

Form F-1					
MACRO ECONOMIC FRAMEWORK STATEMENT					
Economic Performance at a Glance					
Trends in Select Macroeconomic and Fiscal Indicators					
		Absolute Value (Rs. Crore)		Percentage Changes	
		2006-07 Actuals	2007-08 RE	2006-07 Actuals	2007-08 RE
1	2	3	4	5	6
	Real Sector				
1	GSDP at factor cost				
(a)	at Current Price	269173	311752	14.04	15.82
(b)	at Constant Price (1999-2000)	207904	229461	8.87	10.37
2	Agriculture Production (Primary Sector)	75811	89563	10.94	18.14
3	Industrial Production (Secondary Sector)	58555	66683	15.94	13.88
4	Tertiary Sector Prod. (Service Sector)	134807	155506	15.03	15.35
	Government Finances				
1	Revenue Receipts (2 +3)	44245.47	56126.60	26.96	26.85
2	Tax Revenue (2.1+2.2)	32792.20	41899.50	23.45	27.77
2.1	Own Tax Revenue	23926.20	31401.63	22.00	31.24
2.2	State's Share in Central Taxes	8866.00	10497.87	27.55	18.41
3	Non-Tax Revenue (3.1 + 3.2)	11453.27	14227.10	38.18	24.22
3.1	State's Own Non Tax revenue	6487.83	6872.13	38.29	5.92
3.2	Central Transfers	4965.44	7354.97	38.03	48.12
4	Capital Receipts (5+6+7)	12256.34	23472.35	-11.04	91.51
5	Recovery of loans	471.34	275.80	158.37	-41.49
6	Other Receipts	1889.32	8200.00		334.02
7	Borrowing and other liabilities	9895.68	14996.55	-27.21	51.55
8	Total Receipts (1+ 4)	56501.81	79598.95	16.19	40.88
9	Non-Plan Expenditure (10+12)	32637.94	40864.48	13.21	25.21
10	Revenue Account (Non-Plan)	31919.68	39909.77	12.27	25.03
	<i>Of which:</i>				
11	(a) Interest payments	7280.29	8628.63	3.88	18.52
	(b) Subsidies	4066.57	5501.84	-2.91	35.29
	(c) Wages & Salaries	10904.88	13266.41	16.73	21.66
	(d) Pension Payments	4150.49	4724.13	29.83	13.82
12	Capital Account (Non-Plan)	718.26	954.71	80.44	32.92
13	Plan Expenditure (14+15)	19611.15	32975.05	35.22	68.14
14	Revenue Account (Plan)	9518.72	15766.04	46.83	65.63
15	Capital Account (Plan)	10092.43	17209.01	25.84	70.51
16	Total Expenditure (9+13)	52249.09	73839.53	20.57	41.32
17	Revenue Expenditure (10+14)	41438.40	55675.81	18.68	34.36
18	Capital Expenditure (12+15)	10810.69	18163.72	28.42	68.02
19	Revenue Deficit/Surplus (1-17)	2807.07	450.79	-4478.52	-83.94
20	Fiscal Deficit/Surplus {(1+5+6)-16}	-5642.96	-9237.13	-32.01	63.69
21	Primary Deficit/Surplus (20-11a)	1637.33	-608.50	-226.75	-137.16

Form F-2

(See rules 4 and 5)

MEDIUM TERM FISCAL POLICY STATEMENT

A. Fiscal Indicators - Rolling Targets

(in percentages)

	Previous Year (Y-2) (Actuals) 2006-07	Current Year (Y-1) 2007-08 (BE)	Current Year (Y-1) 2007-08 (RE)	Current Year (Y-1) 2008-09 (BE)	Targets for next Two Years #	
					Y + 1	Y + 2
1 Revenue Deficit / Surplus as percentage of Total Revenue Receipts (TRR)	6.34	-0.07	0.80	1.00		
2 Fiscal Deficit as percentage of GSDP	-2.10	-3.01	-2.96	-2.82		
3 Total outstanding Liabilities as percentage of GSDP	28.02	30.15	26.91	27.29		
4 [Any additional target(s)]	Nil	Nil	Nil	Nil		

As per the targets set by AP FRBM Act, 2005.

* Surplus