

DEBT POSITION OF THE GOVERNMENT OF INDIA

The outstanding internal and external debt and other liabilities of the Government of India at the end of 2009-2010 is estimated to amount to Rs.3495152 crore, as against Rs.3135775.42 crore at the end of 2008-2009 (RE). Broad details are as follows:-

(In crores of Rupees)

	As on 31 st March 2009	As on 31 st March 2010
Internal debt and other liabilities	3014141.30	3357471.31
<i>of which under Market Stabilisation Scheme</i>	<i>88772.78</i>	<i>50000.00</i>
External debt	121634.12	137680.69
Total	3135775.42	3495152.00

Internal Debt comprises loans raised in the open market, special securities issued to Reserve Bank, compensation and other bonds, etc. It also includes borrowings through treasury bills including 14 day Treasury Bills issued to State Governments, commercial banks and other parties, as well as non-negotiable, non-interest bearing rupee securities issued to international financial institutions viz., the International Monetary Fund, International Bank for Reconstruction and Development, International Development Association, International Fund for Agricultural Development, African Development Fund/Bank and Asian Development Bank. An analysis of the public debt outstanding at the beginning of the First Five Year Plan and close of each year from 2003-2004 to 2006-2007 and the estimated amounts outstanding at the close of 2008-2009 and 2009-2010 is given in the **Statement of Liabilities**. Further Government of India has launched the Market Stabilisation Scheme (MSS), in consultation with Reserve Bank of India, since April, 2004. The scheme envisages issue of treasury bills and/or dated securities to absorb excess liquidity, arising largely from significant foreign exchange inflows. During 2009-10, as per the MoU signed between Central Government and RBI, the ceiling of outstanding liabilities at any given time (face value of dated securities plus discounted value of treasury bills) has been kept at Rs. 50,000 crore. The estimated outstanding liabilities under MSS in respect of market loans, 91/182/364 day Treasury Bills are separately reflected in the Statement of Liabilities. A further MoU signed between the Central Government and RBI to amend the MoU relating to MSS enables, on mutual agreement between the Government of India and the RBI, the transfer of a part of the amount in the MSS Cash Account to the normal Cash Account as part of the Government's market borrowing programme for meeting Government's approved expenditure. The amount outstanding both under internal and external debt reflect the liability of Government as represented by the book value of the outstanding debt. The outstanding stock of external liabilities is reckoned at historical rates of exchange on which the liability was initially accounted for in the books of accounts after netting the repayments made at current exchange rates.

In addition, Government is liable to repay the outstanding against the various Small Savings Schemes, Provident Funds, securities issued to Industrial Development Bank of India, Unit Trust of India and nationalised banks, deposits under the Special Deposit Scheme and depreciation and other interest bearing reserve funds of departmental commercial undertakings, etc., deposits of local funds and civil deposits. Details of such liabilities are also shown in the Statement of Liabilities.

The position of guarantees given by the Government of India as at the end of 2007-08, as envisaged under Rule 6 of the FRBM Rules, 2004, is given in the **Statement on Guarantees**.

A statement of **Asset Register** as on March 31, 2008 as envisaged under FRBM Rules has also been included.

Statement of Assets shows the extent to which the money raised by Government has been utilized for asset formation purposes. These assets are also shown at book value i.e., it does not take into account depreciation/appreciation in the value of assets as per current market rates. This statement includes only those assets the ownership of which vests in Central Government, and it excludes assets created by State Governments and non-Government bodies from grant assistance from Central Government.

The receipts from borrowings under MSS are being held as cash balance in a separate and identifiable account with RBI. These receipts are not available to meet any expenditure of the Government, other than repayment of treasury bills/dated securities issued under MSS. Accordingly, the estimates of cash balance under MSS have been shown separately in the Statement of Assets.

ANNEX - 3 (j)

STATEMENT OF LIABILITIES OF THE CENTRAL GOVERNMENT

(In crores of Rupees)

	Accounts					Revised 2008-2009	Budget 2009-2010
	1950-51	2004-2005	2005-2006	2006-2007	2007-2008		
<i>At the end of :</i>							
A. Public Debt	2054.33	1336848.75	1484001.33	1647690.71	1920390.09	2136085.29	2494620.27
1. Internal Debt	2022.30	1275971.30	1389758.29	1544975.17	1808359.17	2014451.17	2356939.58
of which under MSS	...	64211.16	29062.17	62973.95	170553.77	88772.78	50000.00
(i) Under Market Stabilisation Scheme							
(a) Dated securities under MSS	...	25000.00	11000.00	22000.00	128317.00	79772.78	50000.00
(b) 91 day Treasury Bills under MSS	...	19247.88	...	14208.97	9631.77	...	...
(c) 182 day Treasury Bills under MSS	...	...	2917.21	7675.28	7605.00	...	...
(d) 364 day Treasury Bills under MSS	...	19963.28	15144.96	19089.70	25000.00	9000.00	...
(ii) Market Loans(vide Annexure 4)	1444.95	758994.65	862370.08	972800.89	1092467.57	1358939.57	1766897.03
(iii) Spl. Securities converted into Marketable Securities (Vide Annexure 4A)	...	111817.95	103817.95	100317.95	91317.95	86817.95	76817.95
(iv) Spl. Securities (to Banks) converted into Marketable Securities (Vide Annexure 4B)	...	...	...	...	20808.75	20808.75	20808.75
(v) Other special Securities issued to Reserve Bank	...	1517.24	1489.28	1489.28	1489.28	1489.28	1489.28
(vi) 14 day Treasury Bills	...	14606.74	39339.53	39475.31	68629.79	58452.41	58452.41
(vii) 91 day Treasury Bills	358.02	8337.68	16363.83	30801.70	30371.05	74091.28	74091.28
(viii) 182 day Treasury Bills	...	...	6771.37	9255.69	9180.00	28570.00	28570.00
(ix) 364 day Treasury Bills	...	26147.55	29014.42	33368.70	32201.39	36768.54	36768.54
(x) Compensation and other bonds	6.73	66423.55	72760.38	62091.69	71321.19	47315.07	32385.01
(xi) Securities issued to International Financial Institutions	212.60	21644.17	25151.61	25798.49	24719.40	15803.06	781.33
(xii) Securities against small savings	...	202270.61	203617.67	206601.52	195299.03	196622.48	209878.00
2. External Debt*	32.03	60877.45	94243.04	102715.54	112030.92	121634.12	137680.69
B. Other Liabilities	811.07	657572.82	776143.72	890905.25	917035.29	999990.13	1000831.73
1. National Small Savings Fund	336.87	329759.50	413498.83	468009.62	478289.52	476593.00	463337.48
2. State Provident Funds	95.05	60717.01	66262.14	71439.92	75330.22	80130.22	85130.22
3. Other Accounts	16.10	174107.16	186920.97	220160.41	236372.57	320508.31	329006.81
(i) Spl. Deposits of Non.Govt. Provident Funds,etc.	...	118640.96	118256.90	117697.77	116451.90	116451.90	116451.90
(ii) Other items	16.10	55466.20	68664.07	102462.64	119920.67	204056.41	212554.91
4. Reserve Funds and Deposits	363.05	92989.15	109461.78	131295.30	127042.98	122758.60	123357.22
(i) Bearing interest	260.85	46202.79	53649.96	62704.80	73055.56	72601.25	71581.51
(ii) Not bearing interest	102.20	46786.36	55811.82	68590.5	53987.42	50157.35	51775.71
Total - Liabilities	2865.40	1994421.57	2260145.05	2538595.96	2837425.38	3136075.42	3495452.00
Amount due from Pakistan on account of share of pre-partition debt(approx).	-300.00	-300.00	-300.00	-300.00	-300.00	-300.00	-300.00
Net Liabilities of the Central Government	2565.40	1994121.57	2259845.05	2538295.96	2837125.38	3135775.42	3495152.00
Excess of Capital Outlay and Loans over Liabilities				...	...	...	...
Total (Net)	2565.40	1994121.57	2259845.05	2538295.96	2837125.38	3135775.42	3495152.00

* Balances are according to book value.

STATEMENT OF ASSETS
(Capital Investments and Loans by the Central Government)

(In crores of Rupees)

At the end of :

	Accounts					Revised 2008-2009	Budget 2009-2010
	1950-51	2004-2005	2005-2006	2006-2007	2007-2008		
A. Capital Outlay							
1. General Services	496.74	204829.87	239862.48	276278.03	317830.03	365032.31	430586.31
(i) Defence Services	260.93	188010.43	220348.31	254176.55	291638.30	332638.30	387462.30
(ii) Other General Services	235.81	16819.44	19514.17	22101.48	26191.73	32394.01	43124.01
2. Social Services	26.25	9777.13	10558.58	11709.16	13473.71	16201.26	19832.92
3. Economic Services	965.02	272552.81	292625.62	315295.19	391436.63	423312.15	462788.83
(i) Agriculture and Allied Activities	7.78	7788.98	7852.03	7944.66	8346.89	9117.23	9231.19
(ii) Rural Development	...	27.03	29.13	31.35	53.05	53.55	54.80
(iii) Special Areas Programme	...	3018.33	3074.19	3144.45	3227.10	4957.69	6921.45
(iv) Water and Power Development	5.59	...	...	...	...	...	...
(a) Irrigation & Flood Control	...	311.51	324.60	340.96	357.28	374.32	386.83
(b) Energy	...	54474.08	55621.46	57298.81	57874.78	58900.47	59732.77
(v) Industry and Minerals	34.34	38497.90	39854.39	42878.15	47871.82	50569.59	52926.07
(vi) Transport							
(a) Railways	817.93	62034.65	69846.11	77400.32	85534.87	94861.87	109461.87
(b) Other Transport Services	12.47	35537.15	41384.55	46478.02	52733.84	58207.33	64273.16
(vii) Communication							
(a) Postal Services	49.98	1089.32	1358.51	1643.25	1733.88	1971.09	2341.59
(b) Telecommunications Services	...	4718.39	4718.39	4718.39	4718.39	4718.39	4718.39
(c) Other Communications Services	...	615.02	631.59	703.74	1294.29	1995.17	2464.29
(viii) Science and Technology and Environment	...	6512.58	7641.03	8772.78	10338.11	12078.22	14767.41
(ix) General Economic Services	36.93	57927.87	60289.64	63940.31	117352.33	125507.23	135509.01
Disbursement of UT's	...	...	...	...	...	1478.01	2962.63
Grand Total	1488.01	487159.81	543046.68	603282.38	722740.37	806023.73	916170.69
B. Loans advanced by the Central Government, net of loan recovery							
State Governments	195.58	160045.09	157003.93	146652.58	145098.17	145018.24	148111.03
Union Territory Governments	...	1123.40	1019.91	1003.00	973.22	933.74	894.25
Foreign Governments	0.01	3135.60	3413.31	3455.72	3294.82	3972.03	3839.49
Investment in Special Securities of States under National Small Savings Fund	...	301535.72	391302.21	452063.88	458891.92	462018.85	473762.69
Public Sector Enterprises, Railway Development & Revenue Reserve Fund, Post & Telegraphs Revenue Reserve Fund, Port Trusts, Municipalities and Statutory Bodies, Co-operative & Educational Inst., Displaced Persons and Private Inst.etc.	24.58	63869.41	67458.63	67769.32	66272.14	71974.71	77302.83
Government Servants	0.51	2341.57	2139.14	1917.68	1721.40	1586.40	1451.40
TOTAL	220.68	532050.79	622337.13	672862.18	678373.46	685503.97	705361.69
Total -Capital Outlay and Loans Advanced by the Central Government	1708.69	1019210.60	1165383.81	1276144.56	1401113.83	1491527.70	1621532.38
Cash balance under MSS	...	64211.16	29062.17	62973.95	170553.77	88772.78	50000.00
Grand Total	1708.69	1083421.76	1194445.98	1339118.51	1571667.60	1580300.48	1671532.38
Excess of Liabilities over Capital Outlay and Loans Advanced including cash balances under MSS	856.71	910699.81	1065399.07	1199177.45	1265457.78	1555474.94	1823619.62
Total	2565.40	1994121.57	2259845.05	2538295.96	2837125.38	3135775.42	3495152.00

GUARANTEES GIVEN BY THE GOVERNMENT
Statement under Rule 6 of the FRBM Rules, 2004

(As at the end of Reporting Year 2007-08)
(In crores of Rupees)

Class	Maximum amount guaranteed during the year	Outstanding at the beginning of the year	Additions during the year	Deletions (other than invoked) during the year	Invoked during the year		Outstanding at the end of the year	Guarantee Commission or Fee		Other material details
					Discharged	Not discharged		Receivable	Received	
1	2	3	4	5	6	7	8	9	10	11
1 Guarantees given to the Reserve Bank of India, other Banks, Industrial Financial Institutions viz., Industrial Finance Corporation of India, Industrial Development Bank of India, Life Insurance Corporation of India, Unit Trust of India, etc., for repayment of principal and payment of interest, cash credit facility, financing seasonal agricultural operations and for providing working capital in respect of companies, corporations, co-operative societies and co-operative banks.	40,399.36 (70)	38,083.91 (59)	2,315.45 (11)	1,924.14 (13)	0.11	...	38,475.11 (57)	188.70	27.91	...
2 Guarantees given for repayment of share capital, payment of minimum annual dividend and repayment of bonds/loans, debentures issued/raised by the statutory corporations and financial institutions.	23,504.84 (171)	22,004.84 (169)	1,500.00 (2)	3,370.86 (23)	195.50 (3)	...	19,938.48 (145)	84.76	42.72	...
3 Guarantees given in pursuance of agreements entered into by the Government of India with international financial institutions, foreign lending agencies, foreign Governments, contractors, consultants, etc., towards repayment of principal, payment of interest/commitment charges on loans etc., by them, and payment against agreements for supplies of material and equipment on credit basis, to the Companies, Corporations/Port Trusts, etc.	49,465.34 (141)	36,145.56 (131)	13,319.78 (10)	3,509.85 (11)	...	...	45,838.41 (130)	209.53	195.92	Outstanding guarantees in Foreign Currency have been revaluated in Rupees as on 31st March, 2008.
4 Counter-guarantees to Banks in consideration of the Banks having issued Letters of Authority to Foreign Suppliers for Supplies/Services made/rendered by them on credit basis, in favour of the Companies/Corporations.	630.96 (18)	630.96 (18)	...	10.60 (9)	...	...	620.36 (9)	33.04	6.20	...
5 Guarantees given to Railways/State Electricity Boards for due and punctual payment of dues/ freight charges by Companies/Corporations.	...	...	...	...	...	...	...	...	...	...

<i>(In crores of Rupees)</i>										
Class	Maximum amount guaranteed during the year	Outstanding at the beginning of the year	Additions during the year	Deletions (other than invoked) during the year	Invoked during the year		Outstanding at the end of the year	Guarantee Commission or Fee		Other material details
					Discharged	Not discharged		Receivable	Received	
1	2	3	4	5	6	7	8	9	10	11
6 Performance guarantees given for fulfilment of contracts/projects awarded to Indian companies in foreign countries.	...	...	...	...	...	...	...	1.67	...	...
7 Performance guarantees given for fulfilment of contracts/projects awarded to Foreign companies in foreign countries.	...	...	...	...	...	...	...	...	...	...
8 Others	...	...	...	...	...	...	...	...	...	...
Grand Total	114,000.50 (400)	96,865.27 (377)	17,135.23 (23)	8,815.45 (56)	195.61 (3)	...	104,872.36 (341)	517.70	272.75	...

Figures in parenthesis indicate number of Guarantees.

Note:-

1. The above data is based on information reported by Ministries/Departments. The data may be impacted by changes due to further reconciliation of records.
2. Changes in Opening Balance as on 1.4.2007 and Closing Balance as on 31.3.2007 as reported in Budget 2008-2009 is due to reconciliation of data.

ASSET REGISTER
Under Rule 6 of the FRBM Rules, 2004

(As at the end of Reporting Year 2007-2008)

Cost (Rs. in Crore)

	Assets at the beginning of 2007-08	Assets acquired during the year 2007-08	Cumulative total of assets at the end of the year 2007-08
Physical assets			
Land	115796.90	100.09	115896.99
Building			
Office	12488.16	697.29	13185.45
Residential	6821.81	1399.12	8220.93
Roads	4271.60	60.36	4331.96
Bridges	2790.93	81.97	2872.90
Irrigation Projects	201.08	43.09	244.17
Power Projects	184.99	0.81	185.80
Other Capital Projects	1665.19	124.33	1789.52
Machinery & Equipment	8091.04	580.95	8671.99
Office Equipment	1644.31	306.40	1950.71
Vehicles	1477.42	147.04	1624.46
Total	155433.43	3541.45	158974.88
Financial assets:			
Equity Investment			
Shares	125729.85	10614.82	136344.67
Bonus Shares	13.81	2.77	16.58
Loans and Advances			
Loans to State & UT Govts.*	148033.11	-832.72	147200.39
Loans to Foreign Govts.	2046.06	-141.70	1904.36
Loans to Companies	44246.09	-2439.90	41806.19
Loans to Others	9654.61	1845.37	11499.98
Other Financial Investment			
Railways**	77564.48	8134.56	85699.04
Others	50840.18	798.48	51638.66
Total	458128.19	17981.68	476109.87
GRAND TOTAL	613561.62	21523.13	635084.75

* Following the Twelfth Finance Commission recommendations, the Central Government no longer lends to State Governments except for externally aided projects. As such these figures, mainly reflect the net repayment of loans by State Governments.

** Capital invested from General Revenues.

Notes:

1. This disclosure statement does not include assets of Cabinet Secretariat, Central Police Organisations, Ministry of Defence, Departments of Space and Atomic Energy as per Fiscal Responsibility and Budget Management Rules.
2. These figures compiled on the basis of reports of respective Ministries/Departments, may be impacted, inter alia, by any ongoing liquidation/ adjudication/administrative decision relating to valuation of assets and improvement in capture of data.
3. Figures are rounded off.