

APPENDIX TABLE 17 : VARIATIONS IN MONEY STOCK

(Amount in Rupees crore)

Item	Outstanding as on March 31, 2006	Variations							
		Financial Year				April-June			
		2004-05		2005-06		2005-06		2006-07	
		Absolute	Per cent	Absolute	Per cent	Absolute	Per cent	Absolute	Per cent
1	2	3	4	5	6	7	8	9	10
Broad Money (M₃) (C.1+C.2+C.3 = S.1+S.2+S.3+S.4-S.5)	2729535	245773 (242260)	12.3 (12.1)	396868	17.0	27,448	1.2	58060	2.1
Components									
C.1. Currency with the Public	413143	40892	13.0	58272	16.4	20492	5.8	25795	6.2
C.2. Aggregate Deposits with Banks (a+b)	2309514	203522	12.1	338037	17.1	8819	0.4	33115	1.4
a) Demand Deposits	405224	26528	10.3	83861	26.1	-21953	-6.8	-41704	-10.3
b) Time Deposits	1904290	176994 (173481)	12.4 (12.2)	254176	15.4	30772	1.9	74818	3.9
C.3. 'Other' Deposits with the RBI	6879	1359	26.5	560	8.9	-1862	-29.5	-849	-12.3
Sources									
S.1. Net Bank Credit to Government (A+B)	769093	13863 (1670)	1.9 (0.2)	20386	2.7	17398	2.3	20090	2.6
A. Net RBI Credit to Government (a+b)	8136	-62882		35799		18963		53	
a. Net RBI Credit to Central Government	5160	-60177		33374		19556		3071	
b. Net RBI Credit to State Governments	2977	-2705		2425		-593		-3018	
B. Other Banks' Credit to Government	760956	76745	11.0	-15413	-2.0	-1565	-0.2	20037	2.6
S.2. Bank Credit to Commercial Sector (a+b)	1690961	264098 (231216)	26.0 (22.8)	359703	27.2	10235	0.8	21879	1.3
a) RBI's Credit to Commercial Sector	1387	-672	-32.6	-3	-0.2	0	0.0	0	0.0
b) Other banks' Credit to Commercial Sector	1689574	264770	26.1	359706	27.0	10235	0.8	21879	1.3
S.3. Net Foreign Exchange Assets of Banking Sector (a+b)	726194	122669	23.3	78291	12.1	-12026	-1.9	71845	9.9
a) RBI's Net Foreign Exchange Assets	672983	128377	26.5	61545	10.1	-13243	-2.2	71845	10.7
b) Other Banks' net Foreign Exchange Assets	53211	-5709	-13.5	16746	45.9	1217	3.3	0	0.0
S.4. Government's Currency Liabilities to the Public	8754	152	2.1	1306	17.5	384	5.2	64	0.7
S.5. Banking Sector's Net Non-Monetary Liabilities (a+b)	465466	155008	54.0	62817	15.6	-11456	-2.8	55818	12.0
a) Net Non-Monetary Liabilities of RBI	123990	12191	11.3	776	0.6	-14395	-11.7	53612	43.2
b) Net Non-Monetary Liabilities of Other Banks (residual)	341476	142817	79.5	62041	22.2	2939	1.1	2206	0.6
<i>Memo : Select Monetary Ratios</i>									
1. M ₃ Multiplier	4.8								
2. Bank Reserves to Aggregate Deposits Ratio	6.6								
3. Currency to Aggregate Deposits Ratio	17.9								
4. Narrow Money (M ₁)[C.1+C.2(a)+C.3]	825245	68779	11.9	142692	20.9	-3324	-0.5	-16758	-2.0

Note : 1. Data are provisional.

2. Data reflect redemption of India Millennium Deposits (IMDs) on December 29, 2005.

3. Figures in parentheses exclude the impact of conversion of a non-banking entity into a banking entity on October 11, 2004.

4. Variation during 2005-06 is worked out from April 1, 2005, whereas variations during 2004-05 and 2006-07 are worked out from March 31, 2004 and March 31, 2006, respectively.