

**Ministry of Finance  
Department of Economic Affairs  
Economic Division  
4(3)/Ec. Dn. /2012**

**MONTHLY ECONOMIC REPORT  
SEPTEMBER 2013  
HIGHLIGHTS**

- The overall growth of GDP at factor cost at constant prices is provisionally estimated at 5.0 per cent in 2012-13 as compared to the growth of 6.2 per cent during 2011-12 (First Revised Estimates). The GDP growth rate is placed at 4.4 per cent in the first quarter of 2013-14.
- Food grains (rice and wheat) stocks held by FCI and State agencies were 58.93 million tonnes as on September 1, 2013.
- Overall growth in the Index of Industrial Production (IIP) was 0.6 per cent during August 2013 as compared to 2.0 per cent in August 2012. During April- August 2013-14, IIP growth was 0.1 per cent as compared to 0.2 per cent growth in April- August 2012-13.
- Eight core infrastructure industries registered 3.7 per cent growth in August 2013 as compared to growth of 6.1 per cent in August 2012. During April- August 2013-14, these sectors grew by 2.3 per cent as compared to 6.3 per cent during April-August 2012-13.
- The year-on-year growth of Broad Money (M3) as on September 20, 2013 was 12.5 per cent as compared to 13.6 per cent on the corresponding date of the previous year.
- Exports increased by 11.2 per cent and imports decreased by 18.1 per cent, in US dollar terms during September 2013 over September 2012.
- Foreign Currency Assets stood at US\$ 249.8 billion at end-September 2013 as compared to US\$ 260.7 billion at end-September 2012.
- The Rupee depreciated against US dollar, Pound sterling and Euro and appreciated against Japanese yen in the month of September 2013 over August 2013.
- The WPI inflation for all commodities for the month of September 2013 has increased to 6.46 per cent from 6.10 per cent in the previous month.
- Gross tax revenue for the financial year 2013-14 (April-August), at ₹ 309,056 crore, recorded growth of 8.7 per cent over 2012-13 (April-August).
- As a proportion of budget estimate, the fiscal deficit and revenue deficit during 2013-14 (April-August) was 74.6 per cent and 87.4 per cent respectively.

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## ECONOMIC GROWTH

As per the Provisional Estimates of the Central Statistics Office (CSO), the growth in Gross Domestic Product (GDP) at factor cost at constant (2004-05 prices) is estimated at 5.0 per cent in 2012-13 with agriculture, industry and services registering growth rates of 1.9 per cent, 2.1 per cent and 7.1 per cent respectively. As per the First Revised Estimates, the growth in GDP at factor cost at constant (2004-05) prices has been estimated at 6.2 per cent in 2011-12. At disaggregated level, this (First Revised 2011-12) comprises growth of 3.6 per cent in agriculture and allied activities, 3.5 per cent in industry and 8.2 per cent in services. The growth in GDP is placed at 4.4 per cent in the first quarter of 2013-14.

**Table 1: Growth of GDP at factor cost by economic activity (at 2004-05 prices)**

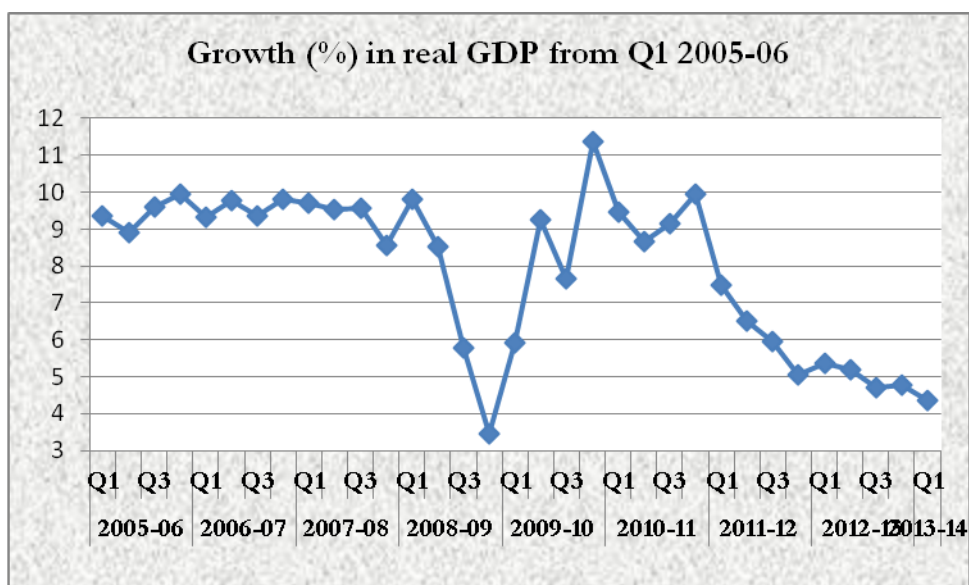
Sector		Growth (in per cent)				Percentage Share in GDP		
		2010-11	2011-12 1R	2012-13(PE)		2010-11 (2R)	2011-12 (1R)	2012-13(PE)
<b>1</b>	<b>Agriculture, forestry &amp; fishing</b>	<b>7.9</b>	<b>3.6</b>	<b>1.9</b>		<b>14.5</b>	<b>14.1</b>	<b>13.7</b>
<b>2</b>	<b>Industry</b>	<b>9.2</b>	<b>3.5</b>	<b>2.1</b>		<b>28.2</b>	<b>27.5</b>	<b>26.7</b>
a	Mining & quarrying	4.9	-0.6	-0.6		2.2	2.1	2.0
b	Manufacturing	9.7	2.7	1.0		16.2	15.7	15.1
c	Electricity, gas & water supply	5.2	6.5	4.2		1.9	1.9	1.9
d	Construction	10.2	5.6	4.3		7.9	7.9	7.8
<b>3</b>	<b>Services</b>	<b>9.8</b>	<b>8.2</b>	<b>7.1</b>		<b>57.3</b>	<b>58.4</b>	<b>59.6</b>
a	Trade, hotels, transport & communication	12.3	7.0	6.4		27.3	27.5	27.8
b	Financing , insurance, real estate & business services	10.1	11.7	8.6		17.2	18.1	18.7
c	Community, social & personal services	4.3	6.0	6.6		12.8	12.8	13.0
<b>4</b>	<b>GDP at factor cost</b>	<b>9.3</b>	<b>6.2</b>	<b>5.0</b>		<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

1R: 1<sup>st</sup> Revised Estimates; PE: Provisional Estimates. *Source: CSO*

**Table 2: Quarterly Growth Rate of GDP (Per cent)**

Sector		2011-12				2012-13				2013-14
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1
<b>1</b>	<b>Agriculture, forestry &amp; fishing</b>	<b>5.4</b>	<b>3.2</b>	<b>4.1</b>	<b>2.0</b>	<b>2.9</b>	<b>1.7</b>	<b>1.8</b>	<b>1.4</b>	<b>2.7</b>
<b>2</b>	<b>Industry</b>	<b>5.7</b>	<b>3.8</b>	<b>2.6</b>	<b>2.1</b>	<b>1.8</b>	<b>1.3</b>	<b>2.5</b>	<b>2.7</b>	<b>0.2</b>
a	Mining & quarrying	-0.4	-5.3	-2.6	5.2	0.4	1.7	-0.7	-3.1	-2.8
b	Manufacturing	7.4	3.1	0.7	0.1	-1.0	0.1	2.5	2.6	-1.2
c	Electricity, gas & water supply	6.6	8.4	7.7	3.5	6.2	3.2	4.5	2.8	3.7
d	Construction	3.8	6.5	6.9	5.1	7.0	3.1	2.9	4.4	2.8
<b>3</b>	<b>Services</b>	<b>8.9</b>	<b>8.5</b>	<b>8.3</b>	<b>7.3</b>	<b>7.7</b>	<b>7.6</b>	<b>6.7</b>	<b>6.6</b>	<b>6.6</b>
a	Trade, hotels, transport & communication	9.5	7.0	6.9	5.1	6.1	6.8	6.4	6.2	3.9
b	Financing , insurance, real estate & business services	11.6	12.3	11.4	11.3	9.3	8.3	7.8	9.1	8.9
c	Community, social & personal services	3.5	6.5	6.8	6.8	8.9	8.4	5.6	4.0	9.4
<b>4</b>	<b>GDP at factor cost</b>	<b>7.5</b>	<b>6.5</b>	<b>6.0</b>	<b>5.1</b>	<b>5.4</b>	<b>5.2</b>	<b>4.7</b>	<b>4.8</b>	<b>4.4</b>

Source: CSO.



## AGRICULTURE

**Rainfall:** With respect to rainfall situation in India, the year is categorized into four seasons: winter season (January-February); pre monsoon (March-May); south west monsoon (June-September) and post monsoon (October-December). South west monsoon accounts for more than 75 per cent of annual rainfall. The actual rainfall received during the post monsoon season 2013, as on 16.10.2013 has been 80.7 mm as against the normal at 52.7 mm.

**All India production of food grains :** As per the 4<sup>th</sup> advance estimates released by Ministry of Agriculture on 22.7.2013, production of food grains during 2012-13 is estimated at 255.36 million tonnes compared to 259.29 million tonnes (Final estimates) in 2011-12. As per the 1<sup>st</sup> Advance Estimates for 2013-14, the Kharif food grain production is estimated to be 129.3 million tonnes compared to a corresponding figure of 117.2 million tonnes in 2012-13.

**Procurement:** Procurement of rice as on 1<sup>st</sup> August, 2013 was 33.85 million tonnes in Kharif Marketing Season as against 34.71 million tonnes procured last year in the corresponding period respectively. This represents a decrease of 2.48 per cent. Wheat procurement during Rabi Marketing Season 2013-14 is 25.09 million tonnes as compared to 38.11 million tonnes during the corresponding period last year.

Table 3 : Procurement in Million Tonnes				
	2010-11	2011-12	2012-13	2013-14
Rice	34.20	35.04	33.96	-
Wheat	22.51	28.34	38.15	25.09*
Total	56.71	63.38	72.11	25.09
* Position as on 1.8.2013				

**Off-take:** Off-take of rice during the month of July, 2013 was 24.23 lakh tonnes. This comprises 21.69 lakh tonnes under TPDS and 2.54 lakh tonnes under other schemes. In respect of wheat, the total off take was 20.97 lakh tonnes comprising 19.03 lakh tonnes under TPDS and 1.94 lakh tonnes under other schemes.

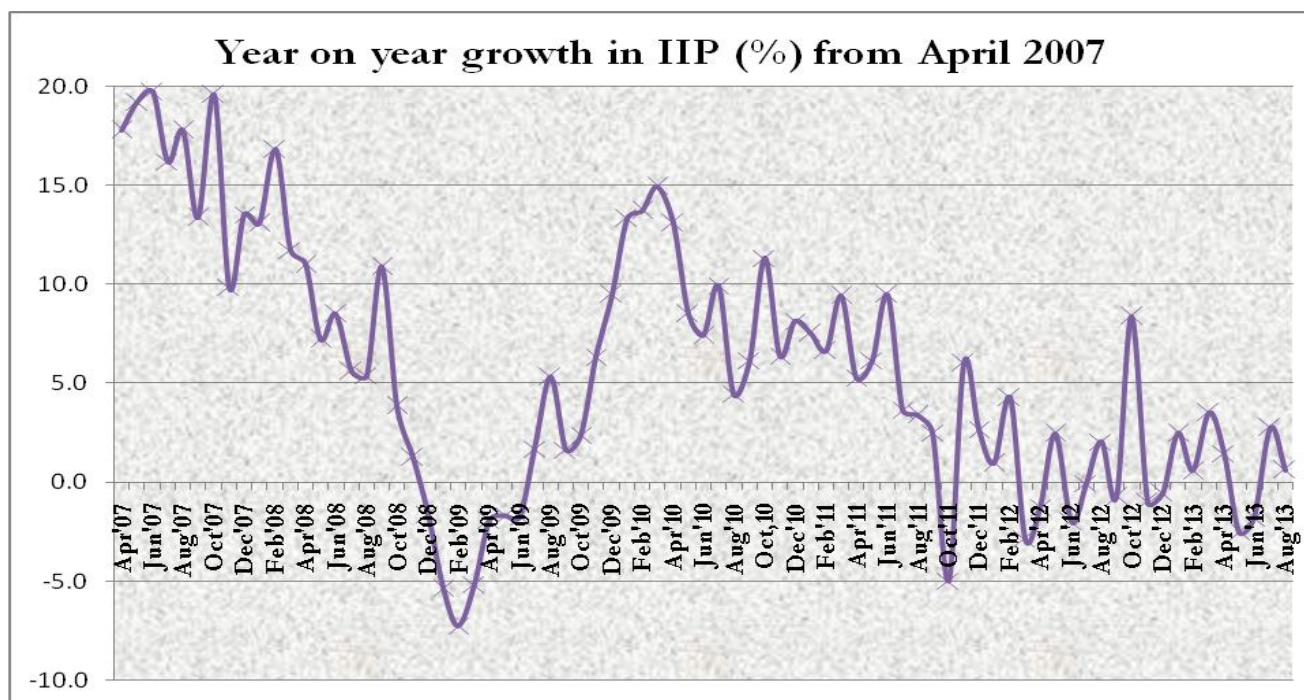
**Stocks:** Stocks of food-grains (rice and wheat) held by FCI as on September 1, 2013 were 58.93 million tonnes, which is lower by 17.87 per cent compared to the level of 71.75 million tonnes as on September 1, 2012.

<b>Table 4: Off-take and stocks of food grains (Million Tonnes)</b>					
	<b>Off-take</b>			<b>Stocks</b>	
	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14 (Up to July 2013)</b>	<b>Sept 1, 2012</b>	<b>Sept 1, 2013</b>
<b>Rice</b>	32.12	32.64	9.47	25.59	20.57
<b>Wheat</b>	24.26	33.21	8.34	46.16	38.36
<b>Total</b>	56.38	65.85	17.81	71.75	58.93

## INDUSTRIAL PRODUCTION

<b>Table 5: Percentage Change in Index of Industrial Production</b>				
<b>Industry Group</b>	<b>April-August 2012-13</b>	<b>April-August 2013-14</b>	<b>August -2012</b>	<b>August - 2013</b>
<b>General index</b>	<b>0.2</b>	<b>0.1</b>	<b>2.0</b>	<b>0.6</b>
Mining	-1.8	-3.4	-0.3	-0.2
Manufacturing	0.0	-0.1	2.4	-0.1
Electricity	4.8	4.5	1.9	7.2
Basic goods	2.7	0.5	3.0	1.5
Capital goods	-14.4	0.8	-4.4	-2.0
Intermediate goods	1.0	2.3	2.7	3.6
Consumer goods	3.2	-1.6	3.6	-0.8
<i>Durables</i>	5.1	-11.0	1.0	-7.6
<i>Non-durables</i>	1.6	6.6	6.0	5.0

<b>Table 6: Production growth (per cent) in core infrastructure-supportive industries</b>				
<b>Industry</b>	<b>April-August 2012-13</b>	<b>April-August 2013-14</b>	<b>August 2012</b>	<b>August 2013</b>
Coal	7.4	0.5	11.8	5.5
Crude oil	-0.6	-1.6	-0.6	-1.5
Natural Gas	-12.0	-17.0	-13.5	-16.1
Refinery Products	25.6	4.8	31.8	4.9
Fertilizers	-7.9	1.8	-2.1	1.7
Steel	2.8	4.1	2.9	4.3
Cement	8.3	3.2	0.4	5.5
Electricity	4.9	4.1	1.9	6.7
<b>Overall growth</b>	<b>6.3</b>	<b>2.3</b>	<b>6.1</b>	<b>3.7</b>



### MONEY AND BANKING

The following announcements were made by Reserve Bank of India (RBI) on September 20, 2013 in the Mid-Quarter Monetary Policy Review:

- Reduce the marginal standing facility (MSF) rate by 75 basis points from 10.25 per cent to 9.5 per cent with immediate effect.
- Reduce the minimum daily maintenance of the cash reserve ratio (CRR) from 99 per cent of the requirement to 95 per cent effective from the fortnight beginning September 21, 2013, while keeping the CRR unchanged at 4.0 per cent; and

- *Increase the policy repo rate under the liquidity adjustment facility (LAF) by 25 basis points from 7.25 per cent to 7.5 per cent with immediate effect.*

The reverse repo rate under the LAF stands adjusted to 6.5 per cent and the Bank Rate stands reduced to 9.5 per cent with immediate effect. With these changes, the MSF rate and the Bank Rate are recalibrated to 200 basis points above the repo rate.

Broad money (M<sub>3</sub>) for 2013-14 (up to September 20, 2013) increased by 4.9 per cent as compared to 6.1 per cent during the corresponding period of the last year. The year-on-year growth, as on September 20, 2013 was 12.5 per cent as compared to 13.6 per cent in the previous year.

Table 7 :Money Stock: Components and Sources						
(Rs. Billion)						
Item	Outstanding as on 2013		Variation over			
			Financial Year so far		Year-on-Year	
	Mar. 31	Sep. 20	2012- 13	2013- 14	2012	2013
M3	83,820.2	87949.2	6.1	4.9	13.6	12.5
1 Components						
1.1 Currency with the Public	11,447.4	11666.9	4.0	1.9	13.0	9.7
1.2 Demand Deposits with Banks	7,469.6	7837.0	-4.1	4.9	6.6	15.0
1.3 Time Deposits with Banks	64,870.9	68404.8	7.8	5.4	14.6	12.7
1.4 'Other' Deposits with Reserve Bank	32.4	40.5	-41.0	25.1	-28.0	143.3
2 Sources (2.1+2.2+2.3+2.4-2.5)						
2.1 Net Bank Credit to Government	27,072.1	29039.7	9.2	7.3	20.3	12.1
2.1.1 Reserve Bank	5,905.8	6798.1				
2.1.2 Other Banks	21,166.3	22241.5	11.9	5.1	14.4	8.3
2.2 Bank Credit to Commercial Sector	56,646.6	59979.2	3.8	5.9	16.5	16.6
2.2.1 Reserve Bank	30.6	37.8	-	-	-	-
2.2.2 Other Banks	56,616.1	59941.4	3.8	5.9	16.5	16.6
2.3 Net Foreign Exchange Assets of Banking Sector	16,366.6	17225.5	3.8	5.2	3.2	7.5
2.4 Government's Currency Liabilities to the Public	153.4	157.2	6.9	2.5	15.1	9.4
2.5 Banking Sector's Net Non-Monetary Liabilities	16,418.5	18452.3	0.9	12.4	22.3	20.1
2.5.1 Net Non-Monetary Liabilities of RBI	6,925.0	8855.7	12.6	27.9	29.1	30.2

Source: RBI

Reserve money (M<sub>0</sub>) during the financial year 2013-14 (up to September 27, 2013) showed an increase of 2.5 per cent as compared to same increase in the corresponding period of the previous year. The year-on-year variation revealed an increase of 6.1 per cent compared to 4.4 per cent on the corresponding date of the previous year.

An important source of reserve money, namely, net foreign exchange assets (NFA) of the RBI, showed an increase of 10.6 per cent y-o-y, as compared to an increase of 2.1 per cent on the corresponding date of the last year.

## Scheduled Commercial Banks (SCBs): business in India

During 2013-14 (up to September 20, 2013), bank credit registered an increase of 4.2 per cent, as compared to 1.2 per cent during the corresponding period last year. The y-o-y variation revealed an increase of 17.9 per cent as compared to 16.3 per cent during the same period in the previous year.

Non-food credit during this period increased by 4.3 per cent as compared to increase of 0.9 per cent during the corresponding period of last year. The y-o-y variation revealed an increase of 18.1 per cent as compared to 16.0 per cent during the same period in the previous year.

The aggregate deposits with Scheduled Commercial Banks (SCBs) increased by 3.5 per cent (up to September 20, 2013), as compared to 2.8 per cent during the corresponding period last year. The y-o-y variation revealed an increase of 14.1 per cent as compared to 13.7 per cent in the previous year.

Table 8: Scheduled Commercial Banks - Business in India						
Items	2013-14		Financial year so far		Year-on-year	
	Outstanding as on (Rs. billion)		2012-13	2013-14	2012	2013
	March 29,2013	September 20, 2013				
Bank Credit	53902	56172	1.2	4.2	16.3	17.9
Non-food credit	52928	55180	0.9	4.3	16.0	18.1
Aggregate deposits	69342	71764	2.8	3.5	13.7	14.1
Investments in Govt and other approved securities	19987	21181	11.4	5.9	14.4	8.7

Source: RBI

<b>Table 9 : Policy Rates/Interest Rates (per cent per annum)</b>		
Item / Week Ended	2012	2013
	September 28	September 27
Cash Reserve Ratio (per cent) <sup>(1)</sup>	4.50	4.00
Bank Rate	9.00	9.50
Repo Rate	8.00	7.50
Reverse Repo Rate	7.00	6.50
Prime Lending Rate <sup>(2)</sup>	9.75 / 10.50	9.80 / 10.25
Deposit Rate <sup>(3)</sup>	8.50 / 9.25	8.00 / 9.00
Call Money Rate (Weighted Average) <sup>(4)</sup>	8.02	9.46
<sup>(1)</sup> Cash Reserve Ratio relates to Scheduled Commercial Banks (excluding Regional Rural Banks). <sup>(2)</sup> Prime Lending Rate relates to five major Banks. <sup>(3)</sup> Deposit Rate relates to major banks for term deposits of more than one year maturity. <sup>(4)</sup> Data cover 90-95 per cent of total transactions reported by participants. Source: RBI		

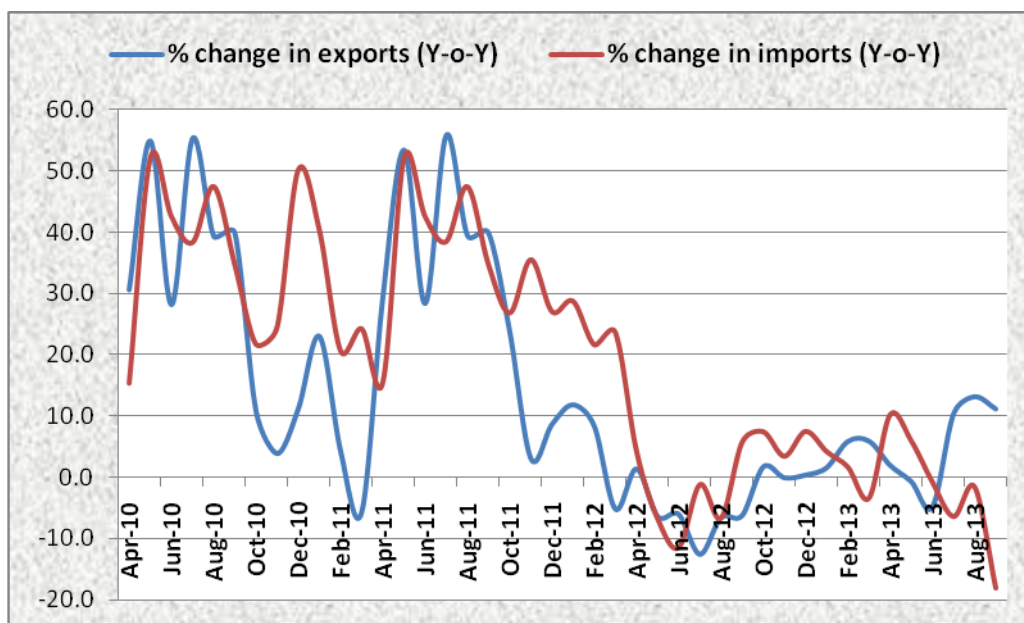
**Interest rates (per cent per annum)** As on September 27, 2013, Bank Rate was 9.50 per cent as compared to 9.00 percent on the approximate corresponding date of last year. Call money rates (weighted average) was 9.46 per cent as compared with 8.02 per cent on the corresponding date of last year.

## EXTERNAL SECTOR

**Foreign trade:** Exports increased by 11.2 per cent and imports decreased by 18.1 per cent, in US dollar terms during September 2013 over September 2012. Oil as well as Non-Oil imports decreased by 5.9 per cent and 24.2 per cent respectively during the same period.

<b>Table 10 : Exports and imports (in US\$ million)</b>						
Item	2012-13 (Apr-Mar)	2012-13 (Apr-Sept.)	2013-14 (Apr-Sept.)	September		% Change in September 2013
				2012	2013	
Exports	300401	144674	152105	24902	27679	11.2
Imports	490737	236494	232232	42052	34439	-18.1
Oil imports	164041	80012	82876	14030	13197	-5.9
Non-Oil	326696	156482	149356	28022	21243	-24.2
Trade balance	-190336	-91820	-80126	-17149	-6760	-60.6
Source: Provisional data as per the Press Note of the Ministry of Commerce and Industry.						





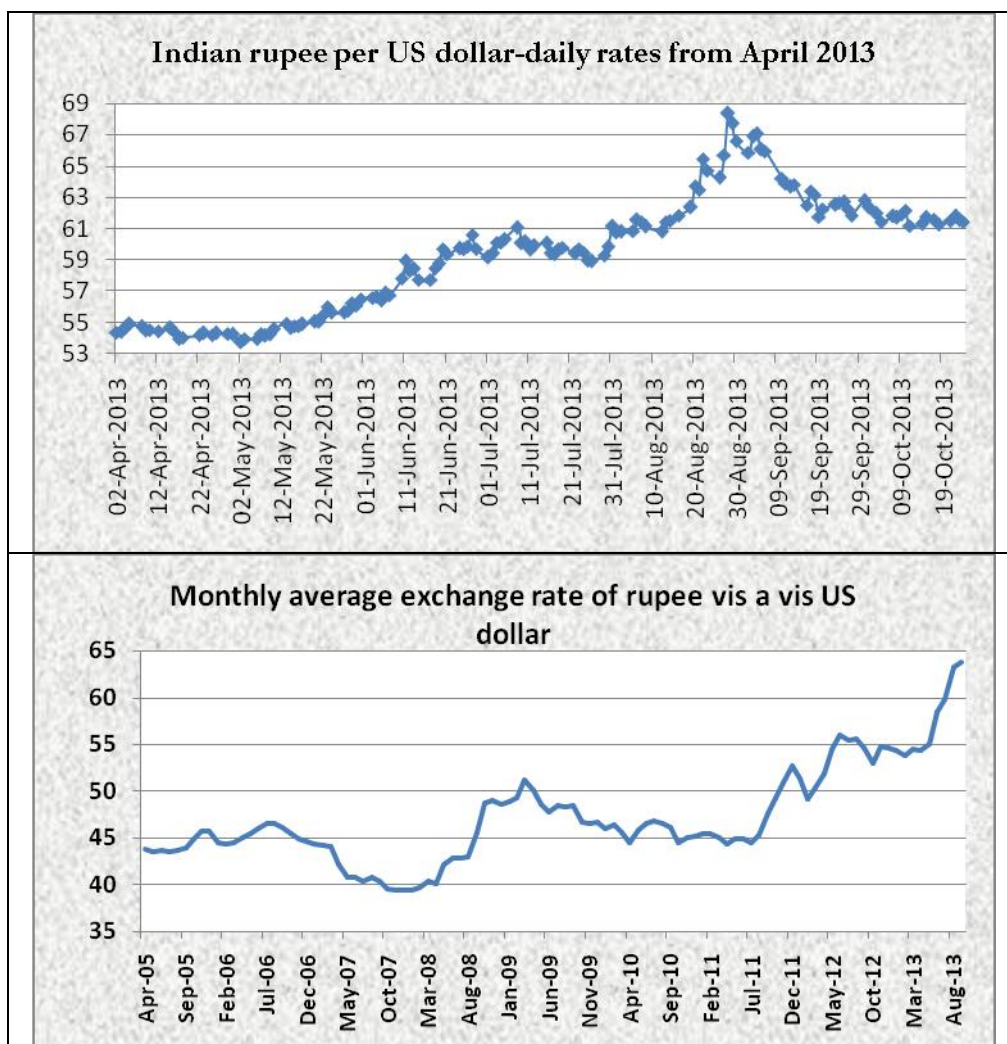
### Foreign Currency Assets

Table 11: Foreign Currency Assets

	Amount		Variation	
	Rs. crore	US\$ million	Rs. crore	US\$ million
<b>At the end of</b>	<b>(over last year)</b>			
March, 2008	1196023	299230	359426	107306
March, 2009	1231340	241676	35317	-57554
March, 2010	1150778	254935	-80562	13259
March, 2011	1225999	274580	75221	19645
March, 2012	1333954	260742	107955	-13838
March, 2013	1418339	260775	84385	33
<b>2013-14</b>	<b>(over last month)</b>			
April 2013	1433397	264372	15058	3597
May 2013	1466378	259555	32981	-4817
June 2013	1524769	255407	58391	-4148
July 2013	1535910	251315	11141	-4092
August 2013	1653926	248433	118016	-2882
September 2013	1568148	249797	-85778	1364
Source: RBI.				

**Exchange rate:** The rupee depreciated by 0.9 per cent against US dollar, 3.2 per cent against Pound sterling and 1.1 per cent against Euro and appreciated by 0.5 per cent against Japanese yen in the month of September 2013 over August 2013.

<b>Table 12 : Rupee per unit of foreign currency*</b>				
	<b>US dollar</b>	<b>Pound sterling</b>	<b>Japanese yen</b>	<b>Euro</b>
March, 2009	51.2287	72.9041	0.5251	66.9207
March, 2010	45.4965	68.4360	0.5018	61.7653
March 2011	44.9684	72.7070	0.5498	62.9660
March, 2012	50.3213	79.6549	0.6103	66.4807
March 2013**	54.4046	82.0190	0.5744	70.5951
<b>2013-14</b>				
April 2013	54.3757	83.2005	0.5571	70.7652
May 2013	55.0108	84.1087	0.5451	71.3803
June 2013	58.3973	90.4729	0.5999	77.0683
July 2013	59.7754	90.7757	0.6000	78.2026
August 2013	63.2088	97.8657	0.6457	84.1814
September 2013	63.7521	101.0967	0.6427	85.1190
* FEDAI Indicative Market Rates (on monthly average basis).				
** Data from March, 2013 onwards are based on RBI's reference rate.				



**External assistance and debt service payments:** Gross external assistance during April-September 2013 stands at ₹ 11104.2 crore as compared to ₹ 11090.6 crore during the corresponding period of the previous year. Net disbursement stood at ₹ 843 crore during April-September 2013 as compared to ₹ 1766.4 crore during April-September 2012 while net transfers were (-) ₹ 1203.4 crore during April-September 2013 as compared to (-) ₹ 433.1 crore during April-September 2012.

<b>Table 13: External Assistance and Debt Service Payments (Rs. In Crore)</b>				
	<b>SEPTEMBER 2013</b>	<b>During the Financial year 2013-2014 up to Sept., 2013</b>	<b>SEPTEMBER 2012</b>	<b>During the Financial year 2012-2013 up to Sept., 2012</b>
<b>External Assistance (Government Account)</b>				
1) Gross Disbursement	1,302.41	9,306.85	1,307.04	7,507.27
2) Repayments	1,663.57	8,893.81	1,325.85	8,126.09
3) Interest Payments	348.90	1,792.53	357.22	1,934.87
4) Net Disbursement (1-2)	-361.16	413.04	-18.81	-618.82
5) Net Transfers (4-3)	-710.06	-1,379.49	-376.03	-2,553.69
<b>External Assistance (Non-Government Account)</b>				
1) Gross Disbursement	0.00	1,265.75	437.96	3,177.63
2) Repayments	156.46	1,367.32	159.15	1,198.07
3) Interest Payments	16.67	253.91	28.18	264.61
4) Net Disbursement (1-2)	-156.46	-101.57	278.81	1,979.56
5) Net Transfers (4-3)	-173.13	-355.48	250.63	1,714.95
<b>Government Grants</b>				
1) Gross Disbursement	49.17	531.56	80.21	239.26
2) Repayments	0.00	0.00	0.00	0.00
3) Interest Payments	0.00	0.00	0.00	0.00
4) Net Disbursement (1-2)	49.17	531.56	80.21	239.26
5) Net Transfers (4-3)	49.17	531.56	80.21	239.26
<b>Non-Government Grants</b>				
1) Gross Disbursement	0.00	0.00	2.73	166.39
2) Repayments	0.00	0.00	0.00	0.00
3) Interest Payments	0.00	0.00	0.00	0.00
4) Net Disbursement (1-2)	0.00	0.00	2.73	166.39
5) Net Transfers (4-3)	0.00	0.00	2.73	166.39
<b>Grand Total</b>				
1) Gross Disbursements	1,351.58	11,104.16	1,827.94	11,090.55
2) Repayments	1,820.03	10,261.13	1,485.00	9,324.16
3) Interest Payments	365.57	2,046.44	385.40	2,199.48
4) Net Disbursement (1-2)	-468.45	843.03	342.94	1,766.39
5) Net Transfers (4-3)	-834.02	-1,203.41	-42.46	-433.09

Note: Data are Provisional.

## INFLATION

**Wholesale Price Index (WPI 2004-05=100):** The headline WPI inflation has increased to 6.46 per cent in September 2013 as against 6.10 per cent in the previous month on account of spike in vegetable prices. Inflation for Primary food articles (wt. 14.34%) for the month of September 2013 has increased to 18.40 per cent from 18.18 per cent in

the last month mainly driven by higher inflation in vegetables (onion, tomato), fruits (banana), egg, mutton, beef, milk, spices and tea, thus pushing forward the food inflation (primary food + manufactured food) (Wt. 24.31 %) to 12.47 per cent from 12.39 per cent in the previous month. Inflation, however, has declined in respect of cereals, masur, urad, fish, chicken and coffee. Inflation for Fuel & power (wt. 14.91%) has declined to 10.08 per cent in September 2013 from 11.34 per cent in last month, due to lower inflation of diesel and naphtha. On the other hand, inflation for manufactured products has increased to 2.03 per cent in September 2013 from 1.90 per cent in August 2013 mainly on account of chemicals, machinery and non-metallic mineral products. Non-food manufactured inflation (core as defined by RBI) also increased to 2.11 per cent in September 2013 from 1.94 per cent in August 2013. The average WPI inflation rate for last 12 months (Oct 2012 to Sept 2013) was 6.24 per cent as compared to 7.97 per cent during corresponding period in 2012-13. The build-up of inflation since March is 5.64 per cent as against 4.84 per cent in the corresponding period last year. WPI inflation rates for major groups are given in Table 14.

<b>Table 14: Current Price Situation based on Monthly WPI in September 2013 (Base: 2004-05=100)</b>							
Major groups	Weight (%)	Cumulative change (%) Since March		Inflation (%)		Inflation (%) (Average of 12 months)	
		2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
<b>ALL COMMODITIES</b>	<b>100.00</b>	5.64	4.84	6.46	8.07	6.24	7.97
PRIMARY ARTICLES	20.12	12.77	6.64	13.54	9.22	9.32	8.70
<i>Food articles</i>	14.34	17.84	8.12	18.40	8.06	11.10	7.88
FUEL AND POWER	14.91	8.30	6.02	10.08	12.00	9.61	12.82
MANUFACTURED PDT.	64.97	1.55	3.79	2.03	6.47	3.87	6.32

**Inflation based on Consumer Price Indices (CPIs):** The all India CPI inflation (combined) has increased to 9.84 per cent in September 2013 from 9.52 per cent in August 2013 mainly on account of increase in inflation of vegetables, fruits and spices. Inflation based on CPI-IW declined to 10.75 per cent in August 2013 from 10.85 per cent in July 2013. Inflation based on other consumer prices indices (CPI-AL and CPI-RL) was above 12 per cent in September 2013.

<b>Table 15: Year-on-Year inflation based on WPI and CPIs (per cent)</b>					
	WPI	CPI-IW	CPI-AL	CPI-RL	CPI(NS)
<b>Base :</b>	2004-05	2001	1986-87	1986-87	2010
Sep-12	8.07	9.14	9.43	9.93	9.73
Oct-12	7.32	9.60	9.85	9.84	9.75
Nov-12	7.24	9.55	10.31	10.47	9.90
Dec-12	7.31	11.17	11.33	11.31	10.56
Jan-13	7.31	11.62	12.30	12.28	10.79
Feb-13	7.28	12.06	12.72	12.52	10.91
Mar-13	5.65	11.44	12.64	12.62	10.39
Apr-13	4.77	10.24	12.32	12.15	9.39
May-13	4.58	10.68	12.70	12.50	9.31
June-13	5.16	11.06	12.85	12.65	9.87
July-13	5.85	10.85	12.80	12.61	9.64
Aug-13	<b>6.10</b>	10.75	13.21	12.89	9.52
<b>Sep-13</b>	<b>6.46</b>	-	<b>12.78</b>	<b>12.44</b>	<b>9.84</b>

Note: WPI inflation for Aug and Sep 2013 and CPI (New Series) inflation for Sep 2013 is provisional.

**Table 16: World Commodity Price Data**

Commodity	Unit	Annual averages			Monthly averages		
		Jan-Dec	Jan- Dec	Jan- Sep	Jul	Aug	Sep
		2011	2012	2013	2013	2013	2013
Coal, Australia	\$/mt	121.5	96.4	85.4	77.3	77.0	77.6
Crude oil, average	\$/bbl	104.0	105.1	103.9	105.3	108.2	108.8
Natural gas, US	\$/mmbtu	5.1	2.8	3.7	3.6	3.4	3.6
Cocoa	¢/kg	298.0	239.2	232.8	230.9	248.4	261.6
Coffee, Robusta	¢/kg	240.8	226.7	215.2	209.9	207.3	193.5
Tea, auctions avg.	¢/kg	292.1	289.8	287.4	283.2	278.2	275.0
Coconut oil	\$/mt	1730	1111	863	861	894	985
Groundnut oil	\$/mt	1988	2425	1852	1758	1685	1638
Palm oil	\$/mt	1125.0	999.3	843.4	833.0	829.0	820.0
Palm kernel oil	\$/mt	1648	1110	844	836	868	913
Soybean meal	\$/mt	398.0	524.1	537.0	563.0	526.0	566.0
Soybean oil	\$/mt	1299	1226	1079	995	999	1026
Soybeans	\$/mt	541.0	591.4	533.0	509.0	516.0	557.0
Maize	\$/mt	291.7	298.4	279.4	279.5	238.7	207.5
Rice, Thailand, 5%	\$/mt	543.0	562.9	527.0	509.0	478.8	444.0
Wheat, US, HRW	\$/mt	316.3	313.2	313.7	304.6	305.3	307.5
Bananas, US	\$/mt	968.0	984.0	923.5	923.2	940.4	937.0
Oranges	\$/mt	891	868	1015	1121	1191	1149
Fishmeal	\$/mt	1537	1558	1796	1726	1713	1660
Meat, chicken	¢/kg	192.6	207.9	228.3	234.6	234.8	234.1
Meat, beef	¢/kg	404.2	414.2	408.9	390.2	388.4	387.7
Sugar, world	¢/kg	57.3	47.5	39.1	37.1	37.5	38.4
Plywood	¢/sheets	607.5	610.3	565.8	548.0	558.3	550.5
Cotton A Index	¢/kg	332.9	196.7	201.6	204.2	204.5	198.6
Rubber, TSR20	¢/kg	451.9	315.6	258.6	224.3	238.0	242.2
DAP	\$/mt	618.9	539.8	471.2	460.0	438.1	398.1
Urea	\$/mt	421.0	405.4	348.9	321.5	303.3	297.8
Copper	\$/mt	8828	7962	7389	6907	7193	7159
Lead	¢/kg	240.1	206.5	214.8	204.8	217.4	208.5
Tin	¢/kg	2605	2113	2208	1956	2164	2274
Nickel	\$/mt	22910	17548	15406	13750	14315	13801
Zinc	¢/kg	219.4	195.0	191.1	183.8	189.9	184.7
Gold	\$/toz	1569	1670	1458	1286	1352	1349
Silver	¢/toz	3522	3114	2487	1971	2189	2256
Iron ore	\$/dmt	167.8	128.5	135.6	127.2	136.7	134.2

**Source: World Bank – The Pink Sheet**

## Public Finance

As a proportion of budget estimate, fiscal deficit and revenue deficit during 2013-14 (April-August) was 74.6 per cent and 87.4 per cent respectively.

**Table 17: Trends in Central Government Finances: (April-August 2013)**

	Budget Estimates	April-August		Col.3 as per cent of	Col.4 as per cent of	Per cent change over preceding year	
	2013-14	2012-13	2013-14	2012-13 BE	2013-14 BE	2012-13	2013-14 (4/3)
( ₹Crore)							
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1.Revenue Receipts	1056330	222731	252472	23.8	23.9	18.1	13.4
Gross tax revenue*	1235870	284224	309056	26.4	25.0	18.2	8.7
Tax (net to Centre)	884078	175061	183686	22.7	20.8	20.8	4.9
Non Tax Revenue	172252	47670	68786	29.0	39.9	9.2	44.3
2.Capital Receipts	608967	342621	410464	61.7	67.4	20.8	19.8
of which							
Recovery of loans	10654	3731	4379	32.0	41.1	-58.5	17.4
Other Receipts	55814	1352	1434	4.5	2.6	18.1	6.1
Borrowings and other liabilities	542499	337538	404651	65.7	74.6	23.4	19.9
3.Total Receipts (1+2)	1665297	565352	662936	37.9	39.8	19.7	17.3
4.Non-Plan Expenditure (a)+(b)	1109975	417404	479845	43.0	43.2	22.7	15.0
(a) Revenue Account	992908	379845	435111	43.9	43.8	24.2	14.5
of which:							
Interest payments	370684	113765	128176	35.6	34.6	13.5	12.7
Major Subsidies	220972	122418	137768	68.2	62.3	120.3	12.5
Pensions	70726	23748	27874	37.6	39.4	-4.9	17.4
(b) Capital Account	117067	37559	44734	36.0	38.2	9.2	19.1
5.Plan Expenditure (i)+(ii)	555322	147948	183091	28.4	33.0	12.1	23.8
(i) Revenue Account	443260	120321	149188	28.6	33.7	6.7	24.0
(ii) Capital Account	112062	27627	33903	27.5	30.3	43.3	22.7
6.Total Expenditure (4)+(5)=(a)+(b)	1665297	565352	662936	37.9	39.8	19.7	17.3
(a)Revenue Expenditure	1436168	500166	584299	38.9	40.7	19.5	16.8
(b)Of which Grants for creation of Capital Assets	174656	38574	54806	23.4	31.4	10.3	42.1
(c)Capital Expenditure	229129	65186	78637	31.8	34.3	21.5	20.6
7.Revenue Deficit	379838	277435	331827	79.2	87.4	20.6	19.6
8.Effective Revenue Deficit (7-6(b))	205182	238861	277021	128.6	135.0	22.5	16.0
9.Fiscal Deficit	542499	337538	404651	65.7	74.6	23.4	19.9
10.Primary Deficit	171815	223773	276475	115.4	160.9	29.1	23.6

Source: Controller General of Accounts. \* Gross Tax Revenue is prior to devolution to the States.