

Capital formation in Indian agriculture

8.46 The decline in the share of agriculture sector's capital formation in GDP from 1.9 per cent in the early 1990s to 1.3 per cent in the early 2000s is a matter of concern (Table 8.22). This declining share was due mainly to the

stagnation or fall in public investment in agriculture, particularly since the mid-1990s. However, there is indication of a reversal of this trend of late with the public sector investment in agriculture attaining a 5-year high in 2002-03.

Table 8.22 : Gross capital formation in agriculture at 1993-94 prices

(Rs crore)

Year	Total	Public	Private	Percent share		Investment in agriculture as per cent of GDP
				Public	Private	
1990-91	14836	4395	10441	29.6	70.4	1.9
1991-92	13389	3871	9518	28.9	71.1	1.7
1992-93	14508	4076	10432	28.1	71.9	1.8
1993-94	13523	4467	9056	33.0	67.0	1.6
1994-95	14969	4947	10022	33.0	67.0	1.6
1995-96	15690	4849	10841	30.9	69.1	1.6
1996-97	16176	4668	11508	28.9	71.1	1.5
1997-98	15942	3979	11963	25.0	75.0	1.4
1998-99	14895	3870	11025	26.0	74.0	1.3
1999-00	17304	4221	13083	24.4	75.6	1.4
2000-01	16906	3927	12979	23.2	76.8	1.3
2001-02	17328	4127	13201	23.8	76.2	1.3
2002-03*	18657	4538	14119	24.3	75.7	1.3

* Quick estimates

Source : Central Statistical Organisation.