



सत्यमेव जयते

GOVERNMENT OF INDIA

INDIA'S EXTERNAL DEBT AS AT END-DECEMBER 2009

MINISTRY OF FINANCE
DEPARTMENT OF ECONOMIC AFFAIRS
EXTERNAL DEBT MANAGEMENT UNIT
MARCH, 2010
www.finmin.nic.in

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INDIA'S EXTERNAL DEBT
(as at end-December 2009)

1. Introduction

External debt data are disseminated on a quarterly basis as per the extant practice. Statistics for the first two quarters of the calendar year (ending March and June) are compiled and released by the Reserve Bank of India, while the data for the third and fourth quarters ending September and December are compiled and released by the Ministry of Finance, Government of India.

2. External Debt Stock

2.1 India's total external debt stock was US\$ 251.4 billion as at end-December 2009 recording an increase of US\$ 26.8 billion (11.9 per cent) over end-March 2009 estimate of US\$ 224.6 billion (Table 1) and an increase of US\$ 21.6 billion (9.4 per cent) compared to the end-December 2008 estimate of US\$ 229.8 billion. The long-term debt increased by US\$ 25.0 billion (13.8 per cent) to US\$ 206.2 billion, while short-term debt increased by US\$ 1.8 billion (4.3 per cent) to US\$ 45.2 billion in end-December 2009 over end-March 2009. Annex I and II present the disaggregated quarter-wise data on external debt outstanding for the period from March 2008 to December 2009 in rupees and in US dollars.

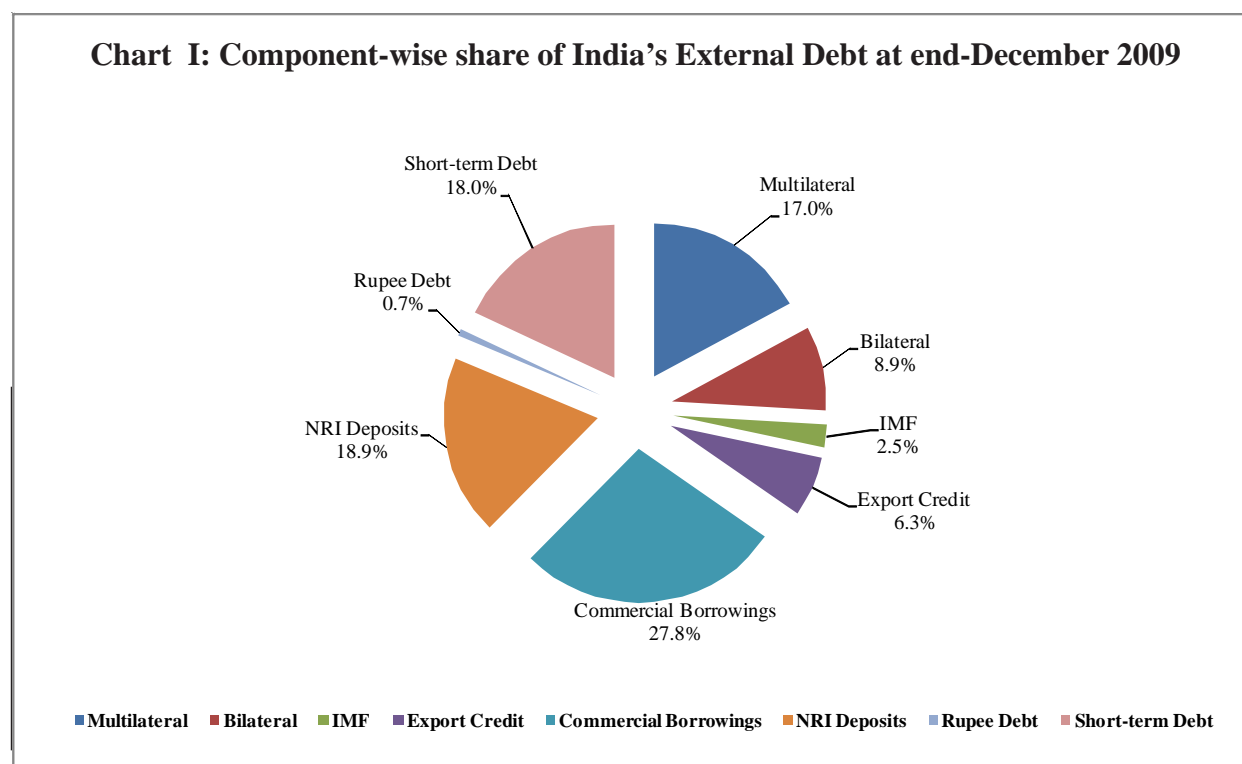
Table 1: India's External Debt

Sl. No.	Components	External Debt Outstanding at end of (US\$ million)				Absolute Variation (US\$ million)	
		2008-09 (end March 2009) PR	June 2009 PR	Sept. 2009 PR	Dec. 09 QE	March 2009 to Dec 2009 (6-3)	Sept. 2009 to Dec 2009 (6-5)
1	2	3	4	5	6	7	8
1	Multilateral	39,538 (17.6)	41,237 (17.9)	42,353 (17.5)	42,745 (17.0)	3,207 (8.1)	392 (1.0)
2	Bilateral	20,613 (9.2)	21,377 (9.3)	22,086 (9.1)	22,348 (8.9)	1,735 (8.4)	262 (1.2)
3	IMF	1,018.0 (0.5)	1,057.0 (0.5)	6,305.0 (2.6)	6,237.0 (2.5)	5,219 (512.7)	-68 (-6.4)
4	Export credit	14,545 (6.5)	14,914 (6.5)	15,361 (6.3)	15,743 (6.3)	1,198 (8.2)	382 (2.6)
5	Commercial Borrowings	62,425 (27.8)	62,956 (27.4)	66,644 (27.5)	69,961 (27.8)	7,536 (12.1)	3,317 (5.3)
6	NRI Deposits (Above one year maturity)	41,554 (18.5)	44,579 (19.4)	45,972 (18.9)	47,490 (18.9)	5,936 (14.3)	1,518 (3.4)
7	Rupee debt	1,527 (0.7)	1,607 (0.7)	1,601 (0.7)	1,647 (0.7)	120 (7.9)	46 (2.9)
8	Long-term debt (1 to 7)	181,220 (80.7)	187,727 (81.7)	200,322 (82.5)	206,171 (82.0)	24,951 (13.8)	5,849 (3.1)
9	Short-term debt	43,363 (19.3)	42,030 (18.3)	42,375 (17.5)	45,213 (18.0)	1,850 (4.3)	2,838 (6.8)
10	Total External Debt (8+9)	224,583	229,757	242,697	251,384	26,801 (11.9)	8,687 (3.8)

PR: Partially Revised; QE: Quick Estimates

Note: Figures in parenthesis indicate their respective percentages to total external debt in column No.3, 4, 5 & 6.

Chart I gives a diagrammatic representation of the break-up of external debt as on end-December 2009.



3. Valuation Effect

The 'Valuation Effect'* arises because external debt is denominated in different currencies, and US dollar value, which is the international numeraire for indicating debt numbers, fluctuates over time vis-à-vis other currencies. The Valuation Effect due to depreciation of US dollar against major international currencies contributed to an increase of around US\$ 9.9 billion to the total increase of US\$ 26.8 billion in external debt as at end-December 2009 over end-March 2009 level. Excluding the Valuation Effect, the increase in external debt would have been US\$ 16.9 billion (Table 2).

Table 2: Valuation Effect on External Debt

1	2	3	4	5
I	External debt at end-December 2009	Total Variation over end-March 2009	Valuation Effect	Variation net of Valuation Effect (3-4)
	US\$ 251.4 billion	US\$ 26.8 billion	US\$ 9.9 billion	US\$ 16.9 billion
II	External debt at end-December 2009	Total Variation over end-September 2009	Valuation Effect	Variation net of Valuation Effect
	US\$ 251.4 billion	US\$ 8.7 billion	US\$ 18.7 billion	US\$ (-)10 billion

* The Valuation Effect during a period (e.g. end-March to end-December) is calculated by applying start-of-the-period (e.g. end-March) exchange rates to end-of-the-period (e.g. end-December) currency components of the debt stock and comparing the resultant figure with the nominal end-of-the-period (e.g. end-December) debt-stock.

4. Components of External Debt

4.1 External Debt by Original Maturity

4.1.1 Long-term debt stood at US\$ 206.2 billion at end-December 2009, accounting for 82 per cent of total external debt. At this level, long-term debt was higher by US\$ 25.0 billion over the

end-March 2009 level of US\$ 181.2 billion. Compared to end-March 2009, the largest increase of US\$ 7.5 billion under the head 'Commercial Borrowings' was on account of commercial activities picking up on the back of positive economic outlook in 2009-10. NRI deposits accounted for an increase of US\$ 5.9 billion, followed by an increase of US\$ 5.2 billion under the head 'IMF' compared to end-March 2009. The large increase under the head 'IMF' was on account of Special Drawing Rights (SDR) allocations of SDR 3,082.5 million on August 28,2009 and SDR 214.57 million on September 9,2009 and the consequent increase in cumulative SDR allocations to US\$ 6.3 billion at end-September 2009, that marginally declined to US\$ 6.2 billion in end-December 2009. Multilateral debt registered a rise of US\$ 3.2 billion, followed by bilateral debt (US\$ 1.7 billion) and export credit (US\$ 1.2 billion) during the same period (Table 1).

4.1.2 The share of short-term debt in total external debt had increased sharply between March 2005 and March 2008, due to an improvement in coverage including suppliers' credit of less than 180 days, short-term liabilities of banking system and investment of foreign central banks and other international financial institutions in Treasury Bills of the Government. This share declined to 18 per cent at end-December 2009 (Table 3) compared to the end-March 2009 estimate of 19.3 per cent. Short-term debt increased by US\$ 1.8 billion to US\$ 45.2 billion compared to the end-March 2009 figure of US\$ 43.4 billion. The increase is evident in all components of short-term external debt that includes Trade-Related Credits, Foreign Institutional Investors (FII) Investment in Government Treasury Bills and other instruments, Investment in Treasury Bills by foreign central banks and international institutions etc. and external debt liabilities of the Central Bank and commercial banks (Annex-II).

Table 3: Share of External Debt by Creditor Category

(Per cent)

Sl. No.	Category	As at the end of March						End-June	End-Sept.	End-Dec.
		2004	2005	2006	2007	2008R	2009PR	2009PR	2009 PR	2009 QE
1	2	3	4	5	6	7	8	9	10	11
1	Multilateral	26.0	23.7	23.4	20.5	17.6	17.6	17.9	17.5	17.0
2	Bilateral	15.3	12.7	11.3	9.3	8.8	9.2	9.3	9.1	8.9
3	IMF	1.0	0.8	0.7	0.6	0.5	0.5	0.5	2.6	2.5
4	Export Credit	4.2	3.8	3.9	4.2	4.6	6.5	6.5	6.3	6.2
5	Commercial Borrowings	19.5	19.7	19.0	24.0	27.8	27.8	27.4	27.4	27.8
6	NRI Deposits	27.7	24.4	26.1	23.9	19.4	18.5	19.4	18.9	18.9
7	Rupee Debt	2.4	1.7	1.5	1.1	0.9	0.7	0.7	0.7	0.7
8	Total Long Term Debt (1 to 7)	96.1	86.8	85.9	83.6	79.6	80.7	81.7	82.5	82.0
9	Short-term Debt	3.9	13.2	14.1	16.4	20.4	19.3	18.3	17.5	18.0
10	Grand Total (8+9)	100	100	100	100	100	100	100	100	100

R: Revised; PR: Partially Revised; QE: Quick Estimates

Box 1: Recent updates in External Commercial Borrowing (ECB) Policy

The broad ECB policy stance towards liberalisation noticed over the first half of 2009-10 has continued in to 2010. However, it has been decided to roll-back some of the policy measures which were introduced against the backdrop of tightness in financial markets during the period of the global financial crisis. These policy measures have come into effect in stages from January 1, 2010.

Non-Banking Finance Companies (NBFCs), exclusively involved in financing of the infrastructure sector, were allowed to avail of ECBs from multilateral/regional financial institutions and Government owned development financial institutions for on-lending to the borrowers in the infrastructure sector under the approval route, subject *inter alia* to the condition that the direct lending portfolio of these lenders vis-à-vis their total ECB lending to NBFCs, at any point of time, should not be less than 3:1 (A.P. (DIR Series) Circular No. 46 dated January 2, 2009). On a review of the policy, it was decided to dispense with this condition with effect from July 1, 2009 (A.P. (DIR Series) Circular No. 71 dated June 30, 2009). Furthermore, it has been decided with immediate effect to allow NBFCs exclusively involved in financing the infrastructure projects to avail of ECB from the recognized lender category including international banks under the approval route, subject to complying with the prudential standards prescribed by the Reserve Bank of India and the borrowing entities fully hedging their currency risk (A.P. (DIR Series) Circular No. 19 dated December 9, 2009). In view of the thrust given to the development of the infrastructure sector, a separate category of NBFCs viz. Infrastructure Finance Companies (IFCs) has been introduced in terms of the guidelines contained in the circular DNBS.PD.CC No. 168/03.02.089/2009-10 dated February 12,2010. Proposals for ECBs by the IFCs, that have been classified as such by the Reserve Bank of India, for on lending to the infrastructure sector may be considered under the approval route complying with prudential norms prescribed by the Reserve Bank of India including hedging of the currency risk in full.

Payment for obtaining license/permit for 3G Spectrum was allowed as an eligible end-use for the purpose of ECB under the automatic route (A.P. (DIR Series) Circular No. 26 dated October 22, 2008). It was decided to permit eligible borrowers in the telecommunication sector with immediate effect to avail of ECB for the purpose of payment for Spectrum allocation (A.P. (DIR Series) Circular No. 19 dated December 9, 2009). Accordingly, it was decided that the payment for spectrum allocation may initially be met out of Rupee resources by the successful bidders, to be refinanced with a long-term ECB under the approval route subject to adherence to prudential norms prescribed by the Reserve Bank of India (A.P. (DIR Series) Circular No. 28 dated January 25, 2010).

It was decided to extend the permission granted to corporates engaged in the development of integrated township to avail of ECBs under the approval route until December 31, 2009. This has been extended further to December 31, 2010 (A.P. (DIR Series) Circular No. 19 dated December 9, 2009).

Keeping in view the prevailing market conditions, the all-in-cost ceilings applicable to external commercial borrowings under the approval route was dispensed with until June 30, 2009 (A.P. (DIR Series) Circular No. 46 dated January 2, 2009). On considering the continuing pressure on credit spreads in the international markets, it was decided in June 2009 to extend the relaxation

in all-in-cost ceilings, under the approval route until December 31, 2009. However, in view of the improvement in credit market conditions and narrowing credit spreads in the international markets, it has been decided to withdraw the existing relaxation in the all-in-cost ceilings under the approval route with effect from January 1, 2010. The all-in-cost ceilings under the approval route for the ECBs, where loan agreements have been signed on or after January 1, 2010, will be 300 basis points and 500 basis points over six month Libor for average maturity period of three years and up to five years and more than five years, respectively (A.P. (DIR Series) Circular No. 19 dated December 9, 2009).

To provide fillip to the agricultural infrastructure facilities in the country, as announced in paragraph 54 of the Union Finance Minister's budget speech for the year 2010-11, the definition of the infrastructure sector has been expanded, for the purpose of availing ECB, to include "cold storage or cold room facility, including for farm level pre-cooling, for preservation or storage of agricultural and allied produce, marine products and meat" (A.P. (DIR Series) Circular No. 38 dated March 02, 2010).

As per the extant policy, domestic Rupee denominated structured obligations have been permitted to be credit enhanced by non-resident entities under the approval route. In view of the growing needs of funds in the infrastructure sector, the existing norms have been reviewed and it has been decided to put in place a comprehensive policy framework on credit enhancement to domestic debt as per specific guidelines prescribed by the Reserve Bank of India. (A.P. (DIR Series) Circular No. 40 dated March 02, 2010).

Buy-back/Pre-payment of Foreign Currency Convertible Bonds (FCCBs)

The procedure relating to premature buyback of FCCBs by Indian companies, both under the automatic and approval routes was liberalized on December 6, 2008, in terms of which the Reserve Bank of India could consider proposals from Indian companies for buyback of FCCBs under the approval route subject to the buyback value of the FCCB being at a minimum discount of 25 per cent on the book value and use of funds out of internal accruals of the company. Total amount of buyback under the approval route is subject to a limit of US\$ 50 million of the redemption value per company. The date for completing the entire procedure for buyback of FCCBs was extended from March 31, 2009 to December 31, 2009. Keeping in view the prevailing macroeconomic conditions and global developments, especially the improvement in the stock prices, it was decided to discontinue the facility with effect from January 1, 2010 (A.P. (DIR Series) Circular No. 19 dated December 9, 2009).

5. Government and Non-Government External Debt

5.1 Government debt stood at US\$ 66.9 billion (26.6 per cent of total external debt) at end-December 2009 while non-Government debt amounted to US\$ 184.5 billion (73.4 per cent of total external debt) (Table 4). The share of Government debt in total external debt that declined from 40.6 per cent at end-March 2004 to 24.9 per cent at end-March 2009, climbed to 26.6 per cent at end-December 2009 (Table 4). The ratio of Government debt to GDP posted a decline and remained around 5.0 per cent in the last three years. Details of external debt by borrower category viz. Government and non-Government (in US\$ million) are presented in Table 4 and Chart II. The break up of Government and Non-Government external debt in rupee terms is presented in Annex-III. Creditor-wise details of sovereign external debt in rupees crore and US\$ million is placed at Annex IV and V respectively.

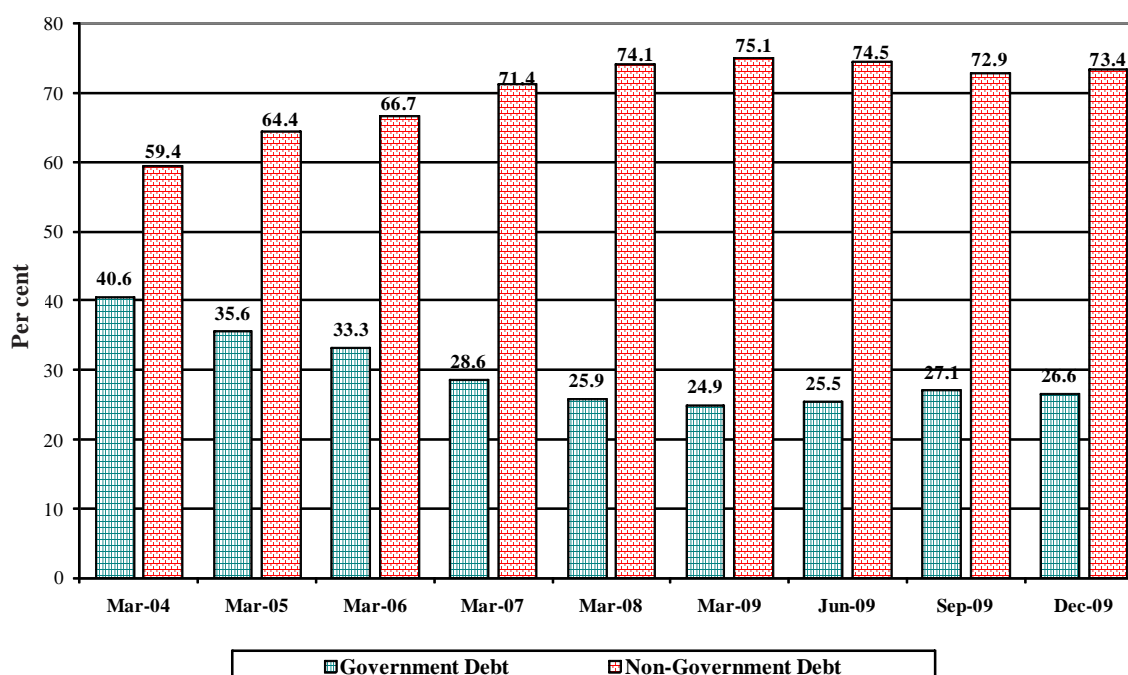
Table 4: Government and Non-Government External Debt*(US \$ million)*

Sl. No.	Components	At the end of March						End	End	End
		2004	2005	2006	2007	2008 R	2009 PR	June 2009 PR	Sept. 2009 PR	Dec. 2009 QE
1	2	3	4	5	6	7	8	9	10	11
I	Government Debt (A+B)	45,681	47,697	46,259	49,360	58,068	55,874	58,504	65,692	66,920
	As per cent of GDP	7.2	6.4	5.5	5.0	4.7	5.1	*	*	*
	As per cent of total external debt	40.6	35.6	33.3	28.6	25.9	24.9	25.5	27.1	26.6
A.	External Debt on Govt. Account under External Assistance	41,142	43,686	43,510	46,155	52,538	51,816	53,717	55,083	55,417
B.	Other Govt. External Debt ((i)+(ii))	4,540	4,011	2,749	3,205	5,530	4,058	4,787	10,609	11,503
i)	Other Govt. External Debt - Long-term	4,540	2,852	2,609	2,879	4,915	3,119	3,539	9,615	10,284
ii)	Other Govt. External Debt - Short-term	0	1,159	140	326	615	939	1,248	994	1,219
II.	Non-Government Debt	66,972	86,305	92,855	123,000	166,339	168,709	171,253	177,005	184,464
	As per cent of GDP	10.8	11.7	11.2	12.5	13.4	15.4	*	*	*
	As per cent of total external debt	59.4	64.4	66.8	71.4	74.1	75.1	74.5	72.9	73.4
III.	Total External Debt (I+II)	112,653	134,002	139,114	172,360	224,407	224,583	229,757	242,697	251,384
	As per cent of GDP	18.0	18.1	16.7	17.5	18.1	20.5	*	*	*

* : Not worked out for the broken period

R: Revised; PR: Partially Revised; QE: Quick Estimates

Note: From March 2005 onwards, Other Government Short-term external debt includes FII investment in Treasury Bills and from March 2007 onwards, it also includes investment in Treasury Bills by foreign central banks and international institutions.

Chart II: Share of Government and Non-Government External Debt in Total External Debt

6. Currency Composition of External Debt

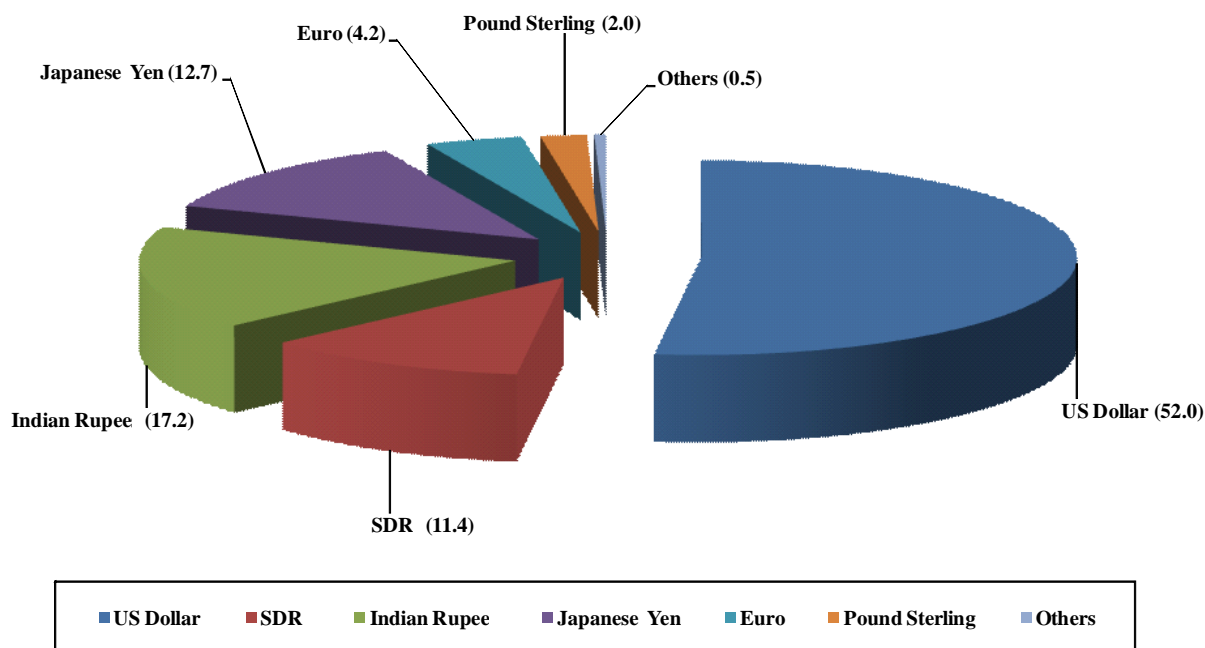
6.1 The currency composition of India's total external debt and Government debt is presented in Tables 5A and 5B respectively. US dollar denominated debt accounted for 52 per cent of total external debt at end-December 2009, followed by the Indian Rupee (17.2 per cent) which primarily consists of NRI deposits in rupee currency, FII Investments in Government and non-Government securities and rupee debt owed to Russia, Japanese Yen (12.7 per cent), SDR (11.4 per cent) and Euro (4.2 per cent) (Table 5A). Charts III (A) and (B) provide representation of the same data through pie-charts.

Table 5A: Currency Composition of India's External Debt
(As per cent to total external debt)

Sl. No.	Currency	At the end of March						As at the end of		
		2004	2005	2006	2007	2008	2009	June 2009	Sept. 2009	Dec. 2009
						R	PR	PR	PR	QE
1	2	3	4	5	6	7	8	9	10	11
1	US Dollar	40.0	47.7	48.8	51.1	55.3	54.1	52.3	51.4	52.0
2	Indian Rupee	22.5	19.4	18.8	18.5	16.2	15.4	16.3	16.6	17.2
3	Japanese Yen	11.6	10.4	10.9	11.4	12.0	14.3	14.5	13.6	12.7
4	SDR	16.3	14.9	14.3	12.4	10.5	9.8	10.0	12.0	11.4
5	Euro	5.7	4.6	4.4	3.9	3.5	4.1	4.3	3.9	4.2
6	Pound Sterling	3.4	2.6	2.6	2.4	2.2	2.0	2.2	2.1	2.0
7	Others	0.5	0.4	0.2	0.3	0.2	0.3	0.4	0.4	0.5
	Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

R: Revised; PR: Partially Revised; QE: Quick Estimates.

Chart IIIA: Currency Composition of India's External Debt
as at end-December 2009 (per cent)



6.2 The currency composition of Government debt indicates pre-dominance of SDR denominated debt (37 per cent), which is attributable to borrowing from International Development Association (IDA) i.e., the soft loan window of the World Bank under the multilateral agencies and SDR allocations by the International Monetary Fund (IMF). Share of US \$ denominated debt was 28.9 per cent at end-December 2009 followed by the Japanese Yen (20.1 per cent) on account of borrowing from Japan (Table 5B).

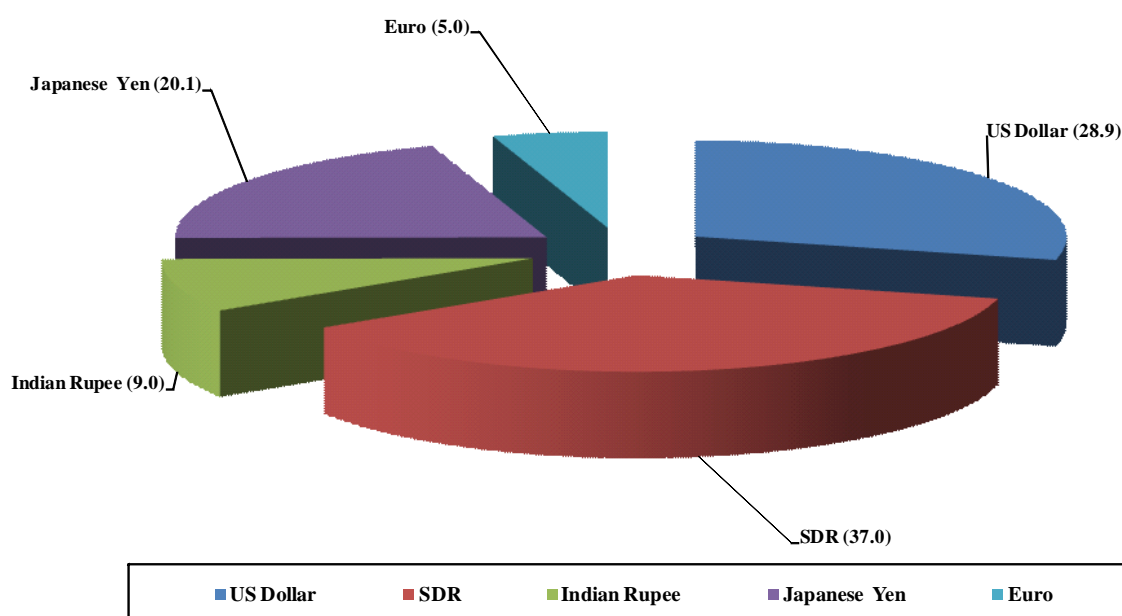
Table 5B: Currency Composition of Government's External Debt

(As per cent to total Government external debt)

Sl.	Currency	At end-March			At end	At end	At end
		2007	2008	2009PR	June 2009PR	Sept. 2009PR	Dec. 2009 QE
1	2	3	4	5	6	7	8
1	SDR	43.3	40.8	39.5	39.2	44.2	37.0
2	US Dollar	27.9	26.7	29.6	29.1	25.8	28.9
2	Japanese Yen	17.7	18.6	19.9	19.8	18.4	20.1
4	Indian Rupee	4.9	7.9	5.7	6.7	6.8	9.0
5	Euro	6.1	5.9	5.2	5.2	4.8	5.0
6	Pound Sterling	0.1	0.1	0.1	0.0	0.0	0.0
Total (1 to 6)		100.0	100.0	100.0	100.0	100.0	100.0

PR: Partially Revised; QE: Quick Estimates.

Chart IIIB: Currency Composition of Government's External Debt as at end-December 2009 (per cent)



7. Debt-Service Payments

During April-December 2009, debt service payments (principal repayment and interest) at US\$ 12.4 billion were higher by 12.7 per cent over that during the corresponding period 2008-09 estimate of US \$ 11.0 billion. At this level, the debt-service ratio i.e., the ratio of total debt service payments to current receipts worked out to 5.1 per cent as against 4.0 per cent for April-December 2008 (Table 6).

Table 6: India's External Debt Service Payments

		<i>(US \$ million)</i>						
Sl. No.	Components	April-March					April-December	
		2004-05	2005-06	2006-07	2007-08	2008-09PR	2008-09PR	2009-10QE
1	2	3	4	5	6	7	8	9
1	External Assistance	2,855	2,652	2,942	3,241	3,381	2,526	2,476
	(a) Repayments	2,129	1,945	1,960	2,099	2,372	1,774	1,860
	(b) Interest	726	707	982	1,142	1,009	752	616
2	External Commercial Borrowings	4,530	14,839	6,331	9,771	10,485	7,332	8,673
	(a) Repayments	3,571	11,824	3,814	6,119	6,521	4,337	6,166
	(b) Interest	959	3,015	2,517	3,652	3,964	2,995	2,507
3	NRI Deposits	1,353	1,497	1,969	1,813	1,547	1,161	1,196
	(a) Interest	1,353	1,497	1,969	1,813	1,547	1,161	1,196
4	Rupee Debt Service	417	572	162	121	101	33	24
	(a) Repayments	417	572	162	121	101	33	24
	Total Debt Service (1 to 4)	9,155	19,560	11,404	14,946	15,514	11,052	12,369
	(a) Repayments	6,117	14,341	5,936	8,339	8,994	6,144	8,050
	(b) Interest	3,038	5,219	5,468	6,607	6,520	4,908	4,319
Memo Items:								
	Current Receipts#	154,123	194,170	242,811	314,014	351,890	276,442	240,786
	Debt Service Ratio (%)	5.9[^]	10.1^{^^}	4.7	4.8	4.4	4.0	5.1
	Interest payments to current receipts ratio	2.0	2.7	2.3	2.1	1.9	1.8	1.8

PR: Partially Revised; QE: Quick Estimates.

#: Current Receipts indicate current account receipts minus officials transfers.

[^] Works out to 5.7 % with the exclusion of pre-payment of US\$ 381 million.

^{^^} Works out to 6.3 %, with the exclusion of India Millennium Deposits (IMDs) repayments of US\$ 7.1 billion and pre-payment of US\$ 23.5 million.

Note : Debt-service ratio is the proportion of gross debt service payments to External Current Receipts (net of official transfers).

8. Key External Debt Indicators

8.1 The external debt to GDP ratio increased to 21.5 per cent at end-March 2008-09 from 19.0 per cent prevailing at end-March 2007-08, while the Debt Service Ratio stood at 5.1 percent at end-December 2009. The Debt Sustainability Indicator i.e., ratio of foreign exchange reserves to total external debt showed a marginal improvement from 112.1 per cent at end-March 2009 to 112.8 per cent at end-December 2009. The ratio of short-term external debt to foreign exchange reserves, which had increased from 14.8 per cent at end-March 2008 to 17.2 per cent at end-March 2009, was also lower at 15.7 per cent at end-December 2009 (Table 7A and Annex VI).

Table 7A: India's Key External Debt Indicators (Annual)

<i>(per cent)</i>							
Year	External debt (US \$ billion)	Ratio of total external debt to GDP	Debt Service Ratio	Ratio of Foreign Exchange Reserves to total debt	Ratio of Concessional debt to total debt	Ratio of Short-term debt to Foreign Exchange Reserves	Ratio of Short- term debt to total debt
1	2	3	4	5	6	7	8
2003-04	112.7	18.0	16.1*	100.3	35.8	3.9	3.9
2004-05	134.0	18.6	5.9 ^	105.6	30.7	12.5	13.2
2005-06	139.1	17.3	10.1^^	109.0	28.4	12.9	14.1
2006-07	172.4	18.2	4.7	115.6	23.0	14.1	16.3
2007-08 R	224.4	19.0	4.8	138.0	19.7	14.8	20.4
2008-09PR	224.6	21.5	4.4	112.1	18.7	17.2	19.3
2009-10 QE (End-December)	251.4	-	5.1	112.8	17.7	15.7	18.0

R: Revised; PR: Partially Revised; QE: Quick Estimates.

-: Not worked out for the broken period.

* Works out to 8.2 %, with the exclusion of pre-payment of US\$ 3,797 million and redemption of Resurgent India Bonds (RIBs) of US\$ 5,549 million.

^ Works out to 5.7 % with the exclusion of pre-payment of US\$ 381 million.

^^ Works out to 6.3 %, with the exclusion of India Millennium Deposits (IMDs) repayments of US\$ 7.1 billion and pre-payment of US\$ 23.5 million.

Table 7B below shows India's key external debt indicators on a quarterly basis. The ratio of concessional debt to total external debt declined to 17.7 per cent in end-December 2009, compared to the 18.7 per cent registered at end-March 2009 reflecting the rising share of non-Government debt which is normally taken at commercial terms.

Table 7B: India's Key External Debt Indicators (Quarterly)

<i>(per cent)</i>							
Year	External debt (US \$ billion)	Ratio of total external debt to GDP	Debt Service Ratio	Ratio of Foreign Exchange Reserves to total External Debt	Ratio of Concession Debt to total External Debt	Ratio of Short-term External Debt to Foreign Exchange Reserves	Ratio of Short- External term Debt to total Debt
1	2	3	4	5	6	7	8
2007-08 (end-March) R	224.4	19.0	5.4	138.0	19.7	14.8	20.4
2008-09 (end - June) PR	225.3	-	-	138.5	19.0	15.8	21.9

(per cent)

Year	External debt (US \$ billion)	Ratio of total external debt to GDP	Debt Service Ratio	Ratio of Foreign Exchange Reserves to total External Debt	Ratio of Concession Debt to total External Debt	Ratio of Short-term External Debt to Foreign Exchange Reserves	Ratio of Short- External term Debt to total Debt
1	2	3	4	5	6	7	8
2008-09 (end-Sept.) PR	225.1	-	-	127.2	18.4	17.7	22.5
2008-09 (end-Dec.) PR	229.8	-	4.0	111.4	18.8	18.1	20.1
2008-09 (end-March) PR	224.6	21.5	4.4	112.1	18.7	17.2	19.3
2009-10 (end - June) PR	229.8	-	-	115.4	18.9	15.9	18.3
2009-10 (end-Sept.) PR	242.7	-	-	115.9	18.4	15.1	17.5
2009-10 (end-Dec.) QE	251.4	-	5.1	112.8	17.7	15.7	18.0

R: Revised; PR: Partially Revised; QE: Quick Estimates.
-: Not worked out for the broken period.

9. International Comparison

9.1 A cross country comparison of external debt of the twenty most indebted developing countries, based on the data given in the World Bank's publication titled Global Development Finance, 2009 showed that India was the *fifth* most indebted country in 2007 in terms of the stock of external debt (Table 8). The ratio of India's external debt stock to Gross National Income (GNI) as of 2007 at 18.9 per cent was the sixth lowest with China having the lowest ratio of external debt to GNI at 11.6 per cent. The element of concessionality in India's external debt portfolio was the second highest after that of Indonesia.

Table 8: International Comparison of Top Twenty Debtor Developing Countries, 2007

Sl. No.	Countries	External Debt Stock (US \$ million)	External debt to Gross National Income (per cent)	Short-term debt to external debt (per cent)	Foreign exchange reserves to external debt (per cent)	Concessional debt to total external debt (per cent)
1	2	3	4	5	6	7
1	China	373,635	11.6	54.5	413.9	10.1
2	Russian Federation	370,172	29.4	21.4	129.1	0.4
3	Turkey	251,477	38.8	16.6	30.4	2.1
4	Brazil	237,472	18.7	16.5	75.9	1.0
5	India	220,956	18.9	19.8	125.2	21.7
6	Poland	195,374	47.7	30.9	33.6	0.4
7	Mexico	178,108	17.7	5.1	49.0	0.6

Sl. No.	Countries	External Debt Stock (US \$ million)	External debt to Gross National Income (per cent)	Short-term debt to external debt (per cent)	Foreign exchange reserves to external debt (per cent)	Concessional debt to total external debt (per cent)
1	2	3	4	5	6	7
8	Indonesia	140,783	33.9	24.8	40.4	26.2
9	Argentina	127,758	49.7	29.8	36.1	1.3
10	Kazakhstan	96,133	103.7	12.2	18.4	1.0
11	Romania	85,380	51.5	35.7	46.8	1.6
12	Ukraine	73,600	52.9	31.1	44.1	2.2
13	Philippines	65,845	41.9	10.8	51.2	20.0
14	Thailand	63,067	26.5	34.3	138.7	9.6
15	Chile	58,649	40.3	22.7	28.7	0.4
16	Malaysia	53,717	29.4	28.4	189.9	6.1
17	Croatia	48,584	97.7	10.5	28.1	2.1
18	Colombia	44,976	22.5	11.9	46.6	2.1
19	South Africa	43,380	15.8	38.2	75.9	-
20	Venezuela	43,148	18.7	27.1	78.2	0.5
All developing countries		3,466,045		24.5		

Source: Global Development Finance 2009, World Bank.

9.2 In terms of the cover of external debt provided by foreign exchange reserves, India's position was the *fifth* highest at 125.2 per cent after China, Malaysia, Thailand and the Russian Federation (Table 8). A comparison of the share of short-term debt in total external debt across countries reveals that India's position was the *eighth* lowest with Mexico having the lowest ratio of short-term debt to total external debt (Annex VII).

9.3 The Quarterly External Debt Statistics (QEDS) database, jointly developed by the World Bank and the IMF, brings together detailed external debt data of countries that are subscribing to IMF's Special Data Dissemination Standard (SDDS)/General Data Dissemination System (GDDS). The position in respect of the highly indebted developing countries and subscribers to this arrangement for the second and third quarters of the calendar year 2009, which has been published by the World Bank (<http://go.worldbank.org/GWMYALHYQ0>) is placed at Annex VIII.

10. External Debt Management

India's external debt has been within manageable limits as indicated by the external debt to GDP ratio of 20.5 per cent (Table 4) and debt service ratio of 4.4 per cent (Table 6) during 2008-09. This has been possible due to an external debt management policy that emphasizes on raising sovereign loans on concessional terms with longer maturities, regulating external commercial borrowings and their end-use, rationalizing interest rates on NRI deposits and monitoring long as well as short-term debt.

India's External Debt Outstanding (Quarterly)

(Rupee crore)

		At the end of									
S.No.	Components of External Debt	Mar. 2008R	June-2008PR	Sept. 2008PR	Dec.2008PR	Mar. 2009PR	June 2009 PR	Sept. 2009PR	Dec. 2009 PR		
I.	MULTILATERAL	157,901	170,269	182,622	193,297	201,425	197,439	203,460	199,548		
	A. Government Borrowing	144,627	155,456	165,771	175,057	181,997	177,451	181,886	177,983		
	(i) Concessional	107,395	114,575	120,061	123,852	127,771	124,045	127,956	122,845		
	a) IDA	105,947	113,041	118,450	122,245	126,127	122,428	126,296	121,249		
	b) Others	1,448	1,534	1,611	1,607	1,644	1,617	1,660	1,596		
	ii) Non-concessional	37,232	40,881	45,710	51,205	54,226	53,406	53,930	55,138		
	a) IBRD	22,631	24,549	26,820	28,583	29,948	29,304	28,970	29,266		
	b) Others	14,601	16,332	18,890	22,622	24,278	24,102	24,960	25,872		
	B. Non-Government Borrowing	13,274	14,813	16,851	18,240	19,428	19,988	21,574	21,565		
	(i) Concessional	0	0	0	0	0	0	0	0		
	ii) Non-concessional	13,274	14,813	16,851	18,240	19,428	19,988	21,574	21,565		
	a) Public Sector	10,352	11,449	12,711	13,855	14,298	14,325	15,094	14,803		
	i) IBRD	4,690	5,390	5,993	6,773	7,105	7,302	7,971	8,205		
	ii) Others	5,662	6,059	6,718	7,082	7,193	7,023	7,123	6,598		
	b) Financial Institutions	2,350	2,781	3,137	3,335	3,721	3,797	4,439	4,766		
	i) IBRD	593	647	700	728	744	714	1,084	1,062		
	ii) Others	1,757	2,134	2,437	2,607	2,977	3,083	3,355	3,704		
	c) Private Sector	572	583	1,003	1,050	1,409	1,866	2,041	1,996		
	i) IBRD	0	0	0	0	0	0	0	0		
	ii) Others	572	583	1,003	1,050	1,409	1,866	2,041	1,996		
II.	BILATERAL	78,802	80,458	88,374	103,330	105,011	102,353	106,102	104,307		
	A. Government borrowing	59,391	59,413	64,903	75,687	74,662	72,630	75,382	73,539		
	(i) Concessional	59,391	59,413	64,903	75,687	74,662	72,630	75,382	73,539		
	ii) Non-concessional	0	0	0	0	0	0	0	0		
	B. Non-Government borrowing	19,411	21,045	23,471	27,643	30,349	29,723	30,720	30,768		
	(i) Concessional	1,737	1,852	1,897	1,951	3,262	3,300	3,434	3,301		
	a) Public Sector	1,226	1,262	1,293	1,288	1,156	1,138	1,188	1,156		
	b) Financial Institutions	511	590	604	662	2,106	2,162	2,246	2,145		
	c) Private Sector	0	0	0	0	0	0	0	0		
	ii) Non-concessional	17,674	19,193	21,574	25,692	27,087	26,423	27,286	27,467		

Contd..

At the end of

S.No.	Components of External Debt	Mar. 2008PR	June-2008PR	Sept. 2008PR	Dec.2008PR	Mar. 2009PR	June 2009 PR	Sept. 2009PR	Dec. 2009 PR
	a) Public Sector	10,097	11,135	12,338	14,580	15,076	14,393	14,604	14,250
	b) Financial Institutions	3,735	3,819	3,946	4,240	4,311	4,142	4,055	3,865
	c) Private Sector	3,842	4,239	5,290	6,872	7,700	7,888	8,627	9,352
III. IMF		4,479	4,779	4,979	5,084	5,188	5,061	30,288	29,117
IV. EXPORT CREDIT		41,296	47,246	57,165	67,022	74,102	71,409	73,794	73,417
	a) Buyers' credit	33,134	38,985	48,217	57,042	64,071	61,848	63,884	63,770
	b) Suppliers' credit	2,998	3,095	3,304	3,399	3,539	3,246	3,355	3,252
	c) Export credit component of bilateral credit	5,164	5,166	5,644	6,581	6,492	6,315	6,555	6,395
	d) Export credit for defence purchases	0	0	0	0	0	0	0	0
V. COMMERCIAL BORROWINGS		249,243	262,198	287,178	317,327	318,025	301,536	320,160	326,249
	a) Commercial bank loans ^a	160,577	171,740	185,697	212,582	219,850	208,722	222,878	220,315
	b) Securitised borrowings ^b	82,641	84,175	94,794	97,949	91,170	86,272	91,431	100,474
	c) Loans/securitised borrowings etc., with multilateral/bilateral guarantee + IFC(W)	6,025	6,283	6,687	6,796	7,005	6,542	5,851	5,460
VI. NRI DEPOSITS (Above one year maturity)^c		174,623	183,019	190,660	195,254	211,695	213,444	220,849	221,707
	a) NR(E) RA	106,824	109,888	112,081	112,542	120,077	119,470	122,185	120,937
	b) FCNR (B)	56,651	60,134	63,381	62,681	67,303	67,099	68,159	68,464
	c) NRO Deposits	11,148	12,997	15,198	20,031	24,315	26,875	30,505	32,306
VII. RUPEE DEBT^d		8,065	8,015	8,011	8,007	7,780	7,695	7,690	7,690
	a) Defence	7,172	7,148	7,146	7,142	6,955	6,896	6,892	6,892
	b) Civilian	893	867	865	865	825	799	798	798
VIII. TOTAL LONG TERM DEBT (I TO VII)		714,409	755,984	818,989	889,321	923,226	898,937	962,343	962,035
IX. SHORT-TERM DEBT		182,881	211,876	237,373	223,675	220,430	200,580	203,574	211,078
	a) Trade - Related Credits	167,540	198,731	219,688	205,697	203,596	184,250	189,018	194,340
	1) 6 Months and above/upto 1 year	91,502	104,630	122,988	118,497	118,937	114,289	116,036	114,168
	2) Up to 6 months	76,038	94,101	96,700	87,200	84,659	69,961	72,982	80,172
	b) FI Investment in Govt. Treasury Bills and other instruments	2,603	2,905	7,922	10,812	10,522	10,288	8,457	10,010

Contd..

(Rupee crore)

At the end of

S.No.	Components of External Debt	Mar. 2008R	June-2008PR	Sept. 2008PR	Dec.2008PR	Mar. 2009PR	June 2009 PR	Sept. 2009PR	Dec. 2009 PR
c)	Investment in Treasury Bills by foreign central banks and international institutions etc.	620	640	582	528	534	498	370	397
d)	External Debt Liabilities of:								
1)	Central Bank	12,118	9,600	9,181	6,638	5,778	5,544	5,729	6,331
2)	Commercial banks	4,458	4,188	4,107	3,750	3,417	3,116	3,368	3,091
		7,660	5,412	5,074	2,888	2,361	2,428	2,361	3,240
X.	GRAND TOTAL (VIII+IX)	897,290	967,860	1,056,362	1,112,996	1,143,656	1,099,517	1,165,917	1,173,113

Source: Ministry of Finance (Department of Economic Affairs), Ministry of Defence, Reserve Bank of India, Securities & Exchange Board of India.

R: Revised

PR: Partially Revised

QE: Quick Estimates

IFC(W): International Finance Corporation, Washington D.C.

FII: Foreign Institutional Investors

^a includes Financial Lease since 1996.

^b Also includes India Development Bonds (IDBs), Resurgent India Bonds (RIBs), India Millennium Deposits (IMDs), also includes Foreign Currency Convertible Bonds (FCCBs) and net investment by 100% FII debt funds.

^c FCCB debt has been adjusted since End-March, 1998 after netting out conversion into equity.

^d Figures include accrued interest.

^e Rupee denominated debt owed to Russia and payable through exports.

Note: NRO Deposits are included under NRI Deposits from the quarter ended June 2005. Supplier's Credits upto 180 days and FII investment in short-term debt instruments are included under short-term debt from the quarter ended March 2005. Vostro balances / Nostro overdrafts of commercial banks, balances of foreign central banks/international institutions with RBI and investment in T-bills/ securities by foreign central banks/ international institutions have been included in external debt from the quarter ended March 2007.

India's External Debt Outstanding (Quarterly)

(US\$ million)

S.No.	Components of External Debt	At the end of									
		Mar. 2008R	June-2008PR	Sept. 2008PR	Dec.2008PR	Mar. 2009PR	June 2009 PR	Sept. 2009PR	Dec. 2009 PR		
I. MULTILATERAL		39,490	39,644	38,909	39,892	39,538	41,237	42,353	42,745		
A. Government Borrowing		36,170	36,195	35,319	36,128	35,724	37,062	37,861	38,125		
(i) Concessional		26,859	26,677	25,580	25,560	25,080	25,908	26,635	26,314		
a) IDA		26,497	26,320	25,237	25,229	24,757	25,570	26,290	25,972		
b) Others		362	357	343	331	323	338	345	342		
ii) Non-concessional		9,311	9,518	9,739	10,568	10,644	11,154	11,226	11,811		
a) IBRD		5,660	5,716	5,714	5,899	5,878	6,120	6,030	6,269		
b) Others		3,651	3,802	4,025	4,669	4,766	5,034	5,196	5,542		
B. Non-Government Borrowing		3,320	3,449	3,590	3,764	3,814	4,175	4,492	4,620		
(i) Concessional		0	0	0	0	0	0	0	0		
ii) Non-concessional		3,320	3,449	3,590	3,764	3,814	4,175	4,492	4,620		
a) Public Sector		2,589	2,666	2,708	2,859	2,807	2,992	3,143	3,171		
i) IBRD		1,173	1,255	1,277	1,398	1,395	1,525	1,660	1,757		
ii) Others		1,416	1,411	1,431	1,461	1,412	1,467	1,483	1,414		
b) Financial Institutions		588	647	668	688	730	793	924	1,021		
i) IBRD		149	151	149	150	146	149	226	228		
ii) Others		439	497	519	538	584	644	698	793		
c) Private Sector		143	136	214	217	277	390	425	428		
i) IBRD		0	0	0	0	0	0	0	0		
ii) Others		143	136	214	217	277	390	425	428		
II. BILATERAL		19,708	18,733	18,829	21,325	20,613	21,377	22,086	22,348		
A. Government borrowing		14,853	13,833	13,828	15,620	14,655	15,169	15,691	15,752		
(i) Concessional		14,853	13,833	13,828	15,620	14,655	15,169	15,691	15,752		
ii) Non-concessional		0	0	0	0	0	0	0	0		
B. Non-Government borrowing		4,855	4,900	5,001	5,705	5,958	6,208	6,395	6,596		
(i) Concessional		435	431	404	403	641	689	715	707		
a) Public Sector		307	294	275	266	227	238	247	248		
b) Financial Institutions		128	137	129	137	414	451	468	459		
c) Private Sector		0	0	0	0	0	0	0	0		
ii) Non-concessional		4,420	4,469	4,597	5,302	5,317	5,519	5,680	5,889		

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India's External Debt Outstanding (Quarterly)

(US\$ million)

		At the end of									
S.No.	Components of External Debt	Mar. 2008PR	June-2008PR	Sept. 2008PR	Dec.2008PR	Mar. 2009PR	June 2009 PR	Sept. 2009PR	Dec. 2009 PR		
	a) Public Sector	2,525	2,593	2,629	3,009	2,959	3,006	3,040	3,055		
	b) Financial Institutions	934	889	841	875	846	865	844	828		
	c) Private Sector	961	987	1,127	1,418	1,512	1,648	1,796	2,006		
III.	IMF	1,120	1,113	1,061	1,049	1,018	1,057	6,305	6,237		
IV.	EXPORT CREDIT	10,328	11,000	12,179	13,832	14,545	14,914	15,361	15,743		
	a) Buyers' credit	8,287	9,077	10,273	11,772	12,576	12,917	13,298	13,676		
	b) Suppliers' credit	750	720	704	702	695	678	698	697		
	c) Export credit component of bilateral credit	1,291	1,203	1,202	1,358	1,274	1,319	1,365	1,370		
	d) Export credit for defence purchases	0	0	0	0	0	0	0	0		
V.	COMMERCIAL BORROWINGS	62,334	61,047	61,187	65,489	62,425	62,956	66,644	69,961		
	a) Commercial bank loans ^a	40,159	39,986	39,565	43,872	43,154	43,593	46,394	47,248		
	b) Securitised borrowings ^b	20,668	19,598	20,197	20,214	17,896	17,997	19,032	21,542		
	c) Loans/secritized borrowings etc., with multilateral/bilateral guarantee + IFC(W)	1,507	1,463	1,425	1,403	1,375	1,366	1,218	1,171		
VI.	NRRI DEPOSITS (Above one year maturity)^c	43,672	42,612	40,622	40,296	41,554	44,579	45,972	47,490		
	a) NR(E) RA	26,716	25,585	23,880	23,226	23,570	24,952	25,434	25,905		
	b) FCNR (B)	14,168	14,001	13,504	12,936	13,211	14,014	14,188	14,665		
	c) NRO Deposits	2,788	3,026	3,238	4,134	4,773	5,613	6,350	6,920		
VII.	RUPEE DEBT^d	2,017	1,866	1,707	1,652	1,527	1,607	1,601	1,647		
	a) Defence	1,794	1,664	1,523	1,474	1,365	1,440	1,435	1,476		
	b) Civilian	223	202	184	178	162	167	166	171		
VIII.	TOTAL LONG-TERM DEBT (I TO VII)	178,669	176,015	174,494	183,535	181,220	187,727	200,322	206,171		
IX.	SHORT-TERM DEBT	45,738	49,330	50,575	46,268	43,363	42,030	42,375	45,213		
	a) Trade - Related Credits	41,901	46,270	46,807	42,558	39,964	38,501	39,346	41,628		

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India's External Debt Outstanding (Quarterly)

(US\$ million)

S.No. Components of External Debt	At the end of									
	Mar. 2008R	June-2008PR	Sept. 2008PR	Dec.2008PR	Mar. 2009PR	June 2009 PR	Sept. 2009PR	Dec. 2009 PR		
1) 6 Months and above/upto 1 year	22,884	24,361	26,204	24,562	23,346	23,882	24,154	24,455		
2) Up to 6 months	19,017	21,909	20,603	17,996	16,618	14,619	15,192	17,173		
b) FII Investment in Govt. Treasury Bills and other instruments	651	676	1,688	2,231	2,066	2,149	1,760	2,144		
c) Investment in Treasury Bills by foreign central banks and international institutions etc.	155	149	124	109	105	104	77	85		
d) External Debt Liabilities of:	3,031	2,235	1,956	1,370	1,228	1,276	1,192	1,356		
1) Central Bank	1,115	975	875	774	764	769	701	662		
2) Commercial banks	1,916	1,260	1,081	596	464	507	491	694		
X. GRAND TOTAL (VIII+IX)	224,407	225,345	225,069	229,803	224,583	229,757	242,697	251,384		
Memo Items :										
Concessional Debt*	44,164	42,807	41,519	43,235	41,903	43,373	44,642	44,420		
Concessional Debt to total external debt (per cent)	19.7	19.0	18.4	18.8	18.7	18.9	18.4	17.7		
Short-term debt	45,738	49,330	50,575	46,268	43,363	42,030	42,375	45,213		
Short-term debt to total external debt (per cent)	20.4	21.9	22.5	20.1	19.3	18.3	17.5	18.0		

Source: Ministry of Finance (Department of Economic Affairs), Ministry of Defence, Reserve Bank of India, Securities & Exchange Board of India.

R: Revised

PR: Partially Revised

QE: Quick Estimates

IFC(W): International Finance Corporation, Washington D.C.

FII: Foreign Institutional Investors

^a includes Financial Lease since 1996.

^b Also includes India Development Bonds (IDBs), Resurgent India Bonds (RIBs), India Millennium Deposits (IMDs),

also includes Foreign Currency Convertible Bonds (FCCBs) and net investment by 100% FII debt funds.

^c FCCB debt has been adjusted since End-March, 1998 after netting out conversion into equity.

^d Figures include accrued interest.

^e Rupee denominated debt owed to Russia and payable through exports.

The definition of concessional debt here includes concessional categories under multilateral and bilateral debt and rupee debt under item VII.

Note: NRO Deposits are included under NRI Deposits from the quarter ended June 2005. Supplier's Credits upto 180 days and FII investment in short-term debt instruments are included under short-term debt from the quarter ended March 2005. Vostro balances / Nostro overdrafts of commercial banks, balances of foreign central banks/international institutions with RBI and investment in T-bills/securities by foreign central banks/ international institutions have been included in external debt from the quarter ended March 2007.

Government and Non-Government External Debt

(Rupee crore)

Sl. No.	Components	2004	2005	2006	2007	2008 R	2009 R	At end-June 2009 PR	At end-Sept. 2009 PR	At end-Dec. 2009 QE
1	2	3	4	5	6	7	8	9	10	11
A	Sovereign Debt (I+II) (As a per cent of GDP)	197,929 7.2	208,700 6.4	206,334 5.5	215,178 5.0	232,186 4.7	284,651 5.1	280,116 *	315,584 *	312,415 *
I.	External Debt on Govt. Account under External Assistance	184,153	191,147	194,076	201,211	210,074	263,976	257,196	264,620	258,713
II.	Other Govt. External Debt (1+2)	13,776	17,553	12,258	13,967	22,112	20,675	22,920	50,964	53,702
1)	Other Govt. External Debt -Long-term	13,776	12,479	11,634	12,548	19,652	15,891	16,946	46,189	48,009
2)	Other Govt. External Debt -Short-term	0	5,074	624	1,419	2,460	4,784	5,974	4,775	5,693
B.	Non-Government Debt (As a per cent of GDP)	297,530 10.8	377,605 11.7	414,188 11.2	536,224 12.5	665,104 13.4	859,005 15.4	819,401 *	850,333 *	860,698 *
C.	Total External Debt (A+B) (As a per cent of GDP)	495,459 18.0	586,305 18.1	620,522 16.7	751,402 17.5	897,290 18.1	1,143,656 20.5	1,099,517 *	1,165,917 *	1,173,113 *

*: Not worked out for the broken period

R: Revised; PR: Partially Revised; QE: Quick Estimates

Creditor-wise Sovereign External Debt

(Rupee crore)

Sl. No.	Category	2004	2005	2006	2007	2008 R	2009 R	End-June 2009 PR	End-Sept. 2009 PR	End-Dec. 2009 QE
1	2	3	4	5	6	7	8	9	10	11
I	External Debt on Govt. Account									
	under External Assistance (A+B)									
	A. Multilateral (1 to 5)									
1	IDA	184,153	191,147	194,076	201,211	209,110	263,976	257,196	264,620	258,713
2	IBRD	120,074	127,782	133,799	141,746	143,966	181,997	177,451	181,886	177,982
3	ADB	100,065	103,671	104,457	107,019	105,460	126,127	122,428	126,296	121,249
4	IFAD	14,075	16,500	19,625	21,864	22,528	29,948	29,304	28,970	29,266
5	Others	4,509	6,169	8,322	11,434	14,535	24,278	24,101	24,960	25,872
		1,172	1,211	1,189	1,219	1,239	1,437	1,401	1,452	1,387
		253	231	206	210	204	207	217	208	208
	B. Bilateral (6 to 11)	64,079	63,365	60,277	59,465	65,144	81,979	79,745	82,734	80,731
6	Japan	43,210	42,275	39,896	38,015	43,008	56,600	55,347	58,033	57,016
7	Germany	11,244	11,217	10,190	10,658	11,336	12,485	12,268	12,668	11,944
8	United States	4,042	3,458	3,071	2,567	2,039	2,216	2,074	1,960	1,833
9	France	2,851	2,807	2,469	2,441	2,435	2,406	2,272	2,333	2,114
10	Russian Federation	2,561	3,576	4,627	5,761	6,302	8,246	7,759	7,715	7,801
11	Others	171	32	24	23	24	26	25	25	23
II	Total Other Govt. External Debt [III+IV]	13,776	17,553	12,258	13,967	22,112	20,675	22,920	50,964	53,702
III	Other Govt. External Debt (Long-term)	13,776	12,479	11,634	12,548	19,652	15,891	16,946	46,189	48,009
IV	Other Govt. External Debt (Short-term)	0	5,074	624	1,419	2,460	4784	5974	4,775	5,693
V	Total Government External Debt (I+II)	197,929	208,700	206,334	215,178	231,222	284,651	280,116	315,584	312,415
VI	Total External Debt	495,459	586,305	620,522	751,402	897,290	1,143,656	1,099,517	1,165,917	1,173,113

R: Revised; PR: Partially Revised; QE: Quick Estimates

Creditor-wise Sovereign External Debt

(US \$ million)

Sl. No.	Category	2004	2005	2006	2007	2008 R	2009 R	End-June 2009 PR	End-Sept. 2009 PR	End-Dec. 2009 QE
1	2	3	4	5	6	7	8	9	10	11
I. External Debt on Govt. Account under										
	External Assistance (A+B)	41,142	43,686	43,510	46,155	52,538	51,816	53,717	55,083	55,417
A	Multilateral (1 to 5)	26,826	29,204	29,997	32,515	36,170	35,724	37,062	37,861	38,124
	1. IDA	22,356	23,693	23,418	24,548	26,497	24,758	25,570	26,290	25,972
	2. IBRD	3,144	3,771	4,400	5,015	5,660	5,878	6,120	6,030	6,269
	3. ADB	1,007	1,410	1,866	2,623	3,652	4,766	5,034	5,196	5,542
	4. IFAD	262	277	267	280	310	282	293	302	297
	5. Others	57	53	46	49	51	40	45	43	44
B	Bilateral (6 to 11)	14,316	14,482	13,513	13,640	16,368	16,092	16,655	17,222	17,293
	6. Japan	9,654	9,662	8,944	8,720	10,806	11,110	11,560	12,080	12,213
	7. Germany	2,512	2,564	2,285	2,445	2,848	2,451	2,562	2,637	2,558
	8. United States	903	790	688	589	513	435	433	408	393
	9. France	637	642	554	560	611	472	474	486	453
	10. Russian Federation	572	817	1,037	1,321	1,584	1,619	1,621	1,606	1,671
	11. Others	38	7	5	5	6	5	5	5	5
II.	Total Other Govt. External Debt **	4,539	4,011	2,749	3,205	5,529	4,058	4,787	10,609	11,503
C.	Other Govt. External Debt (Long term)**	4,539	2,852	2,609	2,879	4,914	3,119	3,539	9,615	10,284
D.	Other Govt. External Debt (Short-term)**	0	1,159	140	326	615	939	1,248	994	1,219
III.	Total Sovereign External Debt (I+II)	45,681	47,697	46,259	49,360	58,067	55,874	58,504	65,692	66,920
	Total External Debt	112,653	134,002	139,114	172,360	224,413	224,583	229,757	242,697	251,384
Memo Items :										
	Multilateral debt to External Assistance (Ratio)	65.2	66.8	68.9	70.4	68.8	68.9	69.0	68.7	68.8
	Bilateral debt to External Assistance (Ratio)	34.8	33.2	31.1	29.6	31.2	31.1	31.0	31.3	31.2

R: Revised; PR: Partially Revised; QE: Quick Estimates

India's Key External Debt Indicators

Year	External Debt (US\$ billion)	Debt Service Ratio (Percent)	Ratio of Foreign Exchange Reserves to Total Debt (Percent)	Ratio of Total External Debt to GDP (Percent)	Ratio of Concessional Debt to Total Debt (Percent)	Ratio of Short-term Debt to Foreign Exchange Reserves (Percent)	Ratio of Short- term Debt to Total Debt (Percent)
1	2	3	4	5	6	7	8
1990-91	83.8	35.3	7.0	28.7	45.9	146.5	10.2
1991-92	85.3	30.2	10.8	38.7	44.8	76.7	8.3
1992-93	90.0	27.5	10.9	37.5	44.5	64.5	7.0
1993-94	92.7	25.4	20.8	33.8	44.4	18.8	3.9
1994-95	99.0	25.9	25.4	30.8	45.3	16.9	4.3
1995-96	93.7	26.2	23.1	27.0	44.7	23.2	5.4
1996-97	93.5	23.0	28.3	24.6	42.2	25.5	7.2
1997-98	93.5	19.5	31.4	24.3	39.5	17.2	5.4
1998-99	96.9	18.7	33.5	23.6	38.5	13.2	4.4
1999-00	98.3	17.1	38.7	22.0	38.9	10.3	4.0
2000-01	101.3	16.6	41.7	22.5	35.4	8.6	3.6
2001-02	98.8	13.7	54.7	21.1	35.9	5.1	2.8
2002-03	104.9	16.0 ^a	72.5	20.3	36.8	6.1	4.5
2003-04	112.7	16.1 ^b	100.3	18.0	35.8	3.9	3.9
2004-05	134.0	5.9 ^c	105.6	18.6	30.7	12.5	13.2
2005-06	139.1	10.1 ^d	109.0	17.3	28.4	12.9	14.1
2006-07	172.4	4.7	115.6	18.2	23.0	14.1	16.3
2007-08 R	224.4	4.8	138.0	19.0	19.7	14.8	20.4
2008-09 PR	224.6	4.4	112.1	21.5	18.7	17.2	19.3
2009-10 QE	251.4	5.1	112.8	-	17.7	15.7	18.0
(End-Dec. 2009)							

-: Not calculated for the broken period.

R: Revised; PR: Partially Revised; QE: Quick Estimates.

^a Works out to 12.4 %, with the exclusion of pre-payment of US\$ 3.4 billion.

^b Works out to 8.2 %, with the exclusion of pre-payment of US\$ 3.8 billion and redemption of Resurgent India Bonds (RIBs) of US\$ 5.5 billion.

^c Works out to 5.7 % with the exclusion of pre-payment of US\$ 381 million.

^d Works out to 6.3 %, with the exclusion of India Millennium Deposits (IMDs) repayments of US\$ 7.1 billion and pre-payment of US\$ 23.5 million.

Note: NRO Deposits are included under NRI Deposits from the quarter ended June 2005. Supplier's Credits upto 180 days and FI investment in short-term debt instruments are included under short-term debt from the quarter ended March 2005. Vostro balances / Nostro overdrafts of commercial banks, balances of foreign central banks/international institutions with RBI and investment in T-bills/securities by foreign central banks/ international institutions have been included in external debt from the quarter ended March 2007.

International Comparison of Top Twenty Debtor Developing countries, 2007

Sl. No.	Countries	3	4	5	6	7	8	9	10	11	12	13	14	15
		Total Debt Stocks (US\$ million)	Short term Debt (US\$ million)	Ratio of Total debt to Gross National Income (%)	Debt Service Ratio (%)	Ratio of Short term debt/Total debt(%)	Ratio of Foreign Exchange Reserves/ Total Debt(%)	Foreign Exchange Reserve/ (US\$ million)	Principal (US\$ million)	Interest (US\$ million)	Total Debt Service Payments (US\$ million)	GNI (US\$ million)	PV of debt (US\$ million)	Ratio of PV of Total debt to Gross National Income(%)
1	China	373,635	203,698	14.0	2.2	54.5	413.9	1,546,365	20,734	5,444	26,178	3,229,841	363,630	13
2	Russian Federation	370,172	79,103	37.0	9.1	21.4	129.1	477,950	24,249	13,719	37,968	1,258,578	381,401	39
3	Turkey	251,477	41,803	46.0	32.1	16.6	30.4	76,496	31,629	10,226	41,855	648,739	257,109	47
4	Brazil	237,472	39,248	23.0	27.8	16.5	75.9	180,334	40,341	13,016	53,357	1,272,274	261,702	25
5	India	220,956	43,662	23.0	-	19.8	125.2	276,578	32,544	5,898	38,442	1,171,444	194,337	20
6	Poland	195,374	60,365	56.0	25.6	30.9	33.6	65,725	41,439	4,291	45,730	409,270	184,939	51
7	Mexico	178,108	9,006	19.0	12.5	5.1	49.0	87,208	28,316	11,302	39,618	1,008,694	181,722	20
8	Indonesia	140,783	34,943	41.0	10.5	24.8	40.4	56,936	9,617	3,676	13,293	415,694	147,835	43
9	Argentina	127,758	38,067	60.0	13.0	29.8	36.1	46,149	5,074	2,899	7,973	257,158	135,691	63
10	Kazakhstan	96,133	11,745	133.0	49.6	12.2	18.4	17,641	23,596	3,537	27,133	92,709	94,263	131
11	Romania	85,380	30,505	67.0	19.1	35.7	46.8	39,974	8,199	1,956	10,155	165,781	85,293	53
12	Ukraine	73,600	22,914	67.0	16.9	31.1	44.1	32,484	8,407	2,305	10,712	139,060	73,134	66
13	Philippines	65,845	7,084	50.0	13.7	10.8	51.2	33,740	6,343	3,790	10,133	157,087	66,459	42
14	Thailand	63,067	21,640	31.0	8.1	34.3	138.7	87,472	13,473	905	14,378	237,576	58,506	29
15	Chile	58,649	13,302	46.0	14.2	22.7	28.7	16,843	9,276	1,721	10,997	145,638	57,202	45
16	Malaysia	53,717	15,250	35.0	4.6	28.4	189.9	101,995	7,818	1,615	9,433	182,716	52,738	34
17	Croatia	48,584	5,099	113.0	33.0	10.5	28.1	13,675	7,482	1,437	8,919	49,721	46,784	109
18	Colombia	44,976	5,349	27.0	22.0	11.9	46.6	20,951	5,832	2,835	8,667	199,900	45,908	28
19	South Africa	43,380	16,558	17.0	5.9	38.2	75.9	32,919	3,806	1,332	5,138	274,141	48,323	19
20	Venezuela, R. B.	43,148	11,700	23.0	7.4	27.1	78.2	33,759	3,005	2,545	5,550	230,636	48,087	26

Note: As per World Bank's Global Development Finance, 2009, all the above 20 countries are classified as Middle Income Countries.

Source: World Bank's Global Development Finance, 2009.

-: Data not available.

Gross External Debt Position of QEDS Reporting Countries

(US \$ million)

S.No.	Countries	2009 Q2 (End-June 2009)			2009 Q3 (End-September 2009)			Total
		Short-term	Long-term	Total	Short-term	Long-term	Total	
		3	4	5	6	7	8	
1	Russian Federation	56,769	411,648	468,417	48,107	430,104	478,211	
2	Brazil	35,950	234,157	270,107	37,533	244,547	282,080	
3	Poland	51,325	195,502	246,827	53,547	221,270	274,817	
4	Turkey	48,627	221,466	270,093	49,343	224,111	273,454	
5	India	42,029	187,751	229,780	42,377	200,445	242,822	
6	Mexico	25,599	147,885	173,484	24,247	161,047	185,294	
7	Indonesia	18,781	135,045	153,826	21,949	146,099	168,048	
8	Argentina	32,298	89,389	121,687	31,812	91,995	123,807	
9	Romania	19,645	84,691	104,336	18,459	97,391	115,850	
10	Kazakhstan	9,611	97,049	106,660	10,107	101,219	111,326	
11	Ukraine	19,747	80,868	100,615	19,611	84,765	104,376	
12	Malaysia	31,979	41,247	73,226	31,780	45,427	77,207	
13	South Africa	23,188	50,775	73,963	22,819	53,130	75,949	
14	Chile	12,846	51,376	64,222	14,468	54,405	68,873	
15	Thailand	18,234	44,833	63,067	20,358	45,955	66,313	
16	Croatia	6,284	52,699	58,983	6,059	57,038	63,097	
17	Colombia	3,716	42,684	46,400	3,659	47,545	51,204	

Source: Table 1 of the Quarterly External Debt Statistics. (QEDS) of the World Bank (<http://go.worldbank.org/GWMMYALHY00>).