

Failure of India's Five Year Planning

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Inadequate Economic Growth

- The growth rate is less than the targeted growth rate.

Plan	Target	Achievement
2 nd Plan	4.5%	4%
3 rd Plan	5.6%	2.2%
4 th Plan	5.7%	3.3%
6 th Plan	5.3%	4.3%
7th Plan	5.6%	4.45%
9 th Plan	6.5%	5.4%
10 th Plan	8.0%	7.7%
11 th Plan	9.0%	7.9%
12 th Plan	8.0%	6.5%

Low Per Capita Income

- India is a lower middle income country.
- India's per capita income was 1670 dollar compared to 83,832 of Switzerland.
- The per capita availability of goods and services has also remained stagnant.

Inequalities of income and wealth

- India's 1% rich population hold 58% of country's wealth and 10% owns around 80.7% .
- India's growth is a corporate led growth.



Poverty

- During early phase of planning – 54.9%
- 2004- 05 ---- 37.2%
- 2011- 12 – 19.98%

Unemployment

- No of jobseekers – 1971 – 51 Lakhs
1991- 363 Lakhs
2012- 448 Lakhs
- Growth rate of labour force- 2.5%
- Employment growth rate – less than 2%.

Decorative socialistic society

- Land Reform Measures have failed.
- Concentration of economic power in few hands
- Laws of capitalism
- Private sectors is the dominant sectors.

Inter State Growth disparities

- The ranking of some states on GSDP per capita on Growth Rate – (Rs)

Maharashtra -- 80,828

Haryana -- 80,826

Gujarat -- 74,729

Assam --- 29,161

Bihar --- 18,685

Uttar Pradesh -- 23,304

Low level of Social Development-

- literacy rate - 74.4%.
- Adult literates –287 million –half of the global illiterates in India.
- Malnourished children- 45% against 9% in China
- Only 47% household in India have access to drinking water, 43.5%- Tap water and 50% -sanitations
- India rank 131 out of 188 countries (HDI)

Inefficient administration

- Firstly, Indian bureaucracy is often politicized leading to corruption
- Secondly, there is absence of public accountability
- Thirdly, failure of Panchayat Raj and inefficient field functionaries

Rise in prices

Price stability has been one of the major objectives of every five year plan in India. In the first plan price level came down. In all other plan price recorded a steep rise.

Price trend

2 nd plan ---	6.3%
3 rd plan ---	5.8%
4 th Plan ---	9%
5 th Plan ---	6.3%
9 th Plan ---	3.6%
10 th Plan ---	5%
11 th Plan ---	7%



THANK YOU