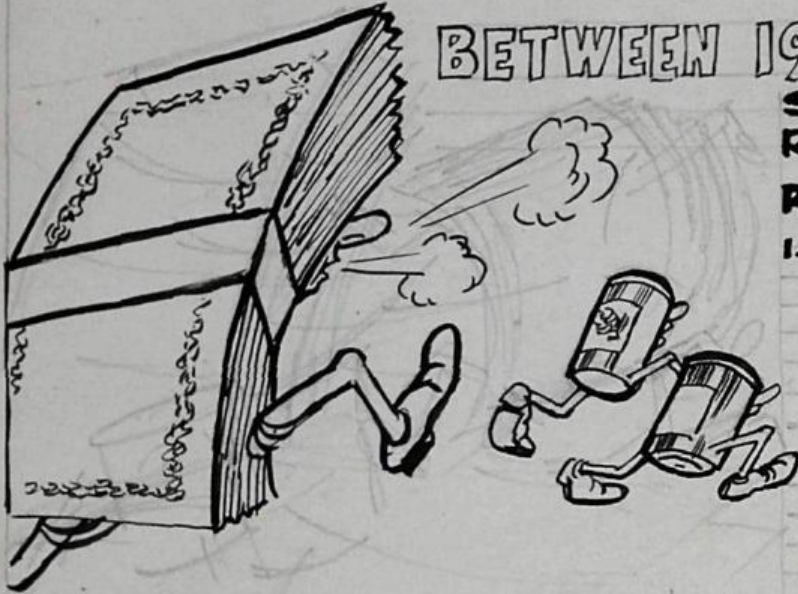
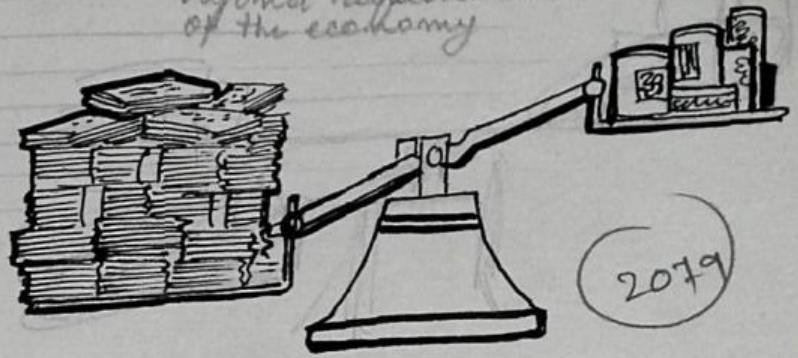


Because of excess  
creation of money  
beyond requirements  
of the economy

X. 13

**THERE IS THUS AN  
IMBALANCE BETWEEN  
MONEY SUPPLY ON ONE  
HAND AND GOODS AND  
SERVICES ON THE OTHER  
BECAUSE OF EXCESS  
CREATION OF MONEY  
BEYOND REQUIREMENTS  
OF THE ECONOMY.**



**BETWEEN 1956 AND 1974 MONEY  
SUPPLY INCREASED FROM  
RS. 2218 CRORES TO OVER  
RS. 11000 CRORES.**

**I.E. NEARLY A FIVFOLD INCREASE.**

**IN CONTRAST, NATIONAL INCOME  
OR BROADLY, GOODS AND  
SERVICES PRODUCED, HAS  
MERELY DOUBLED.**

**IN OTHER WORDS, MORE  
MONEY IS CHASING RELAT-  
IVELY LESS GOODS.**

**PRICES THEREFORE SHOOT  
UP.**

## **RETURN ON STATE INVESTMENTS**

**OUR PLANNING** TODAY MEANS THE DIVERSION  
OF MORE AND MORE RESOURCES  
INTO THE HANDS OF THE  
GOVERNMENT:-

ROUGHLY, ONE THIRD OF THE  
NATIONAL INCOME OR OVER  
30 PAISE IN EVERY RUPEE  
IS DIVERTED TO GOVERNMENT  
THROUGH DIRECT TAXES  
(LIKE INCOME TAX) AND  
INDIRECT TAXES (LIKE SALES  
TAX) EXCISE ON ARTICLES  
OF DAILY USE LIKE SOAP AND  
KEROSENE AND  
GOVERNMENT  
BORROWINGS.

