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LOK SABHA

UNSTARRED QUESTION NO. 956

TO BE ANSWERED ON THE 16TH NOVEMBER, 1967  
25TH KARTIKA, 1889 (SAKA)

DEFICIT FINANCING

956 Shri M.R. Masani:

Will the Minister of Finance be pleased to state:

(a) the details of deficit financing to which the Central Government have had to resort to during the current financial year;

(b) the factors leading to such a development as against the undertaking given by him during his budget speech that he would not resort to deficit financing;

(c) whether his attention has been invited to a report by the United News of India published in the Hindustan Times on the 11th October, 1967 in this regard; and

(d) whether any steps are being taken to eschew deficit financing?

A N S W E R

DEPUTY PRIME MINISTER & MINISTER OF FINANCE (SHRI MORARJI DESAI)

(a) There has been no deficit financing by the Central Government during the first 7 months of the current financial year.

(b) Does not arise.

(c) Yes Sir.

(d) It is premature to indicate at this stage whether there would be any deficit financing during the rest of the financial year, as much would depend on the revenue collections and the external aid receipts.

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