

**Ministry of Finance**  
**Department of Economic Affairs**  
**Economic Division**  
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**MONTHLY ECONOMIC REPORT**

**SEPTEMBER 2011**

**HIGHLIGHTS**

- The overall growth of GDP at factor cost at constant prices, as per Revised Estimates, was 8.5 per cent in 2010-11 representing an increase from the revised growth of 8.0 per cent during 2009-10. The growth in real GDP is placed at 7.7 per cent in the first quarter of 2011-12.
- The cumulative rainfall received for the country as a whole, during the southwest monsoon season, 2011 (June 1–September 30), has been one per cent above the normal.
- Food grains (rice and wheat) stocks held by FCI and State agencies were 64.01 million tonnes as on July 1, 2011.
- Overall growth in the Index of Industrial Production (IIP) was 4.1 per cent during August 2011 as compared to 4.5 per cent in August 2010. During April-August 2011-12, IIP growth was 5.6 per cent as compared to 8.7 per cent during 2010-11.
- Eight core Infrastructure industries grew by 3.5 per cent in August 2011 as compared to the growth of 4.4 per cent in August 2010. During April-August 2011-12, these sectors grew by 5.3 per cent as compared to 6.1 per cent during April-August 2010-11.
- Broad money (M<sub>3</sub>) (up to September 23, 2011) increased by 5.5 per cent as compared to 5.3 per cent during the corresponding period of the last year. The year-on-year growth, as on September 23, 2011 was 16.3 per cent as compared to 15.2 per cent last year.
- Exports, in US dollar terms increased by 44.3 per cent and imports increased by 41.8 per cent, during August 2011.
- Foreign Currency Assets stood at US\$ 276.1 billion at end September, 2011 as compared to US\$ 265.5 billion at end September, 2010.
- Rupee depreciated against US dollar, Pound Sterling, Japanese Yen and Euro in the month of September, 2011 over August, 2011.
- Year-on-year inflation in terms of Wholesale Price Index was 9.72 per cent for the month of September 2011 as compared to 8.98 per cent in the corresponding month last year.
- Gross tax revenue at ₹ 240376 crore have increased by 12 per cent compared to the corresponding period last year with the main contributors to growth being custom duties and union excise duties.
- The non tax revenue is at 35 per cent of BE which is much lower than the last five years moving average of 58 per cent.

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## ECONOMIC GROWTH

The growth in real Gross Domestic Product (GDP) is placed at 7.7 per cent in the first quarter of 2011-12; agriculture grew by 3.9 per cent; industry by 5.1 per cent and services by 10.0 per cent. As per the Revised Estimates (RE) of Central Statistics Office (CSO), the growth in GDP at factor cost at constant (2004-05) prices was estimated at 8.5 per cent in 2010-11 as compared to 8.0 per cent in 2009-10 (Quick Estimate). At disaggregated level, this (RE 2010-11) comprises growth of 6.6 per cent in agriculture and allied activities, 7.9 per cent in industry and 9.4 per cent in services as compared to a growth of 0.4 per cent, 8.0 per cent and 10.1 per cent respectively during 2009-10.

Industry	Growth			Percentage share in GDP		
	2008-09	2009-10 (QE)	2010-11 (RE)	2008-09	2009-10 (QE)	2010-11 (RE)
<b>1 Agriculture, forestry &amp; fishing</b>	<b>-0.1</b>	<b>0.4</b>	<b>6.6</b>	<b>15.7</b>	<b>14.6</b>	<b>14.4</b>
<b>2 Industry</b>	<b>4.4</b>	<b>8.0</b>	<b>7.9</b>	<b>28.1</b>	<b>28.1</b>	<b>27.9</b>
a Mining & quarrying	1.3	6.9	5.8	2.3	2.3	2.3
b Manufacturing	4.2	8.8	8.3	15.8	15.9	15.8
c Electricity, gas & water supply	4.9	6.4	5.7	2.0	2.0	1.9
d Construction	5.4	7.0	8.1	8.0	7.9	7.9
<b>3 Services</b>	<b>10.1</b>	<b>10.1</b>	<b>9.4</b>	<b>56.2</b>	<b>57.3</b>	<b>57.7</b>
a Trade, hotels, transport & communication	7.6	9.7	10.3	26.1	26.6	27.0
b Financing, insurance, real estate & business services	12.5	9.2	9.9	17.0	17.2	17.4
c Community, social & personal services	12.7	11.8	7.0	13.1	13.6	13.4
<b>4 GDP at factor cost</b>	<b>6.8</b>	<b>8.0</b>	<b>8.5</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

(QE): Quick Estimates; (RE): Revised Estimates

Items	2009-10				2010-11				2011-12 Q1
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	
<b>1. Agriculture, forestry &amp; fishing</b>	<b>1.8</b>	<b>1.2</b>	<b>-1.6</b>	<b>1.1</b>	<b>2.4</b>	<b>5.4</b>	<b>9.9</b>	<b>7.5</b>	<b>3.9</b>
<b>Industry</b>	<b>5.0</b>	<b>5.9</b>	<b>9.5</b>	<b>12.4</b>	<b>9.1</b>	<b>8.4</b>	<b>7.1</b>	<b>6.1</b>	<b>5.1</b>
2. Mining & quarrying	7.2	6.6	5.2	8.9	7.4	8.2	6.9	1.7	1.8
3. Manufacturing	4.3	6.1	11.4	15.2	10.6	10.0	6.0	5.5	7.2
4. Electricity, gas & water supply	6.3	7.5	4.5	7.3	5.5	2.8	6.4	7.8	7.9
5. Construction	5.4	5.1	8.3	9.2	7.7	6.7	9.7	8.2	1.2
<b>Services</b>	<b>8.2</b>	<b>11.7</b>	<b>9.4</b>	<b>10.2</b>	<b>10.4</b>	<b>9.9</b>	<b>8.4</b>	<b>8.7</b>	<b>10.0</b>
6. Trade, hotels, transport & communication	3.7	8.2	10.8	13.7	12.1	10.9	8.6	9.3	12.8
7. Financing, insurance, real estate & bus.	11.5	10.9	8.5	6.3	9.8	10.0	10.8	9.0	9.1
8. Community, social & personal services	13.0	19.4	7.6	8.3	8.2	7.9	5.1	7.0	5.6
<b>9. GDP at factor cost (total 1 to 8)</b>	<b>6.3</b>	<b>8.6</b>	<b>7.3</b>	<b>9.4</b>	<b>8.8</b>	<b>8.9</b>	<b>8.3</b>	<b>7.8</b>	<b>7.7</b>

## 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 cumulative rainfall received for the country as a whole, during the southwest monsoon season (June 1–September 30), has been 2 per cent above the normal.

**All India production of food grains:** As per the first advance estimates released by Ministry of Agriculture on 14.09.2011, production of foodgrains (kharif only) during 2011-12 is estimated at 123.88 million tonnes compared to 120.20 million tonnes in 2010-11 (4<sup>th</sup> advance estimates).

**Procurement:** Procurement of rice as on 1st July, 2011 (Kharif Marketing Season 2010-11) at 31.61 million tonnes represents an increase of 7.3 per cent compared to the corresponding date last year. Wheat procurement during Rabi Marketing Season 2011-12 is 27.84 million tonnes as compared to 22.47 million tonnes during the corresponding period last year.

	<b>Table 3: Procurement in Million Tonnes</b>				
	2007-08	2008-09	2009-10	2010-11	2011-12
Rice(Oct-Sept)	28.74	34.10	32.03	32.81*	na
Wheat(Apr-Mar)	11.13	22.69	25.38	22.51	28.15**
Total	39.87	56.79	57.41	55.32	
* Position as on 10.08.2011. ** Position as on 01 – 08-2011.					

**Off-take:** Off-take of rice during the month of June, 2011 was 28.10 lakh tonnes. This comprises 19.04 lakh tonnes under TPDS and 9.06 lakh tonnes under other schemes. In respect of wheat, the total off take was 20.59 lakh tonnes comprising of 14.74 lakh tonnes under TPDS and 5.85 lakh tonnes under other schemes.

**Stocks:** Stocks of food-grains (rice and wheat) held by FCI as on July 1, 2011 were 64.01 million tonnes, which is higher by 10.6 per cent over the level of 57.85 million tonnes as on July 1, 2010.

<b>Table 4: Off-take and stocks of food-grains (Million Tonnes)</b>					
	<b>Off-take</b>			<b>Stocks</b>	
	2008-09	2009-10	2010-11	June 1, 2010	June 1, 2011
<b>Rice</b>	24.62	27.37	29.79	24.27	26.86
<b>Wheat</b>	14.88	22.35	23.07	33.58	24.27
<b>Total</b>	39.50	49.72	52.86	57.85	51.13

## INDUSTRIAL PRODUCTION

Industry Group	2009-10	2010-11(Apr-Aug.)	2011-12(Apr-Aug.)	August 2010	August 2011
General index	5.3	8.7	5.6	4.5	4.1
Mining	7.9	7.7	0.2	5.9	-3.4
Manufacturing	4.9	9.2	6.0	4.7	4.5
Electricity	6.1	4.1	9.5	1.0	9.5
Use-based industrial groups					
Basic goods	4.7	4.9	7.4	3.8	5.4
Capital goods	1.0	18.9	7.2	4.7	3.9
Intermediate goods	6.0	9.2	1.0	5.8	1.3
Consumer goods	7.7	8.9	4.8	4.6	3.7
Durables	17.0	16.3	4.3	8.1	4.6
Non-durables	1.4	3.4	5.1	1.8	2.9

basic goods was 5.4 per cent, capital goods 3.9 per cent, intermediate goods 1.3 per cent, consumer goods 3.7 per cent, consumer durables 4.6 per cent and consumer non-durables 2.9 per cent.

Industry	August 2010	August 2011	2010-11 (Apr-Aug)	2011-12 (Apr-Aug)
Coal	1.0	-15.3	0.6	-2.4
Crude oil	15.2	1.6	9.8	6.1
Natural Gas	11.9	-5.3	27.8	-8.9
Refinery Products	-2.3	3.9	5.3	4.7
Fertilizers	-5.7	4.3	-2.8	1.2
Steel	10.8	7.7	6.6	9.3
Cement	1.6	7.2	4.6	2.8
Electricity	1.6	8.9	4.5	9.3
<b>Overall growth</b>	<b>4.4</b>	<b>3.5</b>	<b>6.1</b>	<b>5.3</b>

the core sector industries was 3.5 per cent as compared to the growth of 4.4 per cent during August, 2010. During August 2011, the growth in electricity was 8.9 per cent followed by steel 7.7 per cent, cement 7.2 per cent, fertilizers 4.3 percent, refinery products 3.9 per cent and crude oil 1.6 per cent. The natural gas and coal sectors showed negative growth during August 2011.

During August 2011, the IIP growth was 4.1 per cent as compared to 4.5 per cent growth during the corresponding period of previous year. In mining, manufacturing and electricity sectors, the growth rates in August 2011 were (-) 3.4 per cent, 4.5 per cent and 9.5 per cent respectively. In August 2011, under use-based category, the growth rate in

**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 5.3 per cent during April-August 2011-12, as compared to growth rate of 6.1 per cent achieved during the corresponding period in 2010-11. During the month of August 2011, the overall growth of the

## MONEY AND BANKING

- Broad money (M<sub>3</sub>) (up to September 23, 2011) increased by 5.5 per cent as compared to 5.3 per cent during the corresponding period of the last year. The year-on-year growth, as on September 23, 2011 was 16.3 per cent as compared to 15.2 per cent last year.

<b>Table 7 Money Stock : Components and Sources</b>							(₹ crore)
Item	Outstanding as on		Variation over				
	2011		Financial Year so far		Year-on-Year		
	Mar. 31	Sep. 23	2010-11	2011-12	2010	2011	
			%	%	%	%	
M <sub>3</sub>	64,99,548	68,58,829	5.3	5.5	15.2	16.3	
<b>Components (i+ii+iii+iv)</b>							
(i) Currency with the Public	9,14,197	9,41,258	7.6	3.0	19.2	13.9	
(ii) Demand Deposits with Banks	7,17,660	6,37,922	-3.9	-11.1	12.3	-7.5	
(iii) Time Deposits with Banks	48,63,979	52,77,306	6.5	8.5	15.0	20.5	
(iv) 'Other' Deposits with Reserve Bank	3,713	2,342	5.7	-36.9	-0.4	-42.3	
<b>Sources (i+ii+iii+iv-v)</b>							
(i) Net Bank Credit to Government (a+b)	19,82,771	21,37,832	5.7	7.8	20.1	21.1	
(a) Reserve Bank	3,96,555	3,56,660					
(b) Other Banks	15,86,216	17,81,172	6.9	12.3	8.6	14.3	
(ii) Bank Credit to Commercial Sector (a+b)	42,35,406	43,89,661	5.9	3.6	18.7	18.8	
(a) Reserve Bank	2,164	1,783	-	-	-	-	
(b) Other Banks	42,33,242	43,87,878	5.9	3.7	19.0	18.8	
(iii) Net Foreign Exchange Assets of Banking Sector*	13,93,327	15,49,140	6.4	11.2	0.1	13.6	
(iv) Government's Currency Liabilities to the Public	12,724	12,959	6.5	1.8	13.1	8.0	
(v) Banking Sector's Net Non-monetary Liabilities	11,24,680	12,30,764	10.2	9.4	12.0	31.3	
of which:							
Net Non-monetary Liabilities of RBI	3,68,274	5,26,650	15.4	43.0	-14.1	51.4	
* Includes investments in foreign currency denominated bonds issued by IIFC(UK) since March 20, 2009.							
Note: Government balances as on March 31, 2011 are after closure of accounts.							

Reserve money (M<sub>0</sub>) during the financial year 2011-12 (up to September 30, 2011) showed improvement of 1.8 per cent as compared to improvement of 3.8 per cent in the corresponding period of the previous year. The year-on-year variation revealed an increase of 16.9 per cent as on September 30, 2011, compared to 21.5 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 increased by 12.2 per cent (during the financial year) as on September 30,

2011 as compared to increase of 4.2 per cent in the same period last year. The y-o-y growth rate of NFA, was 16.1 per cent as compared to deterioration of 2.1 per cent on the corresponding date of the last year.

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

During the current financial year i.e. 2011-12 (upto September 23, 2011), Bank credit showed improvement of 3.8 per cent as compared to improvement of 5.6 per cent during the corresponding period of last year. The Non-Food credit during this period recorded increase of 3.9 per cent as compared to increase of 5.6 per cent during the corresponding period of last year.

The aggregate deposits with Scheduled Commercial Banks recorded an increase of 6.2 per cent (as on September 23, 2011) as against an increase of 4.9 per cent in the corresponding period of last year.

Items	2011-12 Outstanding as on (Rs. in crore)		Percentage Variation			
			Financial year so far		Year-on-year	
			2010-11	2011-12	2010	2011
	March 25, 2011	Sept. 23, 2011				
Bank Credit	3938659	4093155	5.6	3.8	19.2	19.5
Non-Food credit	3874376	4024910	5.6	3.9	19.1	19.4
Aggregate deposits	5204703	5530267	4.9	6.2	14.4	17.4
Investments in Government. And other approved securities	1500039	1700199	6.5	13.2	7.4	15.3

Item / Week Ended	2010	2011
	September 24	September 23
Cash Reserve Ratio (per cent) <sup>(1)</sup>	6.00	6.00
Bank Rate	6.00	6.00
Repo Rate	6.00	8.25
Reverse Repo Rate	5.00	7.25
Prime Lending Rate <sup>(2)</sup>	7.50 / 8.00	10.00-10.75
Deposit Rate <sup>(3)</sup>	6.75-7.75	8.50 - 9.25
Call Money Rate (Low / High) <sup>(4)</sup>		
- Borrowings	6.10	8.25
- Lendings	6.10	8.25

<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.

**Interest rates (per cent per annum):** As on September 23, 2011, Bank Rate was 6.00 per cent. Call money rates (borrowing & lending) were 8.25 per cent as compared with 6.10 per cent on the corresponding date of last year.

## EXTERNAL SECTOR

**Foreign trade:** Exports, in US dollar terms and customs basis, during August 2011 increased by 44.3 per cent and imports increased by 41.8 per cent over August 2010. Oil imports increased by 48.7 per cent and non-oil imports increased by 39.5 per cent during August 2011 over August 2010.

<b>Table 10 : Exports and imports (in US dollar million)</b>					
Item	2009-10 (Apr-Mar)	2010-11 (Apr-Mar)	August - 10	August - 11	% Change in August 2011
Exports	178751	252354	16854	24313	44.3
Imports	288373	352575	27044	38354	41.8
Oil imports	87136	106068	6912	10279	48.7
Non-Oil	201237	246507	20133	28075	39.5
Trade	-109621	-100221	-10190	-14042	-

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	
	₹crore	US\$ million	₹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
<b>2011-12</b>			<b>(over last month)</b>	
April 2011	1252790	282287	26791	7707
May 2011	1259881	279787	7091	-2500
June 2011	1268744	283708	8863	3921
July 2011	1264787	286410	-3957	2702
August 2011	1317478	286284	52691	-126
Sept. 2011	1350855	276079	33377	-10205

Source: RBI.

**Exchange rate:** The rupee depreciated by 5.0 per cent against US dollar, 1.3 per cent against Pound Sterling, 5.4 per cent against Japanese Yen and 0.8 per cent against Euro in the month of September, August, 2011 over 2011.

<b>Table 12 : Rupees per unit of foreign currency*</b>				
	US dollar	Pound Sterling	Japanese Yen	Euro
March, 2008	40.3561	80.8054	0.4009	62.6272
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
<b>2011-12</b>				
April 2011	44.3700	72.7237	0.5331	64.2505
May 2011	44.9045	73.4103	0.5532	64.4833
June 2011	44.8295	72.7881	0.5565	64.5157
July 2011	44.4174	71.6485	0.5591	63.4602
August 2011	45.2538	74.1083	0.5868	64.9380
Sept. 2011	47.6335	75.1168	0.6203	65.4744

\* FEDAI Indicative Market Rates (on Yearly/Monthly average basis)

**External assistance and debt service payments:** Gross external aid in April-September 2011-12 is ₹ 10509 crore as compared to ₹ 21210 crore during the corresponding period of 2010-11. Net disbursement was ₹ 3439 crore in 2011-12 compared to ₹ 14731 crore in 2010-11. Net transfers were ₹ 1761 crore in 2011-12 compared to ₹ 13100 crore in 2010-11.

<b>Table 13 : External Assistance and Debt Service Payments</b>				
				(₹ crore)
	September 2011	During the Financial year 2011-12 (Apr-Sept)	September 2010	During the Financial year 2010-11(Apr-Sept)
<b>External Assistance (Government Account)</b>				
1) Gross Disbursement	1343.56	8490.19	1799.63	18002.78
2) Repayments	1148.49	6368.19	1013.73	5873.54
3) Interest Payments	264.80	1505.64	201.28	1386.45
4) Net Disbursement (1-2)	195.07	2122.00	785.90	12129.24
5) Net Transfers (4-3)	-69.73	616.36	584.62	10742.79
<b>External Assistance (Non-Government Account)</b>				
1) Gross Disbursement	0.41	1326.96	130.52	2383.14
2) Repayments	0.00	701.55	18.66	605.81
3) Interest Payments	0.00	172.26	20.94	244.47
4) Net Disbursement (1-2)	0.41	625.41	111.86	1777.33
5) Net Transfers (4-3)	0.41	453.15	90.92	1532.86
<b>Government Grants</b>				
1) Gross Disbursement	90.34	638.68	322.92	732.61
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)	90.34	638.68	322.92	732.61
5) Net Transfers (4-3)	90.34	638.68	322.92	732.61
<b>Non-Government Grants</b>				
1) Gross Disbursement	4.41	53.00	0.35	91.59
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)	4.41	53.00	0.35	91.59
5) Net Transfers (4-3)	4.41	53.00	0.35	91.59
<b>Grand Total</b>				
1) Gross Disbursements	1438.72	10508.83	2253.42	21210.12
2) Repayments	1148.49	7069.74	1032.39	6479.35
3) Interest Payments	264.80	1677.90	222.22	1630.92
4) Net Disbursement (1-2)	290.23	3439.09	1221.03	14730.77
5) Net Transfers (4-3)	25.43	1761.19	998.81	13099.85



## INFLATION

**Wholesale Price Index (WPI 2004-05=100):** The WPI inflation for the month of September 2011 is reported at 9.72 per cent as against 9.78 per cent last month and 8.98 per cent last year. The revised WPI inflation for July 2011 is 9.36 per cent in place of 9.22 per cent reported earlier. Inflation in Primary Articles and Manufactured Product declined in the current month on account of moderation in food articles, metals and chemicals etc. The average WPI inflation rate for last 12 months (Oct 2010 to Sep 2011) was 9.4 per cent as compared to 8.5 per cent during corresponding period in 2010-11. The build-up of inflation since March to September 2011 stood at 4.2 per cent during current financial year, almost same as in the corresponding period last year. WPI inflation rates for major subgroups are indicated in Table 14 below.

Major groups	Weight (%)	Cumulative change (%) Since March		Inflation (%)		Inflation (%) (Average of 12 months)	
		2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
<b>ALL COMMODITIES</b>	<b>100.00</b>	4.21	4.18	9.72	8.98	9.43	8.47
PRIMARY ARTICLES	20.12	7.44	8.98	11.84	18.17	14.41	18.45
<i>Food articles</i>	14.34	9.78	9.96	9.23	16.29	12.19	20.02
FUEL AND POWER	14.91	6.85	5.35	14.09	11.06	12.20	8.62
MANUFACTURED PDT.	64.97	2.21	1.98	7.69	4.98	6.68	4.80

**Inflation based on Consumer Price Index:** Inflation in Consumer Price Index for Industrial Workers (CPI-IW) has increased to 8.99 per cent in August 2011 as compared to 9.88 per cent in the corresponding month last year. CPI-IW food inflation (weight 46.20%) has also increased to 7.33 per cent in August 2011 from 6.25 per cent in the last month. CPI-RL food inflation (weight 66.77%) has also increased to 6.89 per cent in August 2011 from 6.38 per cent in last month.

	WPI	CPI-IW	CPI-UNME	CPI-AL	CPI-RL
<b>Base</b>	2004-05	2001	1984-85	1986-87	1986-87
Apr-10	10.88	13.33	14.41	14.96	14.96
May-10	10.48	13.91	14.09	13.68	13.68
June-10	10.25	13.73	14.12	13.02	13.02
July-10	9.98	11.25	11.54	11.02	11.24
Aug-10	8.87	9.88	10.30	9.65	9.66
Sep-10	8.98	9.82	10.39	9.13	9.34
Oct-10	9.08	9.70	9.64	8.43	8.45
Nov-10	8.20	8.33	8.40	7.14	6.95
Dec-10	9.45	9.47	9.44	7.99	8.01
Jan-11	9.47	9.30		8.67	8.69
Feb-11	9.54	8.82		8.55	8.55
Mar-11	9.68	8.82		9.14	8.96
April-11	9.74	9.41		9.11	9.11
May-11	9.56	8.72		9.63	9.63
June-11	9.51	8.62		9.32	9.14
July-11	9.36	8.43		9.03	9.03
<b>Aug-11</b>	9.78	8.99		9.52	9.71
<b>Sep-11</b>	9.72				

Note: WPI-inflation: August and Sep-2011 are provisional and CPI\_UNME is linked index from April, 2008 onward.

**Table 16: World Commodity Price Data**

Commodity	Unit	Annual averages			Monthly averages		
		Jan-Dec 2009	Jan-Dec 2010	Jan-Sep 2011	Jul 2011	Aug 2011	Sep 2011
<b>Energy</b>	-						
Coal, Australia	a/ \$/mt	71.84	98.97	123.20	120.00	118.80	122.55
Crude oil, average	a/ \$/bbl	61.76	79.04	104.29	107.92	100.49	100.82
Crude oil, Brent	a/ \$/bbl	61.86	79.64	111.49	116.46	110.09	110.88
Crude oil, Dubai	a/ \$/bbl	61.75	78.06	105.99	109.98	105.06	106.00
Crude oil, West Texas Int.	a/ \$/bbl	61.65	79.43	95.40	97.31	86.32	85.58
Natural gas, Europe	a/ \$/mmbtu	8.71	8.29	10.21	10.99	10.81	10.85
<b>Agriculture</b>							
<b>Beverages</b>							
Coffee, arabica	b/ ¢/kg	317.1	432.0	618.1	590.9	595.2	606.0
Tea, auctions (3) average	b/ ¢/kg	272.4	288.5	296.2	310.1	304.0	288.7
<b>Food</b>							
Coconut oil	b/ \$/mt	725	1,124	1,848	1662	1454	1,310
Copra	- \$/mt	480	750	1,237	1121	985	867
Groundnut oil	b/ \$/mt	1,184	1,404	1,889	2120	2100	2,110
Palm oil	b/ \$/mt	683	901	1,159	1089	1083	1,068
Palmkernel oil	- \$/mt	700	1,184	1,782	1371	1375	1,275
Soybean meal	b/ \$/mt	408	378	412	400	401	401
Soybean oil	b/ \$/mt	849	1,005	1,328	1337	1330	1,309
Soybeans	b/ \$/mt	437	450	557	559	558	266.8
<b>Grains</b>							
Barley	b/ \$/mt	128.3	158.4	206.0	210.1	206.1	209.6
Maize	b/ \$/mt	165.5	185.9	299.2	310.6	310.2	295.3
Rice, Thailand, 25%	- \$/mt	458.1	441.5	484.7	473.8	531.7	555.5
Wheat, Canada	- \$/mt	300.5	312.4	451.1	486.8	434.9	408.7
Sugar, world	b/ ¢/kg	40.00	46.93	58.66	55.58	61.18	58.78
<b>Raw Materials</b>							
Logs, Malaysia	b/ \$/cum	287.2	278.2	384.4	417.6	450.0	453.6
Plywood	- ¢/sheets	564.6	569.1	604.2	607.7	619.2	631.1
Cotton A Index	b/ ¢/kg	138.2	228.3	367.7	317.8	251.5	257.8
Rubber RSS3	b/ ¢/kg	192.1	365.4	522.9	493.4	467.6	455.2
<b>Metals and Minerals</b>							
Aluminum	b/ \$/mt	1,665	2,173	2,504	2525	2379	2,293
Copper	b/ \$/mt	5,150	7,535	9,266	9650	9001	8,300
Gold	- \$/toz	973	1,225	1,531	1572	1757	1,771
Iron ore, spot, cfr China	- \$/dmt	80.0	145.9	176.7	173.0	177.5	177.2
Steel cr coilsheet	c/ \$/mt	783	816	889	900	900	900

Source: World Bank - The Pink Sheet

## FISCAL SITUATION

- Gross tax revenue at ₹ 240376 crore have increased by 12 per cent compared to the corresponding period last year with the main contributors to growth being custom duties and union excise duties.
- The non tax revenue is at 35 per cent of BE which is much lower than the last five years moving average of 58 per cent.

**Table 17: Trends in Central Government Finances during April-August 2011**

	Budget	April-August		Col.3 as	Col. 4 as	Per cent	
	Estimates	2010-11	2011-12	per cent of 2010-11 BE	per cent of 2011-12 BE	Change over preceding year	
	2011-12	2010-11	2011-12	2010-11 BE	2011-12 BE	2010-11	2011-12
	(₹Crore)						
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>1. Revenue Receipts</b>	<b>7,89,892</b>	<b>290,799</b>	<b>188,550</b>	<b>42.6</b>	<b>23.9</b>	<b>85.0</b>	<b>-35.2</b>
Gross tax revenue	9,32,440	214,295	240,376	28.7	25.8	27.3	12.2
Tax (net to Centre)	6,64,457	138,500	144,895	25.9	21.8	29.6	4.6
Non Tax	1,25,435	152,299	43,655	102.8	34.8	202.4	-71.3
<b>2. Capital Receipts</b>	<b>4,67,837</b>	<b>156,904</b>	<b>283,667</b>	<b>36.8</b>	<b>60.6</b>	<b>-15.7</b>	<b>80.8</b>
of which:							
Recovery of loans	15,020	3,361	8,999	65.5	59.9	84.5	167.7
Other Receipts	40,000	2,118	1,145	5.3	2.9		-45.9
Borrowings and other liabilities	4,12,817	151,425	273,523	39.7	66.3	-16.9	80.6
<b>3. Total Receipts (1+2)</b>	<b>12,57,729</b>	<b>447,703</b>	<b>472,217</b>	<b>40.4</b>	<b>37.5</b>	<b>30.4</b>	<b>5.5</b>
<b>4. Non-Plan Expenditure (a)+(b)</b>	<b>8,16,182</b>	<b>311,249</b>	<b>340,215</b>	<b>42.3</b>	<b>41.7</b>	<b>26.9</b>	<b>9.3</b>
(a) Revenue Account	7,33,558	273,620	305,832	42.5	41.7	19.9	11.8
of which:							
Interest payments	2,67,986	85,621	100,243	34.4	37.4	18.7	17.1
Major Subsidies	1,34,211	54,738	55,558	50.4	41.4	1.0	1.5
(b) Capital Account	82,624	37,629	34,383	40.9	41.6	120.2	-8.6
<b>5. Plan Expenditure (i)+(ii)</b>	<b>4,41,547</b>	<b>136,454</b>	<b>132,002</b>	<b>36.6</b>	<b>29.9</b>	<b>39.2</b>	<b>-3.3</b>
(i) Revenue Account	3,63,604	117,531	112,718	37.3	31.0	39.8	-4.1
(ii) Capital Account	77,943	18,923	19,284	32.6	24.7	35.6	1.9
<b>6. Total Expenditure (4)+(5)=(a)+(b)</b>	<b>12,57,729</b>	<b>447,703</b>	<b>472,217</b>	<b>40.4</b>	<b>37.5</b>	<b>30.4</b>	<b>5.5</b>
(a) Revenue Expenditure	10,97,162	391,151	418,550	40.8	38.1	25.3	7.0
(b) Of which Grants for creation of Capital Assets	1,46,853	13,017	34,957	-	23.8	-	168.5
(c) Capital Expenditure	160,567	56,552	53,667	37.7	33.4	82.2	-5.1
<b>7. Revenue Deficit</b>	<b>307,270</b>	<b>100,352</b>	<b>230,000</b>	<b>36.3</b>	<b>74.9</b>	<b>-35.3</b>	<b>129.2</b>
<b>8. Effective Revenue Deficit(7-6(b))</b>	<b>1,60,417</b>	<b>87,335</b>	<b>195,043</b>	<b>-</b>	<b>121.6</b>	<b>-</b>	<b>123.3</b>
<b>9. Fiscal Deficit</b>	<b>4,12,817</b>	<b>151,425</b>	<b>273,523</b>	<b>39.7</b>	<b>66.3</b>	<b>-16.9</b>	<b>80.6</b>
<b>10. Primary Deficit</b>	<b>1,44,831</b>	<b>65,804</b>	<b>173,280</b>	<b>49.6</b>	<b>119.6</b>	<b>-40.3</b>	<b>163</b>

Source: Review of Union Government Accounts, April-August 2011, Ministry of Finance.