

## 7. Money Stock : Components and Sources

(Rs. crore)

| Item   | Outstanding as on |             | Variation over |                       |          |        |        |              |            |        |          |       |
|--|-------------------|-------------|----------------|-----------------------|----------|--------|--------|--------------|------------|--------|----------|-------|
|  | 2003              |             | Fortnight      | Financial year so far |          |        |        | Year-on-year |            |        |          |       |
|  | Mar. 31#          | May 2#      |                | Amount                | %        | Amount | %      | Amount       | %          | Amount | %        |       |
| 1  | 2                 | 3           | 4              | 5                     | 6        | 7      | 8      | 9            | 10         | 11     | 12       | 13    |
| <sup>M3</sup>  | 17,24,578         | 17,80,397   | 2,927          | 0.2                   | 91,453   | 6.1    | 55,819 | 3.2          | 2,30,211   | 16.9   | 1,88,942 | 11.9  |
|  | [16,94,907]       | [17,51,522] |                |                       | [48,861] | [3.3]  |        |              | [1,87,619] | [13.8] |          |       |
| <b>Components (i+ii+iii+iv)</b>                      |                   |             |                |                       |          |        |        |              |            |        |          |       |
| (i) Currency with the Public                         | 2,71,662          | 2,84,234    | 199            | 0.1                   | 14,163   | 5.9    | 12,572 | 4.6          | 30,510     | 13.6   | 28,672   | 11.2  |
| (ii) Demand deposits with banks                      | 1,96,473          | 2,05,590    | -3,395         | -1.6                  | 2,597    | 1.5    | 9,117  | 4.6          | 14,183     | 8.5    | 24,709   | 13.7  |
| (iii) Time deposits with banks@                      | 12,53,169         | 12,87,596   | 6,237          | 0.5                   | 75,331   | 7.0    | 34,426 | 2.7          | 1,86,639   | 19.3   | 1,34,795 | 11.7  |
|  | [12,23,498]       | [12,58,720] |                |                       | [32,739] | [3.0]  |        |              | [1,44,047] | [14.9] |          |       |
| (iv) "Other" deposits with Reserve Bank              | 3,273             | 2,978       | -114           | -3.7                  | -638     | -22.4  | -296   | -9.0         | -1,121     | -33.6  | 766      | 34.6  |
| <b>Sources (i+ii+iii+iv-v)</b>                       |                   |             |                |                       |          |        |        |              |            |        |          |       |
| (i) Net Bank credit to Government (a+b)              | 6,74,352          | 7,03,000    | -2,768         | -0.4                  | 34,097   | 5.8    | 28,648 | 4.2          | 84,102     | 15.7   | 82,437   | 13.3  |
| (a) Reserve Bank                                     | 1,20,102          | 1,29,458    | 2,199          | 1.7                   | 8,891    | 5.8    | 9,357  | 7.8          | -747       | -0.5   | -31,611  | -19.6 |
| (b) Other Banks                                      | 5,54,250          | 5,73,542    | -4,967         | -0.9                  | 25,206   | 5.8    | 19,292 | 3.5          | 84,849     | 22.6   | 1,14,048 | 24.8  |
| (ii) Bank credit to commercial sector (a+b)          | 9,04,489          | 9,12,918    | -2,004         | -0.2                  | 56,826   | 7.5    | 8,429  | 0.9          | 1,28,676   | 18.8   | 99,827   | 12.3  |
| (a) Reserve Bank                                     | 3,048             | 2,994       | -7             | -0.2                  | 4        | 0.1    | -54    | -1.8         | -5,208     | -46.8  | -2,938   | -49.5 |
| (b) Other Banks                                      | 9,01,440          | 9,09,923    | -1,997         | -0.2                  | 56,823   | 7.6    | 8,483  | 0.9          | 1,33,885   | 19.9   | 1,02,764 | 12.7  |
| (iii) Net foreign exchange assets of banking sector  | 3,99,235          | 4,08,458    | 7,084          | 1.8                   | 4,679    | 1.5    | 9,223  | 2.3          | 66,476     | 26.3   | 89,046   | 27.9  |
| (iv) Government's currency liabilities to the public | 6,910             | 6,910       | —              | —                     | 17       | 0.3    | —      | —            | 970        | 17.9   | 526      | 8.2   |
| (v) Banking sector's net non-monetary liabilities    |                   |             |                |                       |          |        |        |              |            |        |          |       |
| other than time deposits                             | 2,60,407          | 2,50,888    | -615           | -0.2                  | 4,166    | 2.5    | -9,519 | -3.7         | 50,013     | 42.4   | 82,895   | 49.3  |
| of which : Net non-monetary liabilities of RBI       | 1,26,533          | 1,27,190    | 3,273          | 2.6                   | 10,615   | 10.5   | 657    | 0.5          | 26,889     | 31.7   | 15,355   | 13.7  |

@ : Includes Rs.17,945 crore on account of proceeds from Resurgent India Bonds (RIBs), since August 28, 1998 and Rs.25,662 crore on account of proceeds from India Millennium Deposits (IMDs), since November 17, 2000.

Figures in [ ] exclude the impact of mergers since May 3, 2002.

Government Balances as on March 31, 2003 are before closure of accounts.