

## 4.1 SOURCES OF CHANGE IN MONEY STOCK (M<sub>3</sub>)

(Rs. crore)

	Outstanding as on March 31, 2003	Variations during				2005 Outstand- ing as on Dec 23
		2003-04 March 31 to March 31	2004-05 March 31 to March 31	2004-05 March 31 to Dec. 24	2005-06 March 31 to Dec. 23	
1	2	3	4	5	6	7
I. M <sub>1</sub> (Narrow Money)(lii+liii+liv)	473581	105135	67547	30243	90081	736344
II. M <sub>3</sub> (Broad Money) (1+2+3+4)	1717960	287716	248262	140288	275348	2529286
(i) Currency with the public	271581	43390	40797	26864	39006	394775
(ii) Demand deposits with banks	198757	59869	25391	3777	53061	337078
(iii) Time deposits with banks	1244379	182581	180716	110045	185266	1792942
(iv) Other deposits with RBI	3242	1877	1359	-398	-1986	4492
III. Sources of change in Money Stock (M <sub>3</sub> ) (1+2+3+4-5)						
1. Net bank credit to Government (A+B)	676523	66381	15002	-3336	-4043	753863
A) RBI's net credit to Government (i+ii)	120679	-75772	-62882	-40138	3903	-14071
i) Central Government	112985	-76065	-60177	-34325	9161	-14096
ii) State Governments	7695	293	-2705	-5812	-5258	25
B) Other bank's credit to Government	555844	142153	77884	36802	-7946	767934
2. Bank credit to commercial sector (A+B)	898981	117170	264389	185939	240593	1521132
A) RBI's credit to commercial sector	3048	-987	-672	-172	132	1522
B) Other bank's credit to commercial sector	895932	118157	265061	186111	240460	1519611
3. Net foregin exchange assets of banking sector	393715	132872	122669	80761	34425	683680
4. Government's currency liabilities to the public	7071	225	152	135	1170	8618
5. Banking sector's net non-monetary liabilities other than time deposits	258330	28931	153949	123211	-3203	438007

Note : 1. Data are provisional.

2. RBI data relate to end March after closure of Government accounts.

3. Figures in respect of scheduled commercial banks (SCBs) are based on data for last reporting Friday of March.

4. For limitations of March 31 data (1989 onwards), see the text in chapter 8 of the Economic Survey, 1990-91.

5. Include Rs. 25.662 crore on account of proceeds from India Millenium Deposits (IMDs), since November 17, 2000. Data reflect redemption of Resourgent India Bonds (RBIs) of Rs. 22,693 crore since October 1, 2003.

6. Figures include the impact of mergers in the banking system since May 3, 2002 and impact of conversion of a non-banking entity into a banking entity since October 11, 2004.

7. Monetary data are revised in line with the new accounting standards and consistent with the methodology suggested by the Working Group on Money Supply: Analytics and Methodology of Compilation (June 1998). The revision is in respect of pension and provident funds with commercial banks which are classified as other demand and time liabilities and includes those banks which have reported such changes so far.