

**Ministry of Finance**  
**Department of Economic Affairs**  
**Economic Division**  
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**MONTHLY ECONOMIC REPORT**  
**JULY 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).
- Food grains (rice and wheat) stocks held by FCI and State agencies were 73.91 million tonnes as on July 1, 2013.
- Overall growth in the Index of Industrial Production (IIP) was (-) 2.2 per cent during June 2013 as compared to (-) 2.0 per cent in June 2012. During April- June 2013-14, IIP growth was (-) 1.1 per cent as compared to (-) 0.2 per cent in April- June 2012-13.
- Eight core Infrastructure industries registered 0.1 per cent growth in June 2013 as compared to growth of 7.9 per cent in June 2012. During April- June 2013-14, these sectors grew by 1.6 per cent as compared to 6.9 per cent during April-June 2012-13.
- Broad money (M<sub>3</sub>) for 2013-14 (up to July 26, 2013) increased by 4.3 per cent as compared to 5.5 per cent during the corresponding period of the last year. The year-on-year growth, as on July 26, 2013 was 12.5 per cent as compared to 14.0 per cent in the previous year.
- Exports increased by 11.6 per cent and Imports decreased by 6.2 per cent, in US dollar terms, during July 2013 over July 2012. Cumulative growth in exports and imports was 1.7 and 2.8 per cent respectively during the April-July 2013-14.
- Foreign Currency Assets stood at US\$ 251.3 billion in end-July 2013 as compared to US\$ 257.4 billion at end-July 2012.
- The Rupee depreciated against US dollar, Pound sterling, Japanese yen and Euro in the month of July 2013 over June 2013.
- The WPI inflation for all commodities for the month of July 2013 has increased to 5.79 per cent from 4.86 per cent in the last month.
- Gross tax revenue for the financial year 2013-14 (April-June) was Rs. 177,066 crore, recorded growth of 4.2 per cent over 2012-13.
- As a proportion of budget estimate, fiscal deficit and revenue deficit during 2013-14 (April-June) was 48.4 per cent and 55.4 per cent respectively.

(RANGEET GHOSH)  
Assistant Adviser  
(Rangeet.Ghosh@nic.in)

## 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 is 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 4.8 per cent in the fourth quarter of 2012-13.

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

Sector		Growth			Percentage Share in GDP		
		2010-11	2011-12 1R	2012-13(PE)	2010-11 (2R)	2011-12 (1R)	2012-13(PE)
1	Agriculture, forestry & fishing	7.9	3.6	1.9	14.5	14.1	13.7
2	Industry	9.2	3.5	2.1	28.2	27.5	26.7
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
3	Services	9.8	8.2	7.1	57.3	58.4	59.6
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
4	<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 Estimate of GDP (Year-on-year in per cent)**

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

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 Monsoon season 2013, as on 14.8.2013 has been 654.3 mm as against the normal at 579.9 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.

**Procurement:** Procurement of rice as on 3<sup>rd</sup> June, 2013 was 34.13 million tonnes in Kharif Marketing Season as against 32.86 million tonnes procured last year in the corresponding period respectively. This represents an increase of 3.86 per cent. Wheat procurement during Rabi Marketing Season 2013-14 is 25.03 million tonnes as compared to 34.77 million tonnes during the corresponding period last year.

<b>Table 3: Procurement in Million Tonnes</b>				
	2010-11	2011-12	2012-13	2013-14
Rice	34.20	35.04	33.55*	-
Wheat	22.51	28.34	38.15	25.08*
Total	56.71	63.38	71.70	25.08
* Position as on 5.7.2013.				

**Off-take:** Off-take of rice during the month of May, 2013 was 23.84 lakh tonnes. This comprises 21.67 lakh tonnes under TPDS and 2.17 lakh tonnes under other schemes. In respect of wheat, the total off take was 18.95 lakh tonnes comprising of 15.23 lakh tonnes under TPDS and 3.72 lakh tonnes under other schemes.

**Stocks:** Stocks of food-grains (rice and wheat) held by FCI as on July 1, 2013 were 73.91 million tonnes, which is lower by 8.21 per cent compared to the level of 80.52 million tonnes as on July 1, 2012.

<b>Table 4: Off-take and stocks of food grains (Million Tonnes)</b>					
	Off-take			Stocks	
	2011-12	2012-13	2013-14 (Up to May 2013)	July 1, 2012	July 1, 2013
<b>Rice</b>	32.12	32.64	4.63	30.71	31.51
<b>Wheat</b>	24.26	33.21	3.82	49.81	42.40
<b>Total</b>	56.38	65.85	8.45	80.52	73.91

## INDUSTRIAL PRODUCTION

Industry Group	April-June 2012-13	April-June 2013-14	June-2012	June-2013
<b>General index</b>	<b>-0.2</b>	<b>-1.1</b>	<b>-2.0</b>	<b>-2.2</b>
Mining	-1.6	-4.5	-1.1	-4.1
Manufacturing	-0.8	-1.2	-3.2	-2.2
Electricity	6.4	3.5	8.8	0.0
Basic goods	3.3	-0.3	3.6	-1.9
Capital goods	-20.1	-3.3	-27.7	-6.6
Intermediate goods	0.8	1.5	0.9	1.1
Consumer goods	4.0	-2.4	3.7	-2.3
<i>Durables</i>	8.0	-12.6	9.1	-10.5
<i>Non-durables</i>	0.6	6.6	-0.5	5.0

During June 2013, the growth in IIP was (-) 2.2 per cent as compared to (-) 2.0 per cent during the corresponding period of previous year. April-June 2013 IIP based manufacturing sector growth has registered a decline of 1.2 per cent as compared to the decline of 0.8 per cent in corresponding period of the previous year. Mining has declined by 4.5 per cent as compared to the decline of 1.6 per cent during the previous year. Electricity sector growth rate remained in the positive territory with 3.5 per cent growth during the first quarter compared to 6.4 per cent increase in the previous year. Electricity generation, however, has been flat in June 2013 as compared to growth of 8.8 per cent in June 2012. Under use-based category, the growth rate in intermediate and consumer non-durables sector were 1.1 and 5.0 per cent in June 2013.

Industry	April-June 2012-13	April-June 2013-14	June 2012	June 2013
Coal	8.0	-1.1	8.4	-3.0
Crude oil	-0.6	-1.4	-0.8	-0.6
Natural Gas	-11.0	-17.6	-11.1	-16.7
Refinery Products	23.5	4.6	26.2	2.3
Fertilizers	-12.2	2.5	-11.7	11.3
Steel	3.4	3.1	4.1	3.4
Cement	12.5	3.3	9.5	2.3
Electricity	6.7	2.8	8.8	-1.2
<b>Overall</b>	<b>6.9</b>	<b>1.6</b>	<b>7.9</b>	<b>0.1</b>

### **Eight core industries:**

The index for eight core industries (comprising crude oil, petroleum refinery products, coal, electricity, cement, steel, natural gas and fertilizers) with a weight of 37.9 per cent in the IIP grew by 1.6 per cent during April-June 2013-14, as compared to growth rate of 6.9 per cent achieved during the corresponding period in 2012-13. During the month of June 2013, the overall growth of the core sector industries was 0.1 per cent as compared to the growth of 7.9 per cent during June 2012. The

coal, crude oil, natural gas and electricity sectors have registered negative growth during June 2013.

## MONEY AND BANKING

- i. The RBI (on July 15, 2013) undertook the following measures to address volatility in the exchange rate :
  - i. Marginal Standing Facility (MSF) rate, which was determined earlier with a spread of 100 basis points above the repo rate, was recalibrated with immediate effect to be 300 basis points above the policy repo rate under the Liquidity Adjustment Facility (LAF). Consequently, the MSF rate stood at 10.25 per cent.
  - ii. Accordingly, the Bank Rate also stood adjusted to 10.25 per cent with immediate effect.
  - iii. The overall allocation of funds under the LAF limited to 1.0 per cent of the Net Demand and Time Liabilities (NDTL) of the banking system, reckoned as Rs. 75,000 crore for this purpose.
  - iv. The RBI conducted Open Market Sales of Government of India Securities of Rs. 12,000 crore on July 18, 2013. (The RBI, however, could gain ` 2,532 crore from the auction, as rest of the bids received had quoted yield rates higher than acceptable to the RBI).

On July 23, 2013 the RBI introduced modifications to the liquidity tightening measures.

- ii. The RBI released the Macroeconomic & Monetary Developments for First Quarter 2013-14, and announced the First Quarter Review of Monetary Policy for 2013-14 on July 30, 2013. On the basis of the current assessment and in line with the policy stance, RBI kept policy rates unchanged as follows:
  - The Repo rate under the liquidity adjustment facility (LAF) was kept unchanged at 7.25 per cent.
  - The Reverse Repo rate under the LAF, determined with a spread of 100 basis points below the repo rate, remained at 6.25 per cent.
  - The Marginal Standing Facility (MSF) Rate remained unchanged at 300 basis points above the repo rate at 10.25 per cent.
  - The Bank Rate was retained at 10.25 per cent.
  - The Cash Reserve Ratio (CRR) of scheduled banks was retained at 4.0 per cent of their net demand and time liabilities (NDTL).

Broad money ( $M_3$ ) for 2013-14 (up to July 26, 2013) increased by 4.3 per cent as compared to 5.5 per cent during the corresponding period of the last year. The year-on-year growth, as on July 26, 2013 was 12.5 per cent as compared to 14.0 per cent in the previous year.

Table 7. Money Stock: Components and Sources						
(Rs. Billion)						
Item	Outstanding as on		Variation over			
	2013		Financial Year so far		Year-on-Year	
			2012-13	2013-14	2012	2013
	Mar. 31	Jul. 26				
M3	83,820.2	87,390.1	5.5	4.3	14.0	12.5
1 Components						
1.1 Currency with the Public	11,447.4	11,581.8	3.5	1.2	13.2	9.4
1.2 Demand Deposits with Banks	7,469.6	7,492.3	-4.5	0.3	5.2	10.4
1.3 Time Deposits with Banks	64,870.9	68,254.1	7.1	5.2	15.2	13.2
1.4 'Other' Deposits with Reserve Bank	32.4	62.0	-8.7	91.3	86.9	140.6
2 Sources (2.1+2.2+2.3+2.4-2.5)						
2.1 Net Bank Credit to Government	27,072.1	29,671.4	8.4	9.6	19.8	15.4
2.1.1 Reserve Bank	5,905.8	6,701.0				
2.1.2 Other Banks	21,166.3	22,970.5	10.2	8.5	14.1	13.5
2.2 Bank Credit to Commercial Sector	56,646.6	58,098.0	2.5	2.6	17.5	14.3
2.2.1 Reserve Bank	30.6	35.1				
2.2.2 Other Banks	56,616.1	58,062.9	2.5	2.6	17.5	14.3
2.3 Net Foreign Exchange Assets of Banking Sector	16,366.6	16,983.1	5.0	3.8	14.3	4.8
2.4 Government's Currency Liabilities to the Public	153.4	157.2	4.5	2.5	13.7	11.9
2.5 Banking Sector's Net Non-Monetary Liabilities	16,418.5	17,519.5	-	6.7	40.0	15.1
2.5.1 Net Non-Monetary Liabilities of RBI	6,925.0	7,986.2	16.0	15.3	71.3	14.0

Source: RBI

Reserve money ( $M_0$ ) during the financial year 2013-14 (up to July 26, 2013) showed an increase of 2.0 per cent as compared to increase of 1.4 per cent in the corresponding period of the previous year. The year-on-year variation revealed an increase of 6.8 per cent compared to 6.6 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 3.2 per cent y-o-y, as compared to an increase of 14.0 per cent on the corresponding date of the last year.

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

During the current financial year 2013-14 (up to July 26, 2013), Bank credit registered increase of 2.8 per cent, as compared to 2.0 per cent during the corresponding period last year. The y-o-y variation revealed an increase of 14.9 per cent as compared to 17.3 per cent during the same period in the previous year.

Non-Food credit during this period increased by 2.7 per cent as compared to a deterioration of 0.4 per cent during the corresponding period of last year. The y-o-y variation revealed an increase of 15.2 per cent as compared to 16.9 per cent during the same period in the previous year.

The aggregate deposits with Scheduled Commercial Banks (SCBs) increased by 5.0 per cent (up to July 26, 2013), as compared to 5.7 per cent during the corresponding period last year. The y-o-y variation revealed an increase of 13.4 per cent as compared to 13.9 per cent in the previous year.

Items	2013-14		Financial year so far		Year-on-year variations	
	Outstanding as on (Rs. billion)		2012-13	2013-14	2012	2013
	March 29, 2013	July 26, 2013				
Bank Credit	52605	54053	2.0	2.8	17.3	14.9
Non-Food credit	51640	53041	-0.4	2.7	16.9	15.2
Aggregate deposits	67505	70869	5.7	5.0	13.9	13.4
Investments in Government. And other approved securities	20061	21838	10.4	8.9	14.0	13.8

Source: RBI

Table 9 : Policy Rates/Interest Rates (per cent per annum)		
Item / Week Ended	2012	2013
	July 27	July 26
Cash Reserve Ratio (per cent) <sup>(1)</sup>	4.75	4.00
Bank Rate	9.00	10.25
Repo Rate	8.00	7.25
Reverse Repo Rate	7.00	6.25
Prime Lending Rate <sup>(2)</sup>	9.75 / 10.50	9.70 / 10.25
Deposit Rate <sup>(3)</sup>	8.00 / 9.25	7.50 / 9.00
Call Money Rate (Weighted Average) <sup>(4)</sup>	7.97	8.33

(1) Cash Reserve Ratio relates to Scheduled Commercial Banks (excluding Regional Rural Banks). (2) Prime Lending Rate relates to five major Banks. (3) Deposit Rate relates to major Banks for term deposits of more than one year maturity. (4) Data cover 90-95 per cent of total transactions reported by participants.  
Source: RBI

**Interest rates (per cent per annum)** As on July 26, 2013, Bank Rate was 10.25 per cent as compared to 9.00 percent on the corresponding date of last year. Call money rates (weighted average) was 8.33 per cent as compared with 7.97 per cent on the corresponding date of last year.

## EXTERNAL SECTOR

**Foreign trade:** Exports increased by 11.6 per cent and Imports decreased by 6.2 per cent, in US dollar terms, during July 2013 over July 2012. Oil and Non-Oil imports decreased by 8.0 per cent and 5.3 per cent respectively during the same period.

Table 10 : Exports and imports (in US\$ million)						
Item	2012-13 (Apr-Mar)	2012-13 (Apr-July)	2013-14 (Apr-July)	July		% Change in July 2013
				2012	2013	
Exports	300274	96632	98290	23140	25834	11.6
Imports	491945	156328	160738	40619	38103	-6.2
Oil imports	169396	53174	54584	13817	12709	-8.0
Non-Oil	322549	103154	106154	26803	25393	-5.3
Trade Balance	-191671	-59696	-62448	-17479	-12268	-29.8

Source: Provisional data as per the Press Note of the Ministry of Commerce and Industry.



## Foreign Currency Assets

<b>Table 11: Foreign Currency Assets</b>				
	Amount		Variation	
	Rs. crore	US\$ million	Rs. crore	US\$ million
<b>At the end of</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>				
April 2013	1433397	264372	15058	3597
May 2013	1466378	259555	32981	-4817
June 2013	1524769	255407	58391	-4148
July 2013	1535910	251315	11141	-4092
<b>Source: RBI.</b>				

**Exchange rate:** The rupee depreciated by 2.3 per cent against US dollar, 0.3 per cent against Pound sterling, 0.02 per cent against Japanese yen and 1.5 per cent against Euro in the month of July 2013 over June 2013.

<b>Table 12 : Rupee per unit of foreign currency*</b>				
	<b>US dollar</b>	<b>Pound sterling</b>	<b>Japanese</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
* 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-July 2013 stands at ₹ 8474.2 crore as compared to ₹ 7100.1 crore during the corresponding period of the previous year. Net disbursement stood at ₹ 1539.8 crore during April-July 2013 as compared to ₹ 523.6 crore during April-July 2012 while net transfers were ₹ 200.9 crore during April-July 2013 as compared to (-) ₹ 935 crore during April-July 2012.

<b>Table 13: External Assistance and Debt Service Payments</b>				
(Rs. In Crore)				
	<b>JULY 2013</b>	<b>During the Financial year 2013-2014 up to July, 2013</b>	<b>JULY 2012</b>	<b>During the Financial year 2012-2013 up to July, 2012</b>
<b>External Assistance (Government Account)</b>				
1) Gross Disbursement	1,711.32	7,018.55	1,386.47	4,362.92
2) Repayments	2,248.65	5,992.97	2,036.96	5,630.51
3) Interest Payments	323.15	1,169.08	354.65	1,261.71
4) Net Disbursement (1-2)	-537.33	1,025.58	-650.49	-1,267.59
5) Net Transfers (4-3)	-860.48	-143.50	-1,005.14	-2,529.30
<b>External Assistance (Non-Government Account)</b>				
1) Gross Disbursement	0.00	987.58	355.83	2,422.31
2) Repayments	0.00	941.41	135.07	946.03
3) Interest Payments	0.00	169.81	43.72	196.86
4) Net Disbursement (1-2)	0.00	46.17	220.76	1,476.28
5) Net Transfers (4-3)	0.00	-123.64	177.04	1,279.42
<b>Government Grants</b>				
1) Gross Disbursement	4.53	468.04	57.52	151.76
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)	4.53	468.04	57.52	151.76
5) Net Transfers (4-3)	4.53	468.04	57.52	151.76
<b>Non-Government Grants</b>				
1) Gross Disbursement	0.00	0.00	152.84	163.10
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	152.84	163.10
5) Net Transfers (4-3)	0.00	0.00	152.84	163.10
<b>Grand Total</b>				
1) Gross Disbursements	1,715.85	8,474.17	1,952.66	7,100.09
2) Repayments	2,248.65	6,934.38	2,172.03	6,576.54
3) Interest Payments	323.15	1,338.89	398.37	1,458.57
4) Net Disbursement (1-2)	-532.80	1,539.79	-219.37	523.55
5) Net Transfers (4-3)	-855.95	200.90	-617.74	-935.02

## INFLATION

**Wholesale Price Index (WPI 2004-05=100):** The headline WPI inflation has increased to 5.79 per cent in July 2013 as against 4.86 per cent in the previous month. Inflation for Primary articles (wt. 20.12%) has increased to 8.99 per cent in July 2013 from 8.14 per cent in the previous month mainly on account of cereals, vegetables especially onion, fish-inland, mutton and tea. Inflation for Fuel & power (wt. 14.91%) increased to 11.31 per cent in July 2013 from 7.12 per cent in June 2013. Inflation for Manufactured Products (wt. 64.97%) increased marginally to 2.81 per cent in July 2013 from 2.75 per cent in June 2013. Food inflation increased to 9.54 per cent in July 2013 from 8.60 per cent in the last month. Non food manufacturing inflation (core as defined by RBI) increased to 2.35 per cent as against 2.02 per cent in last month. The average WPI inflation rate for last 12 months (August 2012 to July 2013) was 6.49 per cent as compared to 8.26 per cent during corresponding period in 2012-13. The build-up of inflation since March is 3.12 per cent as against 2.98 per cent in the corresponding period last year. WPI inflation rates for major groups are indicated in Table 14 below.

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>	<b>3.12</b>	<b>2.98</b>	<b>5.79</b>	<b>7.52</b>	<b>6.49</b>	<b>8.26</b>
PRIMARY ARTICLES	20.12	7.04	5.44	8.99	10.54	8.75	9.00
<i>Food articles</i>	<i>14.34</i>	11.02	7.76	11.91	10.17	9.36	8.02
FUEL AND POWER	14.91	4.28	0.96	11.31	8.39	9.50	13.36
MANUFACTURED PDT.	64.97	1.01	2.45	2.81	5.87	4.62	6.57

**Inflation based on Consumer Price Indices (CPIs):** The all India CPI inflation (combined) has declined to 9.64 per cent in July 2013 from 9.87 per cent in June 2013 mainly on account of decline in inflation of cereals, pulses, oils & fats, fruits and sugar. Inflation based on CPI-IW increased to 11.06 per cent in June 2013 from 10.68 per cent in May 2013. CPI-IW food inflation in June 2013 also increased to 14.86 per cent from 13.24 per cent in the previous month. Inflation for CPI-AL and CPI-RL was 12.80 per cent and 12.61 per cent respectively in July 2013 as against 12.85 per cent and 12.65 per cent in June 2013.

	WPI	CPI-IW	CPI-AL	CPI-RL	CPI(NS)
<b>Base :-&gt;</b>	2004-05	2001	1986-87	1986-87	2010
Jul-12	7.52	9.84	8.61	8.94	9.86
Aug-12	8.01	10.31	9.18	9.34	10.03
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	<b>4.86</b>	11.06	12.85	12.65	9.87
July-13	<b>5.79</b>	-	12.80	12.61	<b>9.64</b>

Note: WPI inflation for June & July 2013, CPI (New Series) inflation for July 2013 is provisional.

**Table 16: World Commodity Price Data**

Commodity	Unit	Annual averages			Monthly averages		
		Jan-Dec	Jan- Dec	Jan- Jul	May	June	July
		2011	2012	2013	2013	2013	2013
Coal, Australia	\$/mt	121.5	96.4	87.7	87.7	82.8	77.3
Crude oil, average	\$/bbl	104.0	105.1	102.6	99.4	99.7	105.3
Natural gas, US	\$/mmbtu	5.1	2.8	3.7	4.0	3.8	3.6
Cocoa	¢/kg	298.0	239.2	226.5	234.3	228.4	230.9
Coffee, Robusta	¢/kg	240.8	226.7	219.5	218.6	200.1	209.9
Tea, auctions avg.	¢/kg	292.1	289.8	290.9	295.4	283.5	284.3
Coconut oil	\$/mt	1730	1111	841	828	895	861
Groundnut oil	\$/mt	1988	2425	1906	1867	1813	1758
Palm oil	\$/mt	1125.0	999.3	848.9	849.0	860.0	833.0
Palm kernel oil	\$/mt	1648	1110	831	827	854	836
Soybean meal	\$/mt	398.0	524.1	534.4	543.0	558.0	563.0
Soybean oil	\$/mt	1299	1226	1098	1073	1041	995
Soybeans	\$/mt	541.0	591.4	532.0	497.0	524.0	509.0
Maize	\$/mt	291.7	298.4	295.5	295.5	298.4	279.5
Rice, Thailand, 5%	\$/mt	543.0	562.9	545.7	543.5	524.3	509.0
Wheat, US, HRW	\$/mt	316.3	313.2	315.7	319.7	313.4	304.6
Bananas, US	\$/mt	968.0	984.0	919.1	909.4	909.8	923.2
Oranges	\$/mt	891	868	971	1057	1148	1132
Fishmeal	\$/mt	1537	1558	1828	1816	1800	1726
Meat, chicken	¢/kg	192.6	207.9	226.6	229.5	232.7	234.6
Meat, beef	¢/kg	404.2	414.2	414.9	419.8	386.5	390.2
Sugar, world	¢/kg	57.3	47.5	39.4	38.9	37.7	37.1
Plywood	¢/sheets	607.5	610.3	569.1	540.7	561.3	548.0
Cotton A Index	¢/kg	332.9	196.7	201.7	204.3	205.2	204.2
Rubber, TSR20	¢/kg	451.9	315.6	263.8	251.3	232.6	224.3
DAP	\$/mt	618.9	539.8	486.3	485.1	476.1	460.0
Urea	\$/mt	421.0	405.4	362.7	344.4	321.4	321.5
Copper	\$/mt	8828	7962	7449	7249	7000	6907
Lead	¢/kg	240.1	206.5	215.4	203.3	210.0	204.8
Tin	¢/kg	2605	2113	2205	2078	2027	1956
Nickel	\$/mt	22910	17548	15791	14948	14280	13750
Zinc	¢/kg	219.4	195.0	192.2	183.2	183.9	183.8
Gold	\$/toz	1569	1670	1489	1414	1343	1286
Silver	¢/toz	3522	3114	2563	2304	2111	1971
Iron ore	\$/dmt	167.8	128.5	135.6	124.4	114.8	127.2

Source: World Bank – The Pink Sheet

## Public Finance

As a proportion of budget estimate, fiscal deficit and revenue deficit during 2013-14 (April-June) was 48.4 per cent and 55.4 per cent respectively.

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

	Budget Estimates	April-June		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	118720	117234	12.7	11.1	30.6	-1.3
Gross tax revenue*	1235870	169994	177066	15.8	14.3	25.0	4.2
Tax (net to Centre)	884078	104505	101910	13.6	11.5	32.8	-2.5
Non Tax Revenue	172252	14215	15324	8.6	8.9	16.3	7.8
2.Capital Receipts of which	608967	192862	264995	34.7	43.5	13.3	37.4
Recovery of loans	10654	1072	1566	9.2	14.7	-83.5	46.1
Other Receipts	55814	1330	606	4.4	1.1	16.2	-54.4
Borrowings and other liabilities	542499	190460	262823	37.1	48.4	17.1	38.0
3.Total Receipts (1+2)	1665297	311582	382229	20.9	23.0	19.3	22.7
4.Non-Plan Expenditure (a)+(b)	1109975	225361	267397	23.2	24.1	27.3	18.7
(a) Revenue Account	992908	199874	233556	23.1	23.5	31.4	16.9
of which:							
Interest payments	370684	60630	61481	19.0	16.6	20.8	1.4
Major Subsidies	220972	52895	78850	29.5	35.7	75.1	49.1
Pensions	70726	11722	14894	18.6	21.1	-19.8	27.1
(b) Capital Account	117067	25487	33841	24.4	28.9	2.2	32.8
5.Plan Expenditure (i)+(ii)	555322	86221	114832	16.5	20.7	2.5	33.2
(i) Revenue Account	443260	71558	94153	17.0	21.2	-2.5	31.6
(ii) Capital Account	112062	14663	20679	14.6	18.5	36.6	41.0
6.Total Expenditure (4)+(5)=(a)+(b)	1665297	311582	382229	20.9	23.0	19.3	22.7
(a)Revenue Expenditure	1436168	271432	327709	21.1	22.8	20.3	20.7
(b)Of which Grants for creation of Capital Assets	174656	22686	37182	13.8	21.3	-9.4	63.9
(c)Capital Expenditure	229129	40150	54520	19.6	23.8	12.5	35.8
7.Revenue Deficit	379838	152712	210475	43.6	55.4	13.4	37.8
8.Effective Revenue Deficit (7-6(b))	205182	130026	173293	70.0	84.5	18.7	33.3
9.Fiscal Deficit	542499	190460	262823	37.1	48.4	17.1	38.0
10.Primary Deficit	171815	129830	201342	67.0	117.2	15.4	55.1

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