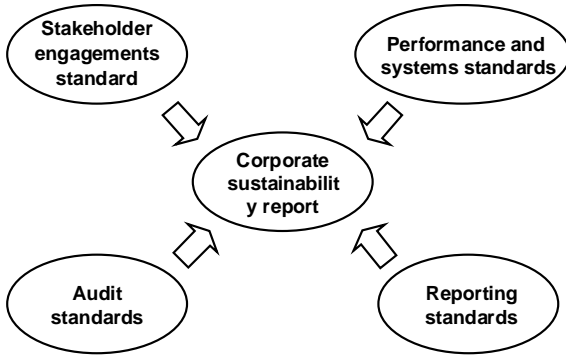


**Modelling Reporting and Assurance**  
Domains for Standard Development



55

**Should I Wait for Standards?**

- Innovation has mostly been driven by companies
- Innovation mostly via alliances
- Multi-sector alliances bring credibility
- Innovators influence standards

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**Questions, Comments?**



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**VPM'S DR.V N BRIMS, THANE  
SEMINAR**

ON

**UNION BUDGET 2006-2007**

ON

**4TH MARCH, 2006**

**KEY NOTE ADDRESS**

**DR. VISHNU KANHERE. F.C.A.**

**SPEAKERS**

**DR. DHOPEHWARKAR A., Economist**

**PROF. SUBHASH DESAI, F.C.A.**

**SHRI. CLIFTON D'SILVA, Investment Specialist**

**SHRI. G. G. SATHE, F.C.A.**

**ALL ARE CORDIALLY INVITED**

**-: VENUE :-**

**Thorale Bajirao Peshawe Sabagruha  
Thane College Campus, Thane -400 601.**

**Timing : 10.00 A.M. TO 1.30P.M.**



**Dr. VN BRIMS**

*Seminar*  
**Budget 2006**

*A COMPILATION BY*

**Dr. A. Dhopeswarkar  
and  
Shri. K. Nijasure**

**4TH MARCH, 2006**

## Economic Survey 2005 – Broad Outline

- . General Review
- . Public Finance
- . Monetary and Banking Development
- . Securities Market
- . Prices and Food Management
- . External Sector
- . Industry
- . Agriculture
- . Infrastructure
- . Social Sectors

1

## General Review

- . Key Economic Indicators
- . Sectoral Growth
- . Inflation
- . Money Supply
- . Government Expenditure
- . Resource Mobilisation
- . Government Borrowing
- . Capital Market

2

## General Review - Contd.

- . Foreign Trade
- . Industrial Production
- . Agricultural Produce
- . Infrastructure
- . Employment
- . Education
- . Health
- . Water Supply

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## Key Economic Indicators-2

### Food Grain Production

Year	Million Tones	Change over Previous Year
2002-03	179	-15.7%
2003-04	212	18.4%
2004-05	206	-2.8%

4

## GDP Growth Rate

Year	% Growth Over Prev. Year
2002-03	4.0
2003-04	(quick estimate) 8.5
2004-05	(Advance estimate) 6.9

5

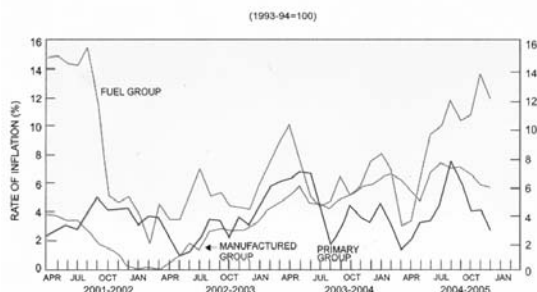
## Sectoral Growth

Sector	% Change over Prev. Year		
	2002-03	2003-04	2004-05
Agriculture & Allied	-7.0	9.6	1.1
Industry	6.6	6.6	7.8
Services	7.9	9.1	8.9
Total GDP	7.0	8.5	6.9
		Quick estimate	Advance estimate

6

## Inflation

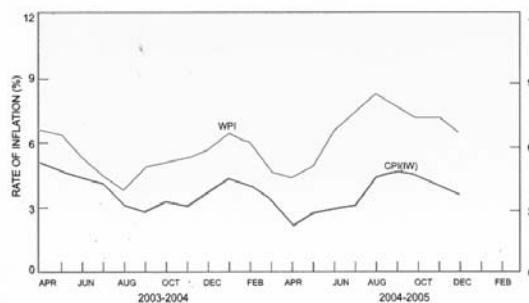
**FIG. 5.1 Annual Rate of Inflation in WPI (Major Groups)**



37

## WPI

**FIG. 5.2 Annual Rate of Inflation in WPI and CPI (IW)**  
(APRIL 2003 TO DECEMBER 2004)



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## Money Supply

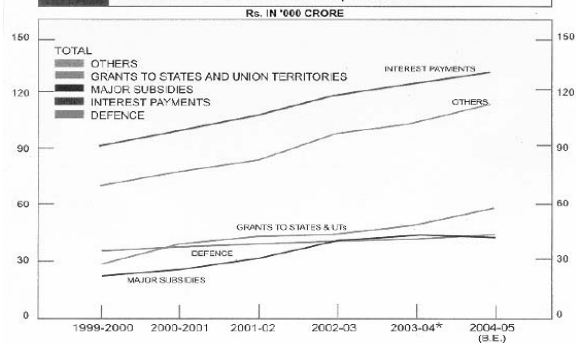
- Out standing at the end of the F.Y

Year	Rs.'000Crores	Change Over Prev. Year
2002-03	1718	14.7%
2003-04	2003	16.6%
2004-05 (as on 21/01/2005)	2193	13.9%

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## Government Expenditure

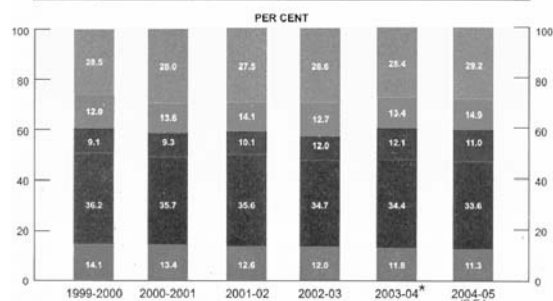
**FIG. 2.1 Trends in Centre's Revenue Expenditure**



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## Government Expenditure-2

**Composition of Revenue Expenditure**



\* Provisional and unaudited as reported by Controller General of Accounts, Department of Expenditure, Ministry of Finance.

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## Resource Mobilisation - 1

Revenue Receipts	2004-05	2005-06
	Revised Estimate	Budget Estimate
	Rs. In Crores	Rs. In Crores
Tax Revenue	2,25,804	2,73,466
Non-Tax Revenue	75,100,	77,734
<b>Total</b>		
<b>Revenue Receipts</b>	<b>3,00,904</b>	<b>3,51,200</b>

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### Resource Mobilisation - 2

Capital Receipts	2004-05		2005-06	
	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores
Recovery of Loans	61,565		12,000	
Other Receipts	4,091		0	
Borrowings	1,39,231		1,51,144	
<b>Total</b>				
<b>Capital Receipts</b>	<b>2,04,887</b>		<b>1,63,144</b>	

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### Resource Mobilisation - 3

Receipts	2004-05		2005-06	
	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores
Revenue Receipts	3,00,904		3,51,200	
Capital Receipts	2,04,887		1,63,144	
<b>Total Receipts</b>	<b>5,05,791</b>		<b>5,14,344</b>	
Revenue Exp.	3,86,096		4,46,512	
Capital Exp.	1,19,722			
<b>Total Exp.</b>	<b>5,05,791</b>		<b>5,14,344</b>	

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### Expenditure Pattern – 1

Non Plan Expenditure	2004-05		2005-06	
	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores
Interest Payment	1,12,905		1,33,945	
Other Payments	1,70,491		1,96,585	
<b>Total on Revenue A/c</b>	<b>2,96,396</b>		<b>3,30,530</b>	
On Capital Account	72,008		40,317	
<b>Total Non Plan Exp.</b>	<b>3,68,404</b>		<b>3,70,847</b>	

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### Expenditure Pattern – 2

Plan Expenditure	2004-05		2005-06	
	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores
On Revenue A/C	89,673		1,15,982	
On Capital A/C	47,714		27,515	
<b>Total Plan Exp.</b>	<b>1,37,387</b>		<b>1,43,497</b>	
<b>Total Non Plan Exp.</b>	<b>3,68,404</b>		<b>3,30,530</b>	
<b>Total Expenditure</b>	<b>5,05,791</b>		<b>5,14,344</b>	
Revenue Exp.	3,89,069		4,46,512	
Capital Exp.	1,19,722		67,832	
<b>Total Exp.</b>	<b>5,05,791</b>		<b>5,14,344</b>	

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### Exp. – Revenue = Deficit

Plan Expenditure	2004-05		2005-06	
	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores	Revised estimate Rs. In Crores	Budget Estimate Rs. In Crores
Revenue Exp.	3,86,069		4,46,512	
Revenue Receipts	3,00,904		3,51,200	
<b>Revenue Dificit</b>	<b>85,165</b>		<b>95,312</b>	
<b>Fiscal Deficit</b>	<b>1,39,231</b>		<b>1,51,144</b>	
(Market Borrowing)				

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### Government Borrowing

Year	Rs. In Croes
2002-03	1,23,272
2003-04	1,36,231
2004-05	1,51,134

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### Tax Revenue (Rs. In Crores)

	2003-04	2004-05 Revised estimate	2005-06 Budget estimate
Income Tax	41,441	50,929	66,239
Corporation Tax	63,608	83,000	1,10,573
Customs	48,624	56,250	53,182
Excise	90,764	1,00,720	1,21,533
Service Tax	7890	14,150	17,500
<b>Total Tax Revenue</b>	<b>2,54,438</b>	<b>3,06,021</b>	<b>3,70,025</b>

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### Capital Market

Primary Market			
Capital Issues	2002	2003	2004
(Rs. In Crores)			
<b>Debt</b>	<b>3451</b>	<b>3790</b>	<b>2383</b>
<b>Equity</b>	<b>2373</b>	<b>2892</b>	<b>33475</b>
<b>Total</b>	<b>5825</b>	<b>6682</b>	<b>35859</b>
<b>No. of Issues</b>	<b>28</b>	<b>42</b>	<b>65</b>

38

### Foreign Trade – 1 IMPORTS AT CIRRENT PRICES

YEAR	RS. IN CRORES	CHANGE OVER PREVIOUS YEAR
2002-03	2,97,206	21.2%
2003-04	3,59,108	20.8%
2004-05 (10 months)	3,76,815	32.1%

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### Foreign Trade – 2 Exports at current prices

Year	Rs. In Crores	Change over Previous Year
2002-03	2,55,137	22.1%
2003-04	2,93,367	15.0%
2004-05 (10 months)	2,74,313	23.1%

40

### Foreign Trade – 3 Foreign Currency Assets

Year	Billion US\$	Change over Previous Year
2002-03	72	40.08%
2003-04	0.7	49.05%
2004-05 (Jan 05)	124	22.07%

41

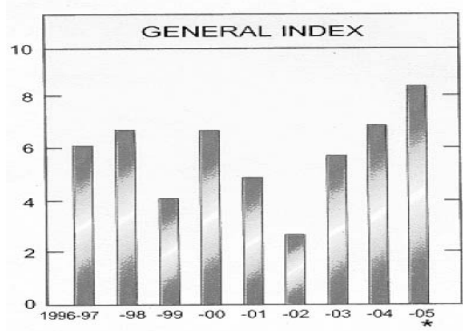
### Foreign Trade – 4 Exchange Rate

Year	Rs./ US \$	Change over Prev. Year
2002-03	48.40	-1.5%
2003-04	45.95	5.3%
2004-05	45.18	2.1%

Av. Rate during Apr. 04 to Jan 05)

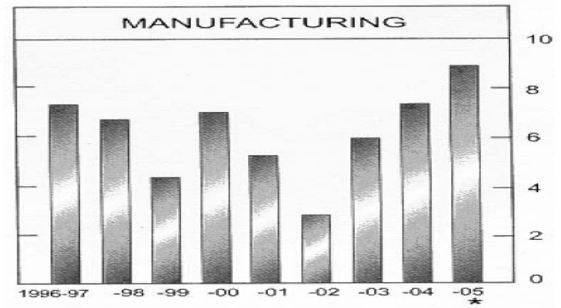
42

**Rates of Change of Industrial Production**  
(Base : 1993-94=100)  
Percent



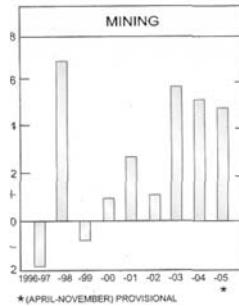
43

**Rates of Change of Industrial Production**  
(Base : 1993-94=100)  
Percent



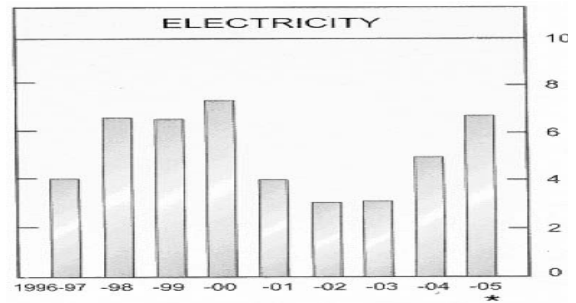
44

**Rates of Change of Industrial Production**  
(Base : 1993-94=100)  
Percent



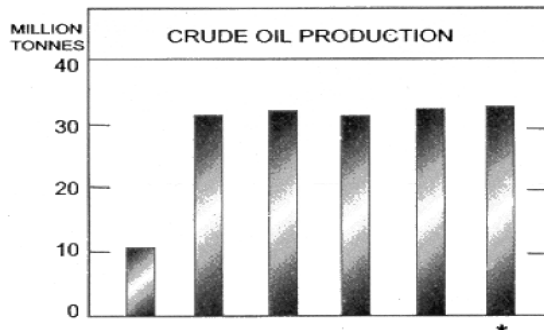
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**Rates of Change of Industrial Production**  
(Base : 1993-94=100)  
Percent



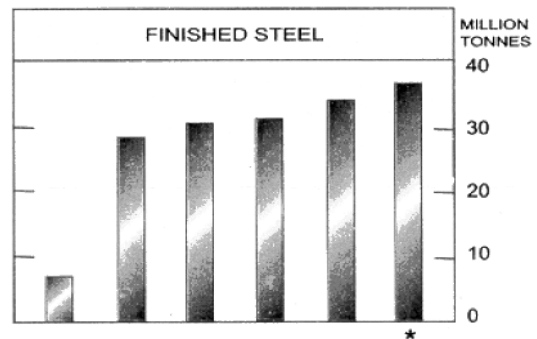
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**Industrial Production**

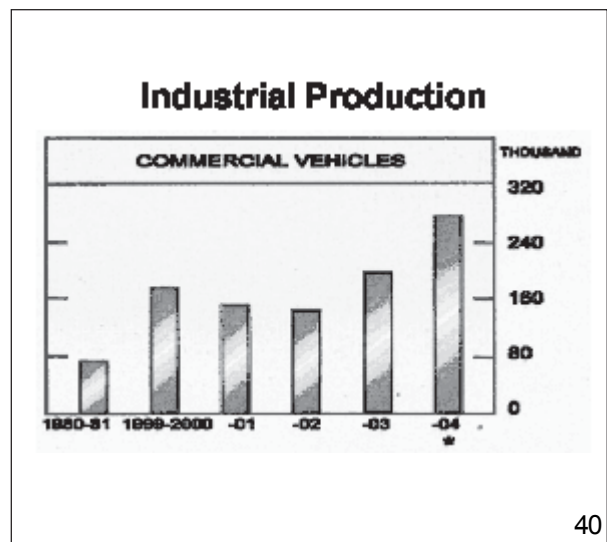
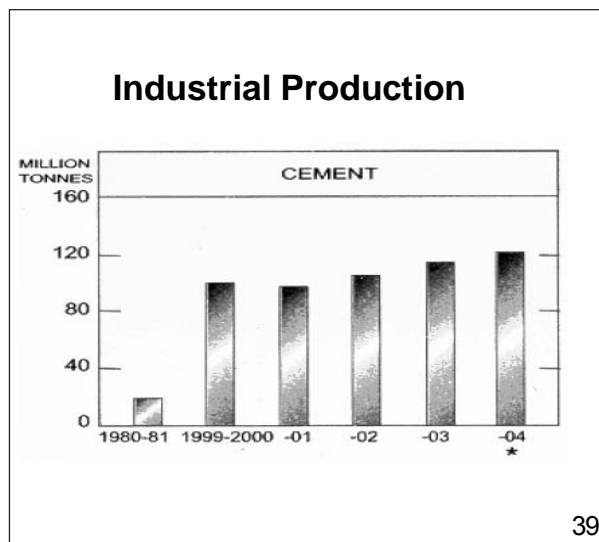
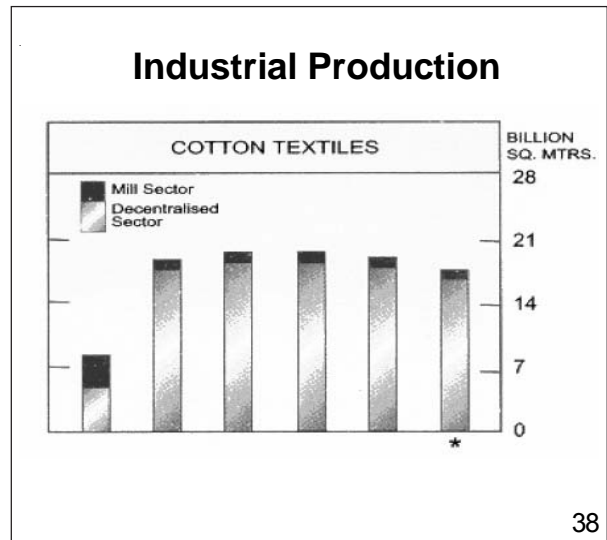
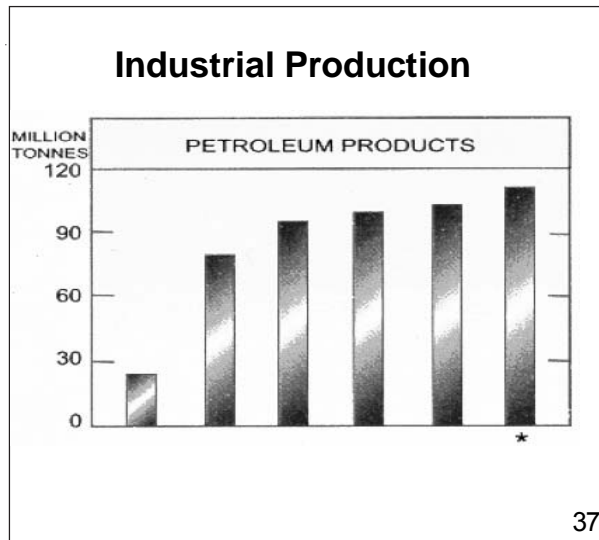


47

**Industrial Production**



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### Agricultural Procude

- Food Grain Production

Year	Million Tonnes	Changes over Prev. Year
2002-03	179	-15.70%
2003-04	212	18.40%
2004-05	206	-2.80%

41

### Infrastructure

#### Electricity Generated

Year	Million Tonnes	Changes over Prev. Year
2002-03	532	-3.2%
2003-04	558	5.2%
2004-05	438	6.5%

42



### Education - 1

#### Literacy Rate (%)

	Male	Female	Total
1980-81	56	30	44
1990-91	64	39	52
2000-01	76	54	65

### Education - 2

Institutions	2000 – 01
High-Schools	1,26,047
Colleges	7,926
Professional Education	2,223
Universities	254

### Health

- Funds requirement in 10<sup>th</sup> Five year plan

Estimate	Rs. In Crores
Water Supply	28,240
Sanitation	23,157
Solid waste management	2,322

### Water Supply

Access to Safe Drinking Water for Households

	1981 (in%)	1991 (in%)
Rural	26	56
Urban	75	81
Combined	38	62

# THANK YOU