

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3098

ANSWERED ON:07.08.2015

Price Rise

Khairi Shri Chandrakant Bhaurao;Laguri Smt. Sakuntala

Will the Minister of FINANCE be pleased to state:

- (a) whether the rising prices/inflation have adversely impacted the investment and development;
- (b) if so, the details thereof; and
- (c) the reaction of the Government thereto?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI JAYANT SINHA)

(a) & (b) The level of investment and development depends on a number of factors like the return on investment, prevailing interest rates, the level of inflation, global financial conditions, etc. Inflation based on wholesale price index and consumer price index – new series has been declining in the recent years (Table 1).

Table 1: Inflation based on Wholesale Price Index and Consumer Price Index – New Series (in per cent)

Period 2012-13 2013-14 2014-15

WPI Inflation 7.4 6.0 2.0

CPI inflation 10.2 9.5 5.9

Source: WPI from Office of Economic Adviser, DIPP and CPI-NS from CSO.

(c) Does not arise.