

4.1 SOURCES OF CHANGE IN MONEY STOCK (M₃)

(Rs. crore)

Item	Outstanding balances as on		Variations during					Outstanding as on 21-Dec. 2007
	March 31, 2005	April 1, 2005	2005-06	2005-06	2006-07	2006-07	2007-08	
			31-Mar to 31-Mar	1-Apr to 31-Mar	31-Mar to 31-Mar	31-Mar to Dec. 22	31-Mar to Dec. 21	
1	2	3	4	5	6	7	8	9
I. M ₁ (Narrow Money) II (i+ii+iv)	647495	682552	178879	143822	138820	39985	58240	1023435
II. M ₃ (Broad Money) (i+ii+iii+iv)	2251449	2332666	478095	396878	580733	286763	392516	3702794
(i) Currency with the public	355863	354871	57256	58248	70352	48505	50738	534209
(ii) Demand deposits with banks	285154	321362	121233	85025	67841	-6856	10173	484401
(iii) Time deposits with banks	1603954	1650114	299216	253056	441913	246778	334276	2679359
(iv) Other deposits with RBI	6478	6319	390	549	628	-1664	-2671	4825
III. Sources of change in Money Stock (M ₃) (1+2+3+4-5)	2251449	2332667	478095	396878	580733	286763	392517	3702794
1. Net bank credit to Government (A+B)	756766	748706	9828	17889	71582	24402	2688	840865
A) RBI's net credit to Government (i+ii)	-17975	-27663	26111	35799	-2385	-9875	-145965	-140213
i) Central Government	-23258	-28215	28417	33374	-3024	-6913	-142491	-140355
ii) State Governments	5283	552	-2306	2425	639	-2962	-3474	142
B) Other bank's credit to Government	774741	776369	-16283	-17910	73967	34277	148653	981078
2. Bank credit to commercial sector (A+B)	1280249	1331259	412755	361745	430358	237233	207488	2330849
A) RBI's credit to commercial sector	1390	1390	-3	-3	150	128	-65	1472
B) Other banks' credit to commercial sector	1278859	1329869	412758	361748	430208	237105	207553	2329377
3. Net foreign exchange assets of banking sector	649255	647903	76939	78291	186985	121444	194985	1108164
4. Government's currency liabilities to the public	7448	7448	1306	1306	-467	-600	564	8851
5. Banking sector's net non-monetary liabilities other than time deposits	442269	402649	22733	62353	107725	95716	13208	585935

Source: Reserve Bank of India.

Note : 1. Data are provisional.

2. RBI data relate to end March after closure of Government accounts.

3. Variations in respect of scheduled commercial banks (SCBs) are based on data for last reporting Friday of March.

4. Data reflect redemption of India Millennium Deposits (IMDs), since December 29, 2005.

5. Monetary data are revised in line with the new accounting standards and consistent with the methodology suggested by the Working Group on Money Supply : Analytics and Methodology of Compilation (June 1998). The revision is in respect of pension and provident funds with commercial banks which are classified as other demand and time liabilities and includes those banks which have reported such changes so far.