

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2
ANSWERED ON:22.02.2013
PCI AND INVESTMENT IN TH FYP
Ponnam Shri Prabhakar

Will the Minister of FINANCE be pleased to state:

- (a) whether the projected per capita income and investment in some States is very much low in the Twelfth Plan period compared to the Eleventh Plan period;
- (b) if so, the details thereof and reasons therefor, State-wise particularly in Andhra Pradesh; and
- (c) the corrective steps proposed to be taken by the Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a) & (b) The State-wise targets for per capita income and investment are not set by Planning Commission. The per capita net state domestic product (NSDP) for each of the years of the Eleventh Plan (2007-08 to 2011-12) is given in Annexure 1. The comparable information on investment for States is not available with the Central Statistics Office (CSO). There are significant variations in per capita incomes across States. These variations are explained by a number of factors which include resource endowments, historical background of development, availability of infrastructure and various other State specific factors.

(c) The Government has taken several measures to boost per capita incomes across the country. The policy instruments in this regard include plan and non-plan transfer of resources from Centre to States favouring less developed States, tax incentives for setting up of private industries in the backward regions, etc. Several centrally sponsored schemes and State specific schemes are being implemented in order to accelerate the growth rate and increase the per capita incomes of States.