

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:744
ANSWERED ON:05.12.2003
GROSS DOMESTIC PRODUCT
GANGASANDRA SIDDAPPA BASAVARAJ

Will the Minister of FINANCE be pleased to state:

- (a) the details of GDP growth rate of the country for the period 1991 to 2002, year-wise;
- (b) whether the GDP growth rate has plummeted during the above period in comparison with the growth rate achieved during 1980s;
- (c) if so, the comparative figure of GDP growth rate for the period 1981 to 1990;
- (d) whether the slow down in the GDP growth rate indicates the failure of the economic reforms policy;
- (e) if so, whether the Government consider comprehensive measures including review of the present economic policies; and
- (f) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANDRAO V. ADSUL)

(a) to (f) A Statement is attached.

STATEMENT REFERRED TO IN REPLY TO LOK SABHA UNSTARRED QUESTION NO.744 FOR 5th DECEMBER, 2003

(a) The year-wise growth rate of Gross Domestic Product (GDP) at factor cost at constant prices for the period 1990-91 to 2002-03 are as follows:

Year	GDP at factor cost (Overall) (at constant prices) (growth percent)
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1990-91	5.6
1991-92	1.3
1992-93	5.1
1993-94	5.9
1994-95	7.3
1995-96	7.3
1996-97	7.8
1997-98	4.8
1998-99	6.5
1999-2000	6.1
2000-01 (P)	4.4
2001-02 (Q)	5.6
2002-03 (R)	4.3

(b) The average growth rate for the period 1992-93 to 2002-03, subsequent to introduction of economic reform measures is 5.9 per cent compared with the average growth rate of 5.8 per cent for the period 1980-81 to 1989-90.

(c) The growth rate of GDP at factor cost at constant prices for the period 1980-81 to 1989-90 are as follows:

Year	GDP at factor cost (Overall) (at constant prices) (growth percent)
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1980-81	7.2
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1981-82	6.0
1982-83	3.1
1983-84	7.7
1984-85	4.3
1985-96	4.5
1986-87	4.3
1987-88	3.8
1988-89	10.5
1989-90	6.7

(d) to (f) Since 1991 Government is continuing with economic reforms in trade, industry, financial sectors etc. to improve efficiency, productivity and competitiveness of Indian industries and to induce dynamism to the overall growth process. Economic reforms are a continuing process. The Union Budget for 2003-04 has proposed a number of initiatives such as promoting infrastructure development by leveraging public money through private sector participation, promoting private investment and measures aimed at fiscal consolidation. These initiatives are expected to have a positive influence on the growth of the economy.