point of order under rule 327 which says that a point of order must relate to the business before the House. Sir, my point of order is this, that unless certain clauses of this Bill are deleted this Bill is against certain provisions of the Constitution.

MR. DEPUTY-SPEAKER: What is your authority, constitutional authority for your statement?

SHRI S. M. BANNERJEE: Sir, let me develop my point; do not try to derail me.

MR. DEPUTY-SPEAKER: I do not want to derail your argument but sometimes it gets derailed, I cannot help it.

SHRI S. M. BANERJEE: Sir, the Bill cannot be taken into consideration unless some of these clauses are deleted. The hon. Minister has unsuccessfully tried to convince us. He has said something about the utility of 36AD which is given on page 12 of the Bill as it has emerged from the Select Committee. It says:

"36AD. (1) No person shall—

- (a) obstruct any person from lawfully entering or leaving any office or place of business of a banking company or from carrying on any business there, or
- (b) hold within the office or place of business of any banking company, any demonstration which is violent or which prevents, or is calculated to prevent, the transaction of normal business by the banking company, or . . ."

I am not reading sub-clause (c). What was the object of this Bill? If you see the original Bill which came before the House and before it went to the Select Committee, in the Statement of Objects and Reasons the hon. Minister said:

"A good deal of concern has been expressed in the recent past about the functioning of the commercial banks in the country . . ."

MR. DEPUTY-SPEAKER: I would like to tell Mr. Banerjee that while making the motion the hon. Deputy Prime Minister already anticipating this criticism has replied to it. Therefore, he can bypass what is said in the Statement of Objects and Reasons.

SHRI PILOO MODY (Godhra): Sir, he can only object when the Bill is introduced.

SHRI S. M. BANERJEE: I objected to the introduction of the Bill as a whole. I now object that the Bill as it has emerged out of the Select Committee cannot be discussed in this House because it cuts across certain fundamental rights. (*Interruption*). Sir, I listened to the hon. Minister's boring speech for forty minutes without any interruption.

MR. DEPUTY-SPEAKER: You are right so far as your objection is concerned, but you must point out the

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 16 :

*3603 *Banking* SRAVANA 10, 1890 (SAKA) Laws (Amdt.) Bill 3604

constitutional authority now which you base your objection.

SHRI S. M. BANERJEE: In the Statement of Objects and Reasons he never pointed out anything about curtailing the fundamental rights or anything.

SHRI MORARJI DESAI: Sir, I rise on a point of order on his point of order. How does it arise now? His point of order is in regard to the legality of the Bill and that cannot be raised at this stage.

SHRI S. M. BANERJEE: It can be raised at any stage. I do not know anything about the finances of the country, but I have read the rules.

MR. DEPUTY-SPEAKER: I have seen the rules. I now want you to point out your constitutional authority for raising this objection.

SHRI S. M. BANERJEE: Sir, the moment I start you object or somebody else interrupts. Let me proceed (*Interruption*). I do not want to read the Statement of Objects and Reasons in full. In the Statement of Objects and Reasons the hon. Minister has said something about how banks function and how they are to be controlled.

MR. DEPUTY-SPEAKER: I am permitting you to raise the point of order. I have seen the relevant clauses. If you point out the particular clause that contravenes a particular right, then I am prepared to hear you.

SHRI S. M. BANERJEE: Clause 36AD on page 12.

MR. DEPUTY-SPEAKER: I have read that clause.

SHRI MORARJI DESAI: Are you revising the ruling that has always been given by the Speaker that the question whether it is within the competence of the Constitution cannot be decided here but can only be decided in the court of law?

MR. DEPUTY-SPEAKER: He is raising an objection and I must hear him.

Shri Banerjee must point out to me some authority . . . (*Interruption*)

SHRI S. M. BANERJEE: May I invite your kind attention to article 19 of the Constitution dealing with Fundamental Rights which are so dear to us?

SHRI PILOO MODY: Did you hear that? I am going to hold him to that a little later in the session.

SHRI S. M. BANERJEE: Including Shri Piloo Mody.
It says:—

"All citizens shall have the right—

- (a) to freedom of speech and expression;
- (b) to assemble peaceably and without arms;
- (c) to form associations or unions;
- (d) to move freely throughout the territory of India;" and so on.

SHRI MADHU LIMAYE (Mongyr): Including banks.

SHRI S. M. BANERJEE: Now, here in clause 36AD he says—

"any demonstration which is"— the word "indecent" has been changed to "violent".

MR. DEPUTY-SPEAKER: You cannot treat this matter very lightheartedly.

SHRI S. M. BANERJEE: There is no question of lightheartedness; I have not taken it lightheartedly.

MR. DEPUTY-SPEAKER: This Bill only places certain restrictions within the banking premises, not outside.

SHRI S. M. BANERJEE: I know that I agree that it is within the premises of a bank. Suppose that it is a bank,

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 17 :

3605

Banking

AUGUST 1, 1968

Laws (Amdt.) Bill

3606

[Shri S. M. Banerjee]

then I cannot hold any demonstration here, inside Parliament.

MR. DEPUTY-SPEAKER: Sometime people do even here, unfortunately.

SHRI S. M. BANERJEE: Being in the Chair you can cast aspersion on Members, but we shall never do it.

It says that it is restricted within the bank. Anybody can hold a demonstration outside. But to see that the bank functions properly nobody will demonstrate violently; that is, violent demonstrations will not take place there.

He has not defined what is violence.

SHRI MORARJI DESAI: May I know the relevancy of it? (Interruption):

SHRI S. M. BANERJEE: I am not yielding.

MR. DEPUTY-SPEAKER: I am following the Rules of Procedure.

SHRI MORARJI DESAI: What are the Rules of Procedure that you are following?

SHRI S. M. BANERJEE: He is challenging your right. (Interruptions).

MR. DEPUTY-SPEAKER: I cannot shut him out. That is not possible. He is irrelevant. But what can I say?

SHRI KRISHNA KUMAR CHATTERJEE (Howrah): Sir, I raise on a point of order.

MR. DEPUTY SPEAKER: Let me dispose of this point of order first.

SHRI KRISHNA KUMAR CHATTERJEE: I am raising a point of order on his point of order.

MR. DEPUTY-SPEAKER: Let me first dispose of his point of order.

SHRI S. M. BANERJEE: This is what Shrimati Sucheta Kripalani says in

her Minute of Dissent:

"Firstly, the proposed section deals with one facet of the problem of industrial relations in the banking industry . . ."

Now, Sir, in the banking industry, they have got standing instructions and there is a code of discipline which was unanimously agreed to, in 1958, by the employers and the employees. It was suggested by Shri Gulzarilal Nanda that they should have a code of discipline. It has been adopted by the Governments, by the employers and by the employees. Then she further says:

"...and not with the subject of social control of the banking industry, which according to the Preamble of the Bill is the purpose of this Bill . . ."

What is the purpose of the Bill? The social control of the banking industry (Interruptions)

MR. DEPUTY SPEAKER: Let him finish. He is reading from the Minutes of Dissent of Shrimati Sucheta Kripalani.

SHRI SHEO NARAIN (Basti): How much time will you take to decide it. Let him finish the whole Bill and then you will decide the point of order.

MR. DEPUTY SPEAKER: I am trying to control him. I am appealing to him to be very brief. He is unnecessarily dilating.

SHRI C. K. BHATTACHARYYA (Raiganj): Sir, it has been settled, through repeated rulings of the Speaker in this House, that the question of vires is not to be decided in this forum. There are repeated rulings of the Speaker given on this. Why are not those rulings being respected? This is not the forum where the question of vires is to be decided.

MR. DEPUTY SPEAKER: I have also ruled like that. How can I shut him

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 18 :

3607 Banking SRAVANA 10, 1890 (SAKA) Laws (Amdt.) Bill 3608

out at the present stage? He is raising a point of order at this stage.

SHRI C. K. BHATTACHARYYA: What he is trying to raise here can be raised only in the Supreme Court, not here.

MR. DEPUTY-SPEAKER: Let him place it before the House. He has not yet placed it before the House. That is my difficulty.

SHRI S. M. BANERJEE: Shri C. K. Bhattacharyya may be a pundit of Sanskrit but not of law.

SHRI C. K. BHATTACHARYYA: Shri C. K. Bhattacharyya is a greater pundit of law than Shri S. M. Banerjee. He is at least an advocate of the High Court.

SHRI S. M. BANERJEE: This is what one of the members of the ruling Party, Shrimati Sucheta Kripalani says:

"... and not with the subject of social control of the banking industry, which, according to the Preamble of the Bill is the purpose of this Bill."

"The subject could more appropriately be dealt with on an amendment of the Industrial Disputes Act."

So, the crux of the problem is this. The banking magnates, in connivance with the Finance Minister or in collaboration with the Finance Minister, whichever is correct, want to scuttle the Fundamental Rights of the banking employees to go on strike and demonstration. There is the Banking Award and according to that Award. (Interruptions)

SHRI ONKARLAL BOHRA (Chittagong): This is not a point of order.

MR. DEPUTY SPEAKER: Just wait for two minutes.

SHRI RANDHIR SINGH (Rohtak): He has consumed half an hour.

SHRI S. M. BANERJEE: I invite your kind attention to the note of dissent given by Mr. C. T. Dhandapani. (Interruptions).

MR. DEPUTY-SPEAKER: You must be very brief.

SHRI H. N. MUKERJEE (Calcutta North-East): Why do you cut him short? You have got to listen to him under the rule, right or wrong. Please do not convey to any part of the House, particularly the side of the House to which you continue to belong, that you will dispose of it in two minutes. He might take even 20 minutes....

MR. DEPUTY-SPEAKER: When I occupy the Chair, I do not belong to any side. (Interruptions) I want to dispose of the point of order.

MR. BANERJEE:

SHRI S. M. BANERJEE: Mr. C. T. Dhandapani, in his note of dissent on 36 AD (1) has said:

"Peaceful Satyagraha or picketing Constitutes a legitimate and fundamental right of the people."

Mr. Dhandapani does not belong to C.P.I. Right or C.P.I. Left. He has said, "These provisions are ample". What are those provisions? There is the Award and under the Award, the banking employees could be punished. The law of the land is there. So, Mr. Dhandapani has said:

"These provisions are ample and no harsher treatment is called for and no new law is necessary to prevent such activities."

I am not quoting Mr. Madhu Limaye or Mr. Indrajit Gupta...

MR. DEPUTY-SPEAKER: Please be brief.

SHRI S. M. BANERJEE: My point of order is this. The Code of Discipline evolved by the Labour Ministry by mutual agreement has been defined in this provision and a new clause has been put in this particular Bill and it

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 19 :

3609 Banking

AUGUST 1, 1968 Laws (Amdt.) Bill - 3610

[Shri S. M. Banerjee]
goes against the Fundamental Rights. After all, we are not amending the Criminal Procedure Code or the Indian Penal Code. We are also not amending the Unlawful Activities (Prevention) Act. The provision here goes against the Fundamental Rights....

MR. DEPUTY-SPEAKER: I have followed what you want to say. There should be an end to it. If you quote ten authorities, it is not going to convince me. I am already seized of the matter. I have given you full scope.

SHRI S. M. BANERJEE: Let me finish, Sir.

MR. DEPUTY-SPEAKER: You will never finish if you are going to quote in this way every minute of dissent. Now you should conclude.

SHRI S. M. BANERJEE: 36 AD contravenes the mutually agreed Code of Discipline in the 16th Labour Conference in 1958. It was accepted by this Government of which the D.P.M. is a member. Secondly, the Fundamental Right to demonstrate is infringed by this particular provision. Thirdly, there is a standing order under which the banking employees can be punished; they can even be dismissed for gross disobedience or gross misconduct. When these provisions are already there, this thing has been purposely brought at the instance of the banking magnates so that there may not be any strike or hartal. I tell you, Sir, the banking employees will not take this lying low, they will fight the battle against this in every street of this country.

SHRI N. SREEKANTAN NAIR: On a point of order.

SHRI KRISHNA KUMAR CHATTERJI rose—

MR. DEPUTY-SPEAKER: First, I have to dispose of the point of order.

श्री जार्ज फर्नेंडोज (बम्बई दक्षिण) :
मेरा दूसरा व्यवस्था का प्रश्न है

SHRI N. SREEKANTAN NAIR: On a point of order.

MR. DEPUTY-SPEAKER: I am not prepared to listen unless there is something else he has got to say.

SHRI SRINIBAS MISRA (Cuttack): Mine is substantial. It is something quite different, not on this.

SHRI RANDHIR SINGH: My point of order is against his point of order.

SHRI N. SREEKANTAN NAIR: When a point of order is raised, how can the hon. Member raise one against it?

MR. DEPUTY-SPEAKER: If you want to demonstrate, I have nothing to say. Let me regulate the proceedings.

SHRI N. SREEKANTAN NAIR: I rise on a point of order under rule 376.

MR. DEPUTY-SPEAKER: I had given enough time to Shri Banerjee. He has raised a point of order which I patiently heard. Taking his last point. I have gone through the clause and, in my opinion, it does not in any way infringe fundamental rights.

SHRI PILOO MODY: How are you competent to decide on that? There are Judges of the Supreme Court who will do it.

MR. DEPUTY-SPEAKER: No. At this stage, I am perfectly within my rights to dispose of the point of order. If he is not satisfied, he can go to any court. I would like to tell Shri Mody that it is not a simple matter. This will be raised again and again.

Making his second point, he quoted certain standing orders or certain tripartite agreements. Those who feel that there are certain conventions evolved by labour leaders representing labour organisations and the La-

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 20 :

3611 Banking

SVRAVANA 10, 1890 (SAKA) Laws (Amdt.) Bill 3612

bour Ministry and employers and that they have been contravened, can agitate that matter in that forum; this is not the forum for that.

SHRI INDRAJIT GUPTA (Alipur): The standing orders are not conventions; they are certified under the legislation. He referred to the standing orders of the bank under the Employment Act, not any conventions evolved by a conference.

MR. DEPUTY-SPEAKER: Whatever was agreed upon among the representatives of the concerned parties could be taken up in that forum, if it has been violated.

SHRI INDRAJIT GUPTA: That is separate.

MR. DEPUTY-SPEAKER: So far as the present standing orders are concerned, though there is a provision for disciplinary action, if it is thought fit to make a further provision to tighten up discipline and if it does not contravene any provision of the Constitution, the sponsors of the Bill are within their rights and I will proceed further on this. I have to call Shri Sreekantan Nair first.

SHRI SRINIBAS MISRA: I got up first.

SHRI N. SREEKANTAN NAIR: On a point of order.

SHRI SRINIBAS MISRA: On a point of order.

श्री जानेन्द्र जै : मेरे व्यवस्था के प्रश्न का इससे कोई सम्बन्ध नहीं है। अगर इससे सम्बन्धित वह हो तो आप मुझे बिठाइये।

SHRI KRISHNA KUMAR CHATTERJI: Kindly read the rules.

MR. DEPUTY-SPEAKER: Do not presume that I am not following the rules. The book is here and I am following it. Shri Banerjee had written to me this morning and I have listened to him. Then Shri Sreekantan Nair got up.

1239 (ai) LSD—13.

SHRI KRISHNA KUMAR CHATTERJI: I am referring to 376(6) (d):

"A member shall not raise a point of order which may be hypothetical".

This is an absolute prohibition.

SHRI N. SREEKANTAN NAIR: Is he controlling the House?

SHRI KRISHNA KUMAR CHATTERJI: A point of order raised on a hypothetical presumption cannot be entertained.

MR. DEPUTY-SPEAKER: How can I judge whether it is hypothetical?

SHRI N. SREEKANTAN NAIR: My point of order is this. The Bill seeks to amend the Acts mentioned in the statement of Objects and Reasons and in the long title. He himself has stated in his explanation that he wants to introduce a new criminal offence. So, he has attempted to introduce an amendment of the Indian Penal Code, and, as a matter of fact, as has been pointed out by Shrimati Sucheta Kripalani, there is also an amendment of the Industrial Disputes Act. In amending these two Acts surreptitiously, without making specific reference to it and bringing it to the notice of the public and the House, he is illegal and immoral in attempting to enforce something on the working classes of this country and the people of this country.

Again, in the matter of enacting labour legislation, a method has been followed in the last 20 years, namely placing it before the Standing Labour Committee, but here is a new law brought by the Finance Minister in the labour field without going through that process. That is also irregular and immoral.

I would request him through you to see whether this kind of illegal, immoral approach is going to take us anywhere.

MR. DEPUTY-SPEAKER: The issue of morality is totally irrelevant here. So far as the Standing Labour Com-

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 21 :

3613 Banking

AUGUST 1, 1968 Laws (Amtd.) Bill 3614

mittee is concerned, I have already ruled that it ought to be taken up there and that it should not be raised here.

DR. RANEN SEN (Barasat): There was no meeting of the Standing Labour Committee.

SHRI SRINIBAS MISRA: I think my point of order is more substantial, but I speak subject to correction.

Today I wanted the Parliament Library to supply the amended copy of the Banking Regulation Act. I request you and the Finance Minister to get a copy of it. What has been supplied to me show this Bill wants to amend section 10 of that Act, but section 10 is non-existent, it was repealed in 1965.

In Clause 4 of the Bill, section 16 is sought to be amended, but section 16 is non-existent, it was repealed in 1965.

SHRI KANWAR LAL GUPTA (Delhi Sadar): It is the eighth wonder of the world.

SHRI SRINIBAS MISRA: Clause 11 of the Bill wants to substitute something in section 35B, but section 35B is non-existent, and was repealed in 1965. Similarly, Clause 12 wants to substitute something in section 36(1) (d), but that section also has been repealed.

That is not all. By Clause 14, section 36AB is being amended, but that section is non-existent.

The person who drafted the Bill took an ornamented version of the Act and drafted it, and it was passed on till it was introduced by the Deputy Prime Minister. I think he will be well advised to withdraw the Bill, and to re-introduce it after looking up the Act.

MR. DEPUTY-SPEAKER: Is it your contention that the original Act, to which reference is made, has been repealed?

SHRI SRINIBAS MISRA: Certain sections of the original Act were repealed by an Act, 1965. Now, this Bill seeks to amend those repealed sections; they are not in the statute book. What is being amended?.... (Interruptions.)

AN HON. MEMBER: There is no father.

SHRI MORARJI DESAI: Here is the Act which is current today, as modified upto the 1st of July 1968. There is section 10. There is section 16. They were substituted.

Granting for the sake of argument that they were repealed, the sections would be re-numbered and it would not have been something absent. He seems to have some antiquated Act from which he is reading.

SHRI SRINIBAS MISRA: I was supplied this copy by the Parliamentary Library.

MR. DEPUTY-SPEAKER: I must get the latest edition. What section did you refer to?

SHRI SRINIBAS MISRA: Section 10. Clause 3 says: after section 10 of the principal Act, the following sections shall be inserted....

There is no section 10. Where shall it be inserted?

SHRI R. D. BHANDARE (Bombay Central): Let the discussion continue and you can look into the Act later on. You can reserve your ruling. You can compare the previous Act and then give your decision.

MR. DEPUTY-SPEAKER: You know it well as a lawyer. If a non-existent section is supposed to be amended here, it would not be regular. At this stage, I cannot bypass his objection. How is it possible?

State Bank of India Officers' Association
(BENGAL CIRCLE)

: 22 :

3615 Banking SRAVANA 10, 1890 (SAKA) Laws (Amdt.) Bill 3616

SHRI R. D. BHANDARE: You can compare the old Act, the amended Act and the modified Act and then give your ruling.

MR. DEPUTY-SPEAKER: Have you got any other point?

SHRI SRINIBAS MISRA: No.

SHRI RANGA: The time is almost 6 O' clock.

श्री कंबर लाल गुरुत : उपाध्यक्ष महोदय, उप-प्रधान मंत्री के पास इतना बड़ा सेक्रेटरियट है। क्या उसको पता नहीं है कि कुछ सेक्रेन्चर रिपील हो गये हैं?

श्री मधु सिंह : उपाध्यक्ष महोदय, मेरा निवारन है कि इस वक्त भाषा नियम 340 के अन्दर सदन को स्थगित कर दीजिये।

MR. DEPUTY-SPEAKER: Not because of your motion. I shall adjourn it at 6 O'clock. As Prof. Ranga has suggested, the time is up and we adjourn now till 11 A.M. tomorrow.

18 hrs.

The Lok Sabha then adjourned till Eleven of the Clock on Friday, August 2, 1968 | Sravana 11, 1890 (Saka).