

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3467
ANSWERED ON:20.08.2004
LOW SAVING RATES IN CORPORATE SECTOR
Nair Shri P.K. Vasudevan

Will the Minister of FINANCE be pleased to state:

- (a) whether the rate of savings by the Corporate Sector is very low compared to that the households; and
(b) if so, the facts thereof for the last three years?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) & (b) Yes, Sir. As a proportion of Gross Domestic Product, corporate savings is low compared to household savings. Information available from the Central Statistical Organisation for the latest three years is as follows.

Gross Domestic Savings as per cent of Gross Domestic Product at current market prices

	2000-01	2001-02 (P)	2002-03 (Q)
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Gross domestic savings:	23.7	23.5	24.2
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Of which:

Private corporate sector	4.1	3.5	3.4
Household sector	21.9	22.7	22.6
Public sector	-2.3	-2.7	-1.9

P - Provisional

Q- Quick Estimates