

**ANNEXURE 3****DEBT POSITION OF THE GOVERNMENT OF INDIA**

The outstanding internal and external debt and other liabilities of the Government of India at the end of 2003-2004 is estimated to amount to Rs.1779763.87 crore, as against Rs.1561575.51 crore at the end of 2002-2003 (RE). Broad details are as follows:-

*(In crores of Rupees)*

	As on 31st March 2003	As on 31st March 2004
Internal debt and other liabilities	1503926.01	1718832.75
External debt	57649.50	60931.12
<b>Total</b>	<b>1561575.51</b>	<b>1779763.87</b>

Internal Debt comprises loans raised in the open market, special securities issued to Reserve Bank, compensation and other bonds, etc. It also includes borrowings through treasury bills issued to State Governments, commercial banks and other parties, as well as non-negotiable, non-interest bearing rupee securities issued to international financial institutions viz., the International Monetary Fund, International Bank for Reconstruction and Development, International Development Association, International Fund for Agricultural Development, African Development Fund/Bank and Asian Development Bank. An analysis of the public debt outstanding at the beginning of the First Five Year Plan and close of each year from 1997-98 to 2000-2001 and that estimated to be outstanding at the close of 2002-2003 and 2003-2004 is given below in the **Statement of Liabilities**. The amounts outstanding both under internal and external debt reflect the liability of Government as represented by the book value of the outstanding debt. Thus, the outstanding stock of external liabilities is reckoned at historical rates of exchange on which the liability was initially accounted for in the books of accounts after netting the repayments made at current exchange rates. The accounting procedure is under review.

In addition, Government is liable to repay the outstandings against the various Small Savings schemes, Provident Funds, Securities issued to Industrial Development Bank of India, Unit Trust of India and nationalised banks, deposits under the Special Deposit Scheme and depreciation and other interest bearing reserve funds of departmental commercial undertakings etc., deposits of local funds and civil deposits. Details of such liabilities are also shown in the Statement of Liabilities.

**Statement of Assets** shows the extent to which the money raised by Government has been utilised for asset formation purposes. These assets are also shown at book value i.e., it does not take into account depreciation/appreciation in the value of assets as per current market rates. This statement includes only assets the ownership of which vests in Central Government and it excludes assets created by State Governments and non-Government bodies from grant assistance from Central Government.

## STATEMENT OF LIABILITIES OF THE CENTRAL GOVERNMENT

(In crores of Rupees)

At the end of :

	1950-51	1998-99	Accounts 1999-2000	2000-2001	2001-2002	Revised 2002-03	Budget 2003-2004
<b>A. Public Debt</b>	<b>2054.33</b>	<b>516950.65</b>	<b>772691.42</b>	<b>869642.86</b>	<b>984606.92</b>	<b>1094812.93</b>	<b>1219570.32</b>
<b>1. Internal Debt</b>	<b>2022.30</b>	<b>459696.32</b>	<b>714254.23</b>	<b>803697.63</b>	<b>913061.13</b>	<b>1037163.43</b>	<b>1158639.20</b>
(i) Market Loans (vide Annexure 4)	1444.95	285585.15	355862.04	428792.87	516517.48	621470.48	728664.48
(ii) 91 days Treasury Bills	358.02	1500.86	1520.76	1875.76	5046.65	11546.65	11546.65
(iii) 91 days Treasury Bills funded into Special Securities	...	101817.95	101817.95	101817.95	101817.95	61817.95	61817.95
(iv) Spl. Securities converted into Marketable Securities	...	20000.00	20000.00	20000.00	20000.00	55000.00	55000.00
(v) Other Special Securities issued to Reserve Bank	...	1046.43	1282.15	2080.43	3221.74	3595.96	4308.43
(vi) 14 days Treasury Bills	...	7148.21	2707.62	4047.77	2494.27	2494.27	2494.27
(vii) 182 days Treasury Bills	...	...	1300.00	2800.00	3000.00	3000.00	3000.00
(viii) Ways and Means Advances	...	3042.00	982.00	5395.00	5176.00	5176.00	5176.00
(ix) 364 days Treasury Bills	...	10196.09	12996.09	13496.09	16584.16	22996.16	22996.16
(x) Gold Bonds 1998	...	...	...	...	...	...	...
(xi) Compensation and other bonds	6.73	7837.35	8377.25	7277.55	14380.86	24171.39	36953.39
(xii) Securities issued to International Financial Institutions	212.60	21522.28	22208.57	22598.15	22551.41	23623.96	24411.26
(xiii) Securities against Small Savings	...	...	185199.80	193516.06	202270.61	202270.61	202270.61
<b>2. External Debt*</b>	<b>32.03</b>	<b>57254.33</b>	<b>58437.19</b>	<b>65945.23</b>	<b>71545.79</b>	<b>57649.50</b>	<b>60931.12</b>
<b>B. Other Liabilities</b>	<b>811.07</b>	<b>374855.53</b>	<b>248337.96</b>	<b>298898.16</b>	<b>381801.51</b>	<b>467062.58</b>	<b>560493.55</b>
1. National Small Savings Fund	336.87	176220.92	29591.64	54619.62	98617.28	149166.07	205545.63
2. State Provident Funds	95.05	30237.47	36814.03	41723.74	45894.43	54394.43	61894.43
3. Other Accounts	16.10	126802.38	134424.62	144019.61	164156.95	177466.60	191802.62
(i) Special Deposits of Non-Government Provident Funds, etc.	...	87479.45	96688.98	103865.99	111388.98	121413.98	131733.98
(ii) Other items	16.10	39322.93	37735.64	40153.62	52767.97	56052.62	60068.64
4. Reserve Funds and Deposits	363.05	41594.76	47507.67	58535.19	73132.85	86035.48	101250.87
(i) Bearing interest	260.85	26612.74	28005.51	28123.50	31148.67	39157.36	50814.15
(ii) Not bearing interest	102.20	14982.02	19502.16	30411.69	41984.18	46878.12	50436.72
<b>Total -Liabilities</b>	<b>2865.40</b>	<b>891806.18</b>	<b>1021029.38</b>	<b>1168541.02</b>	<b>1366408.43</b>	<b>1561875.51</b>	<b>1780063.87</b>
Amount due from Pakistan on account of share of pre-partition debt (approx.)	-300.00	-300.00	-300.00	-300.00	-300.00	-300.00	-300.00
<b>Net Liabilities of the Central Government</b>	<b>2565.40</b>	<b>891506.18</b>	<b>1020729.38</b>	<b>1168241.02</b>	<b>1366108.43</b>	<b>1561575.51</b>	<b>1779763.87</b>
Excess of Capital Outlay and Loans over Liabilities	...	...	...	...	...	...	...
<b>Total (Net)</b>	<b>2565.40</b>	<b>891506.18</b>	<b>1020729.38</b>	<b>1168241.02</b>	<b>1366108.43</b>	<b>1561575.51</b>	<b>1779763.87</b>

\* Balances are according to book value.

**STATEMENT OF ASSETS**  
**(Capital Investments and Loans by the Central Government)**

(In crores of Rupees)

At the end of :

	1950-51	1998-99	Accounts 1999-2000	2000-2001	2001-2002	Revised 2002-03	Budget 2003-2004
<b>A- Capital Outlay</b>							
<b>1. General Services</b>	<b>496.74</b>	<b>91255.04</b>	<b>104149.14</b>	<b>117810.87</b>	<b>135632.76</b>	<b>152119.70</b>	<b>175309.67</b>
(i) Defence Services	260.93	83755.37	95610.22	107994.27	124201.18	139112.73	160065.49
(ii) Other General Services	235.81	7499.67	8538.92	9816.60	11431.58	13006.97	15244.18
<b>2. Social Services</b>	<b>26.25</b>	<b>8193.11</b>	<b>9341.83</b>	<b>10211.04</b>	<b>6887.65</b>	<b>7864.62</b>	<b>8915.66</b>
<b>3. Economic Services</b>	<b>965.02</b>	<b>183491.41</b>	<b>199627.21</b>	<b>209907.81</b>	<b>226981.42</b>	<b>237558.96</b>	<b>242735.49</b>
(i) Agriculture and Allied Activities	7.78	6586.35	7715.50	7508.28	7562.16	7238.47	7268.09
(ii) Rural Development	...	17.05	19.56	20.39	22.38	22.38	22.38
(iii) Special Areas Programme	...	1829.80	1909.73	2008.90	2356.12	3531.18	5221.06
(iv) Water and Power Development	5.59	...	...	...	...	...	...
(a) Irrigation & Flood Control	...	237.98	250.36	259.81	272.19	282.32	288.32
(b) Energy	...	38366.69	40455.98	42588.58	46128.31	48992.01	52222.05
(v) Industry and Minerals	34.34	32904.41	34091.41	34337.83	36358.96	37128.06	38800.74
(vi) Transport							
(a) Railways	817.93	29812.26	32391.66	35660.87	41038.03	46778.03	52422.37
(b) Other Transport Services	12.47	16050.21	19658.69	22425.71	25582.80	28555.56	32458.31
(vii) Communication							
(a) Postal Services	49.98	717.80	773.69	814.48	872.41	948.79	1070.32
(b) Telecommunications Services	...	3694.36	3297.50	4425.84	5001.27	5001.27	5001.27
(c) Other Communication Services	...	118.50	465.21	118.50	118.51	151.20	202.91
(viii) Science and Technology and Environment	...	2914.15	3342.67	3792.82	4366.92	4913.96	5663.07
(ix) General Economic Services	36.93	50241.85	55255.25	55945.80	57301.36	54015.73	42094.60
Disbursements of UT's	...	...	...	...	...	341.81	671.25
<b>Grand Total</b>	<b>1488.01</b>	<b>282939.56</b>	<b>313118.18</b>	<b>337929.72</b>	<b>369501.83</b>	<b>397885.09</b>	<b>427632.07</b>
<b>B- Loans advanced by the Central Government, net of loan recovery</b>							
State Governments	195.58	198512.25	209882.44	218379.88	228901.80	242119.04	252665.13
Union Territory Governments	...	4408.40	4709.55	5010.58	5013.79	5284.07	5443.39
Foreign Governments	0.01	838.55	992.37	1251.12	1485.60	2223.67	2691.56
Investment in special securities of States under National Small Savings Fund	...	...	26936.65	60201.70	95219.86	147419.86	207419.86
Public Sector Enterprises, Railway Development & Revenue Reserve Funds, Posts & Telegraphs Revenue Reserve Fund, Port Trusts, Municipalities and Statutory bodies Co-operative & Educational Institutions, Displaced persons and Private Institutions, etc	24.58	49120.82	50405.51	51715.57	58063.44	57177.33	57766.35
Government Servants	0.51	1239.04	1660.77	2092.55	2406.12	2651.12	2826.12
<b>TOTAL</b>	<b>220.68</b>	<b>254119.06</b>	<b>294587.29</b>	<b>338651.40</b>	<b>391090.61</b>	<b>456875.09</b>	<b>528812.41</b>
<b>TOTAL- Capital Outlay and Loans Advanced by the Central Government</b>	<b>1708.69</b>	<b>537058.62</b>	<b>607705.47</b>	<b>676581.12</b>	<b>760592.44</b>	<b>854760.18</b>	<b>956444.48</b>
<i>Excess of Liabilities over Capital Outlay and Loans Advanced</i>	<i>856.71</i>	<i>354447.56</i>	<i>413023.91</i>	<i>491659.90</i>	<i>605515.99</i>	<i>706815.33</i>	<i>823319.39</i>
<b>Total</b>	<b>2565.40</b>	<b>891506.18</b>	<b>1020729.38</b>	<b>1168241.02</b>	<b>1366108.43</b>	<b>1561575.51</b>	<b>1779763.87</b>