

Financial assistance from World Bank

1296. DR. PRABHAKAR KORE: Will the Minister of FINANCE be pleased to state:

(a) whether it is a fact that India has taken financial assistance from World Bank, Asian Development Bank and various developed countries over the years;

(b) if so, the details of the financial assistance for the last three years, source-wise;

(c) whether the said fund is being utilized in an effective mechanism; and

(d) the details thereof?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA): (a) Yes, Sir.

(b) The details of the financial assistance, source-wise for the last three years is given in the Statement (*See below*).

(c) Yes, Sir.

(d) The said funds are being utilized in effective manner. There is an elaborate mechanism in place for effective implementation and proper utilization of the loans and grants received from the external agencies, which involves disbursement monitoring as well as physical and financial monitoring of the project.

Statement

Source-wise details of loans and grants utilized during last three years.

(Rupees in Crores)

Govt. Loan

Donor	2009-10	2010-11	2011-12
1	2	3	4
World Bank -IBRD	3987.93	12720.26	3044.19
World Bank -IDA	5563.59	4873.02	7406.06
ADB	4951.60	5766.25	4661.89

1	2	3	4
Japan	6158.62	5950.59	6039.53
Germany	452.52	775.12	1490.72
Russian Federation	923.01	220.53	35.91
IFAD	64.37	99.07	105.61
OPEC	17.61	0.95	15.51
GRAND TOTAL	22119.25	30405.79	22799.43
Non Govt. Loan			
IBRD	0.34	0.18	0.18
ADB	0.15	0.19	0.17
Japan	0.03	0.06	0.24
Germany	0.00	0.03	0.00
GRAND TOTAL	0.52	0.46	0.59
Grant: Govt.			
IBRD	11.741	24.25	27.05
IDA	5.64	3.93	5.60
ADB	81.91	0.00	0.00
Japan	2.57	1.52	43.47
EEC	3115.96	268.98	208.07
Germany	34.89	106.56	45.57
UK	1707.36	1682.22	1689.42
IFAD	14.14	0.28	5.44
Global Fund	763.87	44.85	73.02
USA	14.15	30.55	55.10

1	2	3	4
UNDP	73.31	25.74	38.14
UNFAO	0.00	0.05	0.03
UNFPA	70.51	17.86	21.00
GRAND TOTAL	5896.05	2610.79	2873.91
Grant - Non-Govt.			
IBRD	0.00	0.00	0.10
Germany	43.09	169.06	742.67
GRAND TOTAL	43.09	169.06	742.77

Abbr: IDA: International Development Association, IBRD: International Bank for Reconstruction and Development, ADB: Asian Development Bank, GoJP: Government of Japan, IFAD: International Fund for Agricultural Development, AFD: French Development Agency, UNDP: United Nations Development Programme, UNFAO: United Nations Food and Agriculture Organisation, UNFPA: United Nations Population Fund, EEC: European Economic Community.

Diminishing value of rupee

1297. DR PRADEEP KUMAR BALMUCHU: Will the Minister of FINANCE be pleased to state:

- (a) whether the decline in the value of Rupee in the international market is seriously affecting the Indian Economy;
- (b) if so, the details thereof; and
- (c) the remedial measures being adopted by Government in this regard?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA): (a) and (b) The impact of exchange rate depreciation on Indian economy depend on a set of factors, including exchange rate and elasticity of exports and imports. Theoretically, the depreciation of a currency should boost the country's exports as goods produced by domestic companies become cheaper in the international market. Therefore, while the rupee depreciation should benefit export oriented companies, though with a lag, the same makes the imports costly for import oriented companies. The exchange rate depreciation, however, is one of the