

## 8. Reserve Money : Components and Sources

(Rs. crore)

| <i>Item</i>                                     | Outstanding as on |          |        |       | Variation over        |       |           |       |              |       |          |       |
|---|-------------------|----------|--------|-------|-----------------------|-------|-----------|-------|--------------|-------|----------|-------|
|   | 2006              |          | Week   |       | Financial year so far |       |           |       | Year-on-year |       |          |       |
|   |                   |          |        |       | 2005-2006             |       | 2006-2007 |       | 2005         |       | 2006     |       |
|   | Mar. 31#          | May 12#  | Amount | %     | Amount                | %     | Amount    | %     | Amount       | %     | Amount   | %     |
| 1   | 2                 | 3        | 4      | 5     | 6                     | 7     | 8         | 9     | 10           | 11    | 12       | 13    |
| <b>Reserve Money</b>                            | 5,73,043          | 5,92,598 | -2,202 | -0.4  | 22,276                | 4.6   | 19,556    | 3.4   | 78,699       | 18.2  | 81,187   | 15.9  |
| <b>Components (i+ii+iii)</b>                    |                   |          |        |       |                       |       |           |       |              |       |          |       |
| (i) Currency in circulation                     | 4,30,617          | 4,57,609 | 4,190  | 0.9   | 25,966                | 7.0   | 26,992    | 6.3   | 46,977       | 13.5  | 62,982   | 16.0  |
| (ii) Bankers' deposits with RBI                 | 1,35,511          | 1,28,288 | -6,180 | -4.6  | -1,484                | -1.3  | -7,223    | -5.3  | 31,134       | 38.3  | 15,776   | 14.0  |
| (iii) "Other" deposits with RBI                 | 6,914             | 6,701    | -212   | -3.1  | -2,206                | -34.1 | -213      | -3.1  | 589          | 16.0  | 2,429    | 56.9  |
| <b>Sources (i+ii+iii+iv+v)</b>                  |                   |          |        |       |                       |       |           |       |              |       |          |       |
| (i) Net RBI credit to Government                | 12,617            | 11,510   | -1,765 |       | 25,587                |       | -1,107    |       | -1,309       |       | 3,898    |       |
| of which : to Centre                            | 12,573            | 11,772   | -1,545 |       | 28,775                |       | -801      |       | 560          |       | 6,255    |       |
| (ii) RBI credit to banks & comm. sector         | 7,182             | 2,852    | -806   | -22.0 | 382                   | 5.7   | -4,331    | -60.3 | 2,721        | 63.2  | -4,178   | -59.4 |
| o/w : to banks (includes NABARD)                | 5,795             | 1,465    | -806   | -35.5 | 382                   | 7.3   | -4,331    | -74.7 | 3,353        | 146.6 | -4,175   | -74.0 |
| (iii) Net foreign exchange assets of RBI        | 6,72,983          | 7,34,097 | 8,664  | 1.2   | -10,214               | -1.7  | 61,114    | 9.1   | 69,772       | 13.1  | 1,31,521 | 21.8  |
| (iv) Govt.'s currency liabilities to the public | 8,695             | 8,695    | —      | —     | -13                   | -0.2  | —         | —     | 122          | 1.7   | 1,260    | 16.9  |
| (v) Net non-monetary liabilities of RBI         | 1,28,436          | 1,64,556 | 8,295  | 5.3   | -6,534                | -5.5  | 36,120    | 28.1  | -7,392       | -6.1  | 51,314   | 45.3  |

Government Balances as on March 31, 2006 are before closure of accounts.