

## CHAPTER-III

### STATE INCOME

**3.1.0** The advance estimates of State Domestic Product for the year 2004-2005 indicate that during the year the Gross State Domestic Product (GSDP) of Assam is expected to grow by 5.30 per cent at constant (1993-94) prices and by 7.70 per cent at current prices. As per the advance estimates the per capita NSDP (i.e. Per Capita Income) of Assam is likely to attain the level of Rs.6756 at constant (1993-94) prices and Rs.13925 at current prices during 2004-2005.

**3.1.1** The Quick Estimates of Gross State Domestic Product (GSDP) of Assam for 2003-2004 shows that the growth of GSDP at constant (1993-94) prices has increased by 5.49 per cent during the year as against increase of 3.35 per cent in 2002-2003 (Provisional Estimates). At current prices the same has increased by 9.76 per cent in 2003-2004 (Q) as against 9.27 per cent increase in 2002-2003 (P). The Primary Sector registered a very marginal growth of 0.32 per cent during 2003-2004 (Q) over the previous year in real terms while the Construction Sector in the State registered a positive growth of 27.26 per cent, which resulted a growth of 12.38 per cent in Secondary Sector during the aforesaid period. The Tertiary Sector registered a positive growth of 7.87 per cent during the year. The quick estimates of GSDP of Assam in 2003-2004 (Q) at constant (1993-94) prices has been estimated at Rs.20298.24 crore as against Rs.19242.34 crore in 2002-2003 (P). At current prices, GSDP in 2003-2004 (Q) is estimated at Rs.40115.97 crore as against Rs.36547.85 crore in 2002-2003 (P).

According to the Quick Estimates released by the Central Statistical Organization (CSO), the Gross Domestic Product (GDP) at National level at constant (1993-94) prices has grown by 8.5 per cent during 2003-2004, the high GDP growth mainly due to a bumper agricultural growth of 9.6 per cent. The manufacturing sector also registered a growth of 6.9 per cent over the previous year. Growth of construction sector dropped to 7 per cent from 7.3 per cent in 2002-2003. Transport, Storage and Communication sector showed a higher growth of 11.8 per cent in 2003-2004 as against 10.1 per cent in 2002-2003. According to Quick Estimates the Per Capita Income in real terms was up by 7.1 per cent in 2003-2004 to Rs.11799 and at current prices the same is estimated at Rs.20989 in 2003-2004 as against Rs.19040 for the previous year, showing a growth of 10.2 per cent. Table 3.1 shows the growth of the economy of Assam as well as that of the country over the recent few years.

Year	Assam	India
2001-2002	4.5	5.8
2002-2003 (Provisional)	3.4	4.0
2003-2004 (Quick estimates)	5.5	8.5
2004-2005 (Advance estimates)	5.3	6.9

**3.1.2** The Net State Domestic Product (NSDP) of Assam in real terms i.e. at constant (1993-94) prices has been estimated at Rs.17836.78 crore in 2003-2004 (Q) as against Rs.16788.37 crore in 2002-2003 (P) and Rs.16172.81 crore in 2001-2002. Thus, the NSDP registered a growth of 6.24 per cent in 2003-2004 over 2002-2003 as against a growth of 3.81 per cent witnessed in 2002-2003 over 2001-2002. At current prices the same was Rs.35942.57 crore in 2003-2004 (Q) as against Rs.32582.84 crore in 2002-2003 (P) and Rs.29680.15 crore in 2001-2002. The growth rate at current prices in 2003-

2004 was 10.31 per cent in comparison to 9.78 per cent growth witnessed in 2002-2003 (P). The annual compound growth rate of NSDP during the last 10 years period i.e. between 1993-94 and 2003-2004 has been worked out at 10.31 per cent at current prices and 2.84 per cent at constant (1993-94) prices.

**3.1.3** The Per Capita Net State Domestic Product (NSDP) i.e., the Per Capita Income of Assam at constant (1993-94) prices has been worked out at Rs.6520 in 2003-2004 (Q) as against Rs.6221 in 2002-2003 (P) and Rs.6066 in 2001-2002. At current prices the same was Rs.13139 in 2003-2004 (Q) as against Rs.12074 in 2002-2003 (P) and Rs.11132 in 2001-2002. Thus, the Per Capita Income at constant (1993-94) prices showed an increase of 4.81 per cent in 2003-2004 (Q) over 2002-2003 (P) as against the increase of 2.56 per cent in 2002-2003 (P) over 2001-2002. At current prices the same recorded an increase of 8.82 per cent in 2003-2004 (Q) over 2002-2003 (P) as against 8.46 per cent increase in 2002-2003 (P) over 2001-2002. As per advance estimates for 2004-2005 the per capita income is expected to be Rs.13925 at current prices and Rs.6756 at constant (1993-1994) prices.

The Table-3.2 shows the Per Capita Income of Assam and India during the period from 1980-81 to 2004-2005.

TABLE-3.2  
PER CAPITA INCOME OF ASSAM AND INDIA (In Rupees)

Year	At Current Price		At Constant (1993-94) Prices	
	Assam	India	Assam	India
1	2	3	4	5
1980-81	1284	1741	4603	5352
1990-91	4273	5365	5544	7321
1993-94	5715	7690	5715	7690
1994-95	6493	8857	5737	8070
1995-96	7001	10149	5760	8489
1996-97	7394	11564	5793	9007
1997-98	7966	12707	5796	9244
1998-99	8826	14396	5664	9650
1999-2000	10080	15626	5785	10068
2000-01	10718	16707	5943	10306
2001-02	11132	17947	6066	10774
2002-03 (P)	12074	19040	6221	10964
2003-04 (Q)	13139	20989	6520	11799
2004-05 (Adv.)	13925	23308	6756	12414

P : Provisional, Q : Quick Estimate, Adv.: Advance Estimate

Source : (i) Directorate of Economics and Statistics, Assam.  
(ii) Central Statistical Organisation, Govt. of India.

**3.1.4** An analysis of the Sectoral contribution by broad groups reveals that during 2003-2004 (Q) the contribution of Primary, Secondary and Tertiary Sectors to the total Net State Domestic Product of the State at current prices stands at 44.82 per cent, 11.49 per cent and 43.69 per cent respectively. During the same period, the contribution of Primary, Secondary and Tertiary Sectors at constant (1993-94) prices have been found to be 40.37 per cent, 11.10 per cent and 48.53 per cent respectively while in 2002-2003 (P), the contribution were 44.02 per cent, 10.85 per cent and 45.13 per cent at current prices and 42.75 per cent, 9.85 per cent and 47.40 per cent respectively at constant (1993-94) prices.

The share of the entire sectors to the total Net State Domestic Product of the State during 2003-2004 (Q) are shown in the Table-3.3.

The Sectoral composition of the State's economy has undergone considerable changes over the years as revealed from the movement of the State Domestic Product (SDP) at current prices of the State. It is observed that between the period 1993-94 and 2003-04 the share of Primary sector has declined from 48 per cent to 45 per cent and the share of Secondary sector too declined from 13 per cent to 11 per cent. On the other hand, the share of Tertiary Sector has increased from 39 per cent to 44 per cent. The increasing share of this sector is due to the development in this sector in comparison to the development of other two sectors.

The contribution of Agricultural Sector to the total Net State Domestic Product (NSDP) of the State is found to be decreasing over the years. During 2003-2004 (Q), 2002-2003 (P) and 2001-2002 the share of this Sector were 31.99 per cent, 32.12 per cent and 34.28 per cent respectively at current prices and 31.19 per cent, 33.50 per cent and 33.09 per cent respectively at constant (1993-94) prices.

TABLE- 3.3

THE SECTORWISE PERCENTAGE SHARE TO THE  
TOTAL NSDP OF THE STATE DURING 2003-2004 (Q)

INDUSTRIES		At current prices	At constant (1993-94) prices
1		2	3
<b>1.</b>	<b>Primary Sector (Total)</b>	<b>44.82</b>	<b>40.37</b>
	(i) Agriculture	31.99	31.19
	(ii) Forestry and Logging	1.60	1.92
	(iii) Fishing	2.03	2.20
	(iv) Mining and Quarrying	9.20	5.06
<b>2.</b>	<b>Secondary Sector (Total)</b>	<b>11.49</b>	<b>11.10</b>
	(i) Manufacturing	7.37	7.23
	(ii) Construction	4.73	4.66
	(iii) Electricity, Gas and Water Supply	(-) 0.61	(-) 0.79
<b>3.</b>	<b>Tertiary Sector (Total)</b>	<b>43.69</b>	<b>48.53</b>
	(i) Transport, Storage & Communication	2.49	3.98
	(ii) Trade, Hotels & Restaurants	15.95	18.07
	(iii) Banking & Insurance	5.12	5.45
	(iv) Real Estate, Ownership of dwelling & Business Services	3.61	3.46
	(v) Public Administration	6.05	6.88
	(vi) Other services	10.47	10.69
Source: Directorate of Economics and Statistics, Assam.			