Assessment of India’s Economy by Global Institutions

143. Shri Rakesh Singh:

Will the Minister of Finance

Be pleased to state:

(a) whether the country’s economy is assessed on the basis of parameters set by global institutions;
(b) if so, whether those models adopt a biased approach towards the country;
(c) whether there is difference in actual data due to above reason and if so, the details thereof;
(d) whether the Government proposes to set indigenous parameters to assess the country’s economy to deal with this; and
(e) if so, the details thereof?

Answer

Minister of Finance

(Smt. Nirmala Sitharaman)

(a) to (e): A statement is laid on the Table of the House.
STATEMENT REFERRED TO IN REPLY TO THE LOK SABHA STARRED QUESTION NO. *143, RAISED BY SHRI RAKESH SINGH

FOR 31st JULY, 2023

ON

ASSESSMENT OF INDIA’S ECONOMY BY GLOBAL INSTITUTIONS

(a) and (b): The Government assesses the state of the Indian economy based on various macroeconomic parameters such as GDP, Inflation, External Debt, Current Account Deficit (CAD), Fiscal Deficit, and Public Debt, among others. Some of these parameters are also closely tracked by international institutions such as the World Bank, International Monetary Fund (IMF), Organisation for Economic Cooperation and Development (OECD), and Asian Development Bank (ADB), besides rating agencies such as Fitch, Moody’s, S&P, among others.

(c) to (e): Owing to different methodologies, different organisations come up with varied estimates for GDP growth, which further change with the release of actual data. The government’s methodology of economic assessment is robust and is consistent with the economic outcomes observed in the Indian economy.

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