

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

STARRED QUESTION NO:448  
ANSWERED ON:10.12.2010  
INTERNAL AND EXTERNAL DEBT  
Hegde Shri Anant Kumar;Vardhan Shri Harsh

**Will the Minister of FINANCE be pleased to state:**

- (a) the agency-wise details of the internal and external borrowings of Government of India during each of the last three years and the current year;
- (b) the annual amount paid by each as principal and interest separately during the same period;
- (c) whether the public debt of Government is commensurate with the targets, fixed for the purpose; and
- (d) if so, the details thereof and the reaction of the Government in this regard?

**Answer**

FINANCE MINISTER(SHRI PRANAB MUKHERJEE)

(a)to(d): A statement is placed on the Table of the House.

Statement referred to in reply to Lok Sabha Starred Question No.448 for answer on December 10, 2010 raised by Shri Anantkumar Hegde and Shri Harsh Vardhan regarding 'Internal and External Debt.'

(a): The agency-wise details of the internal borrowings (dated securities) and external borrowings of Government of India during the last three years and 2010-11 are as under:

(i)Internal borrowings (dated securities)

(Rs. in crore)  
Name of the agency 2007-08 2008-09 2009-10 2010-11  
(as on  
6 .12.2010)

State Bank of India 38790 23076 26984 16587

Associate Banks of 2846 3067 3874 4782  
State Bank of  
India (SBI)

Nationalized Banks 32933 41468 89828 55639

Foreign Banks 6384 7229 11260 19004

Private Sector Banks 41041 35625 40117 25674

Co-operative Banks 783 1083 2834 3719

Primary Dealers# 120170 125056 182716 194577

Life Insurance 22727 30851 45163 44343

Corporation

GIC and Subsidiaries 684 700 6914 3430

Financial Institutions 210 1014 1626 287

Mutual Funds - 2194 4257 -

Others 1749 637 2,427 3958

Total 268317 272000 418000 372000

**# Includes Banks offering primary dealer services.**

**Note: The above data is based on Primary Market Auctions.**

**(ii) Agency-wise details of external borrowings.**

(Rs. in crore)

Name of the agency 2007-08 2008-09 2009-10 2010-11 (BE)

International Development Association 3294.36 5162.37 5569.29 4102.82

International Bank for Reconstruction and Development 3343.27 2855.25 3988.20 14820.85

Asian Development Bank 4232.51 5886.51 4951.61 5230.36

International Fund for Agricultural Development 90.80 51.52 66.34 165.12

Government of Japan 3813.42 4278.47 6158.35 8860.91

Others 2034.28 2787.57 1443.41 1555.36

Total 16808.64 21021.69 22177.20 34735.42

**External Debt are at book value**

**(b): Repayment of internal borrowing (dated securities), external borrowings and interest payment during the period 2007-08 to 2009-10 and Budget Estimates (BE) 2010-11 are as follows:**

**(i) Repayment of Internal borrowings (dated securities)**

(Rs. in crore)

Actuals	BE
2007-08	2008-09
2009-10	2010-11
(Provisional)	(Provisional)

Internal Debt 45333.25 43870.01 52576.64 112133.06

**Note: Agency wise details for repayment of internal borrowings (dated securities) may not be given as the securities are tradable in nature.**

(ii) Agency-wise repayment of external borrowings.

(Rs.in crore)					
Name of the agency (BE)	2007-08	2008-09	2009-10	2010-11	
International Development Association	2896.26	3543.70	3830.16	4055.35	
International Bank for Reconstruction and Development	1065.78	1539.02	1750.86	2161.95	
Asian Development Bank	266.19	471.08	607.19	935.65	
International Fund for Agricultural Development	41.62	47.69	50.97	54.10	
Government of Japan	2139.86	2892.34	3152.03	3241.94	
Others	1083.54	1513.19	1748.44	1822.34	
Total	7493.25	10007.02	11139.65	12271.33	

(iii) Payment of interest during the period 2007-08 to 2009-10 and Budget Estimates 2010-11 are as follows:

(Rs. in crore)				
Actuals		BE		
2007-08	2008-09	2009-10	2010-11	
	(Provisional)	(Provisional)		
Interest	171030	192204	211643	248664

(c) and (d): As per the FRBM Rules 2004, the Central Government shall not assume additional liabilities in excess of 9% of GDP for the financial year 2004-05 and in each subsequent financial year, the limit of 9% of GDP shall be progressively reduced by at least one percentage point of GDP. During the period 2004-05 to 2009-10, the Government has achieved the target upto 2007-08 but in the year 2008-09 and 2009-10, the target of one percent reduction could not be achieved due to fiscal measures undertaken to mitigate the adverse impact of global economic crisis on the Indian economy.

The targets fixed during the period 2004-05 to 2009-10 and targets achieved for reduction of incremental debt are as follows:

Year	Target fixed (%)	Achieved (%)
2004-05	9	8.0
2005-06	8	7.2
2006-07	7	6.5
2007-08	6	6.0
2008-09	5	5.8
2009-10	4	5.7

The Government is committed to revert back to the path of fiscal consolidation and accordingly the fiscal deficit is estimated to reduce to 5.5% of GDP in 2010-11. As enumerated in the Medium Term Fiscal Policy Statement 2010-11 the fiscal deficit is estimated to further decline to 4.8% and 4.1% of GDP in 2011-12 & 2012-13 respectively thereby reducing the pace of growth of debt accretion in medium term.