

National Institute of Public Finance And Policy  
LIBRARY

**ANNUAL REPORT**  
For the year 1984-85

28



**NATIONAL INSTITUTE OF PUBLIC  
FINANCE AND POLICY**

18/2 SATSANG VIHAR MARG, SPECIAL INSTITUTIONAL AREA  
NEW DELHI-110067

R  
354.54062(N)  
N 21 A  
M5

## CONTENTS

	Page No
Overview	1
Research Activities and Consultancy Work	4
Training Programmes	6
Visiting Professors and Scholars	6
Computer Centre	7
Library	7
Lectures by Staff Members	7
Institute's Publications	8
Corporate Membership	8
Composition of the Governing Body	8
Institute's Building Complex	9
Grant from the Government of India	9
Ford Foundation Supplementary Grant	9
ANNEXURES	10
ACCOUNTS—ANNEXURE X	33



## **Report of the Governing Body of the National Institute of Public Finance and Policy for the Year 1984-85**

### **Overview**

The Institute completed eight years of its activities comprising research, consultancy and training functions on May 31, 1984. During the year 1984-85 three major research projects, among several others, were completed and their reports submitted to the respective sponsors. The year also witnessed the successful expansion of the form and content of the Institute's training programmes with the inauguration of two new courses, namely, Introduction to Economic Analysis and Policy, and Urban Finance and Development. Also, the three-day residential training programme in Housing Management, held for the first time in April 1983, was developed into a regular and full-fledged course in Housing Finance under the aegis of the Ministry of Works and Housing, Government of India.

The brisk pace of activities in the Institute was maintained, especially through the concerted effort by the professional staff to adhere to the datelines for submission of three major reports. (These reports are described later.) It will be appropriate to mention that an Academic and Projects Committee was set up in the Institute in 1983, consisting of the senior academic staff, to periodically review, evaluate and assess work on the projects undertaken by the Institute. A few other committees, set up in the preceding year with the object of overseeing the day-to-day work of the Institute, have also been functioning effectively.

Mention may specifically be made of some important developments pertaining to the senior-most position in the Institute. Dr. R J Chelliah, who had returned to the Institute in July 1983 as its full-time Director after the completion of his tenure as Member, Economic Administration Reforms Commission, had to go to Zimbabwe on the invitation of that country's Government through the Government of India in May 1984 and again in October 1984 for a total period of about four months. Dr. Bimal Jalan, Chief Economic Adviser and Special Secretary to the Government, accepted the additional responsibility of looking after the Institute as Honorary Director during the period from July 29 to December 4, 1984. Dr. Chelliah was appointed Member of the Planning Commission, Government of India, in January 1985. He joined the Planning Commission on 16th January, 1985. Thereupon, at the instance of the Governing Body, Dr. Amaresh Bagchi, Officer on Special Duty, Ministry of Finance, Government of India, was approached with the offer of Directorship of the Institute. Dr. Bagchi accepted the offer subject to his release from the Ministry of Finance. Dr. Chelliah was requested to look after the affairs of the Institute as Honorary Director till Dr. Bagchi was in a position to take over as Director. Dr. Chelliah had to go to Zimbabwe at the end of March 1985. Dr. Bagchi took over as Honorary Director on April 1, 1985 and as full-time Director from July 1, 1985. (It may be recalled that Dr. Bagchi had been on deputation at the Institute as Senior Fellow and RBI Professor since June 1980, and had returned to the Ministry of Finance in December 1983).



Dr. Shankar N. Acharya, formerly Research Adviser, World Bank, who had joined the Institute as Senior Fellow in August 1982, completed his major assignment at the Institute and subsequently, in February 1985, accepted the position of Economic Adviser in the Ministry of Finance, Government of India.

As on March 31, 1985, the Institute had on its rolls 30 professional staff members, including the Honorary Director. The list of Faculty members and other senior staff members is given in Annexure I. In addition, there were temporary Research Investigators and Research Assistants attached with various projects. Two senior Consultants and two Consultants were appointed by the Institute in July 1984. Dr. T R Talwar, who had joined as ICSSR Fellow in February, 1984 for a one-year term, continued to work in that capacity for one more year beginning February 1985. Mr. K Srinivasan, former Member, Central Board of Direct Taxes, continued to work with us as Senior Consultant.

As mentioned earlier, Dr. Chelliah, Director of the Institute, was appointed Member, Planning Commission, in January 1985. He had also been appointed Chairman of the Commission of Inquiry into Taxation, Government of Zimbabwe, and was requested to assist the Government of Zimbabwe in their efforts at tax reform.

During the year, several senior professional staff members were active in their academic and research work in the Institute as well as with lectures, seminars and various assignments both in India as well as other countries.

Dr. Vinay D Lall, Senior Fellow, who has been on leave from September 1984, is working as Director, Society for Development Studies, New Delhi, and was also World Bank Consultant to the Government of Egypt for whom he carried out a study and prepared a report on Investment Strategy and Fiscal Incentives in Egypt, in January 1985. Dr. Lall also conducted the Workshop on Methodology for Opinion Survey of Members of Central Provident Funds in August 1984. The workshop was sponsored by the Central Provident Fund Commissioner.

Dr. K N Reddy, Senior Fellow, was actively associated with the expansion of the scope of training programmes in the Institute. He conducted the inaugural courses on Introduction to Economic Analysis and Policy, and Housing Finance. He also assisted Dr. Chelliah in organising a lecture series in the Institute by Professor Richard Goode of the Brookings Institute, USA.

Dr. V G Rao, Senior Fellow, was a Member of the Uttar Pradesh Resource Mobilisation and Taxation Review Committee, Government of Uttar Pradesh till late December 1984, when he unfortunately passed away.

Mr. K Srinivasan, Senior Consultant, addressed a seminar on Wealth Tax on Companies organised by the Northern India Regional Council of Chartered Accountants. He also participated in a workshop and a seminar held by the Federation of Indian Chambers of Commerce and Industry (FICCI) on Economic and Legal Aspects of Wealth Tax, and Company Taxation, respectively. In addition, he was Consultant in the Opinion Survey on the Need for Conversion of Provident Funds into a Pension Scheme, conducted by the Institute for the Central Provident Fund Commission, and also coordinated studies on certain income tax incentives entrusted to the Institute by the Central Board of Direct Taxes (CBDT).

Dr. M Govinda Rao, Fellow, was deputed under the Government of India's ITEC programme as Consultant to the Commission of Inquiry into Taxation, Government of Zimbabwe, from August

to December 1984. He submitted two papers to the Commission: one on Analysis of Indirect Taxes in Zimbabwe and the other on Incidence of Indirect Taxes in Zimbabwe.

Dr. Rao also organised the Advanced Training Course in Sales Tax Administration held in May 1984.

Dr. Shyam Nath, Fellow, was responsible for the satisfactory conduct of the two courses in Urban Finance (September-October 1984 and January 1985) and the autumn 1984 course on Sales Tax Administration.

Mr. Srinivasa Madhur, Senior Economist, returned to the Institute in September 1984 after completing a one-year study leave with the ICIM, New Delhi, where he worked on a project in Econometrics. Immediately after his return, he went to Bangkok to attend the Regional Seminar on Interlinked Country Model System, organised by the United Nations Economic and Social Council for Asia and Pacific (UN-ESCAP).

Dr. Arun Kumar, Senior Economist, worked at the Institute until August 1984 when he joined the Jawaharlal Nehru University as Assistant Professor. He could not, however, complete the work assigned to him in the Institute till January 1985, and was afforded the facilities required by him in the Institute for this purpose during the intervening period.

Dr. Tapas Kumar Sen, Economist, submitted a Note on "Determining the Impact of the Monsoon on the Budget: An Approach to the Problem" to the Committee on Change in Financial Year, Planning Commission, Government of India.

In pursuance of its policy of encouraging, in various ways, merit among the staff members, the Institute made two senior-level appointments through duly appointed selection committees and on the basis of an overall review of performance. Dr. Shyam Nath and Dr. M Govinda Rao, Senior Economists, were appointed Fellows and subsequently given charge of the Institute's major training programmes and research projects, respectively. Further, as a measure of faculty improvement, the Institute has been sponsoring its staff members for receiving training at universities in the USA under the Ford Foundation Grant for research and training in Public Finance. Under this programme, Dr. Tapas Kumar Sen and Mr. S Gopalakrishnan, Economists, left for the USA in August 1984 for a 9-month stay in the University of Maryland and University of Wisconsin, respectively. For the next year, the name of Mr. A V L Narayana, Economist, has been proposed under this programme.

The Institute nominated Mr. Gautam Naresh and Mr. O P Bohra, Research Assistants, as participants in the Urban Finance Course in January 1985, sponsored by the Ministry of Works and Housing, Government of India. Mrs. Vijaya Devi and Mrs. Sujata Dutta, Research Assistants, were similarly nominated to the Housing Finance courses in September 1984 and March 1985.

Some senior staff members continued to serve on various committees set up by the Central and State Governments.

Dr. Vinay D Lall, Senior Fellow, served as Member, Working Group on Housing for the Seventh Five Year Plan, Planning Commission, and as Member, Sub-Group on Budgetary Savings, Planning Commission. He was also on the Task Force on National Income and Public Sector Statistics, Central Statistical Organisation, Government of India.

Dr. K N Reddy, Senior Fellow, served as Member, Working Group on Financial Resources for Financing the Seventh Five Year Plan of the Union Territory of Delhi, Delhi Administration.



Mr. K Srinivasan, Senior Consultant, served as Member, Taxation Sub-Committee of the FICCI.

Dr. M Govinda Rao, Fellow, served as Member, Uttar Pradesh Resource Mobilisation and Taxation Review Committee, Government of Uttar Pradesh from January 1985.

Dr. Tapas Sen, Economist, worked with the Study Group on Corporate Income Taxation (Chairman: Dr. I S Gulati).

### Research Activities and Consultancy Work

The year under review saw the completion of some important research projects, and appreciable progress on the others. In addition, work on some new projects was initiated. The services of the Institute continued to be extensively utilised by the Central Government, State Governments, international agencies and important all India associations and organisations.

a. *Projects completed or nearing completion.* A concerted two-year exercise, which began in August 1982 at the instance of the CBDT, Ministry of Finance, Government of India, culminated in the preparation of the report entitled "Aspects of the Black Economy in India". As mentioned in the Annual Report for the previous year, this major project set out to survey the crucial area of black income generation with the object of not only obtaining a reliable estimate of the magnitude of the annual generation of black income but also providing a critique of the existing estimates and the methodology used in arriving at these estimates. Other important aspects of this study related to the causes of generation of black income and the policy measures that might have to be taken to counter the growth of black income. The study is expected to make an important contribution to an understanding of the taxation policy of the Government of India and also to provide a much needed input into the overall planning for the growth of the economy.

The Report was submitted to the Ministry of Finance in March 1985. The Report was given classified status, pending its examination by the Ministry. The Government have now released the report for public debate before taking action on some of the findings and suggestions. In view of the significance of the study, the Report has drawn wide attention among economists and policy-makers as well as the media.

Another important project that was completed during the year related to Housing Finance in India. Its Report was submitted to the sponsors, the Ministry of Works and Housing, Government of India, in September 1984.

The third major project, pertaining to evasion of excise duty on cotton textile fabrics, was completed and its Report submitted to the sponsors, the Central Board of Excise and Customs (CBEC), Ministry of Finance. It may be recalled that the CBEC had entrusted to the Institute a study of evasion of excise duty in respect of selected commodities, namely, plastics, copper and cotton textile fabrics. The Reports on excise duty evasion in respect of the first two commodities were submitted to the CBEC in 1982 and 1983, respectively.

The project entrusted to the Institute by Delhi Administration in 1983 comprised a comprehensive study of the three major levies in the Union Territory of Delhi, namely, Sales Tax, Property Tax and Terminal Tax. As indicated in the Institute's Annual Report for the year 1983-84, an important section of the Project Report relating to administrative organisation of the Sales Tax Department was submitted to Delhi Administration in March 1984. The Report containing a detailed study of two of the levies, sales tax and property tax, was finalised and submitted to the

sponsors in July and November, 1984, respectively, while the third and final part pertaining to terminal tax is under revision.

The Final Report of the study pertaining to Projections of Revenues from Major Taxes of States and of Revenue from Forests for the period of the Seventh Five Year Plan was submitted in May 1984 to the Sub-Group on States' Resources of the Working Group set up by the Planning Commission to study financial resources for the Seventh Plan period. Two papers relevant to this study were also prepared during the year. These are.

(i) Suggestions for Rationalisation of Tax Structure of Central and State Taxes, and Additional Resources Mobilisation for the Seventh Five Year Plan. (The Report was submitted in February 1985 to the Working Group set up by the Planning Commission to Study the Potential as well as the Instruments for Domestic Resource Mobilisation for the Seventh Plan period.)

(ii) Elasticity and Buoyancy Estimates of Major Taxes of the Centre and States and suggestions for reform to make the tax system more responsive to Inflation.

The Eighth Finance Commission had entrusted to the Institute a study of Revenue and Expenditure Projections: Evaluation and Methodology. The study was completed and its Report submitted to the sponsors.

The Industrial Credit and Investment Corporation of India (ICICI) had entrusted to the Institute a project on Inflation and the Taxation of Capital Income in the Corporate Sector in India. The project was completed and the Report sent to the sponsors in August 1984. Two other projects completed during the year were:

(i) A Note on the Cascading Effect of Input Taxation: A Case Study of Six Commodities;

(ii) A study of the functioning of the various Commercial Taxes in West Bengal entrusted to the Institute by the State Government, comprising three parts: (a) A Study of the Sales Tax, the final report of which was submitted in July 1984; (b) Study of Entertainment and Entry Taxes, and (c) Study of Stamp Duty and Registration Fee. The Report in respect of the last Section is awaiting final revision.

Three projects are in their penultimate stages: These are (i) Entry Tax as an Alternative to Octroi in Rajasthan (sponsored by the Government of Rajasthan) and (ii) Public Sector Savings Behaviour in India (sponsored by the Indian Council for Research in International Economic Relations).

The third project, sponsored by the Institute, is Tax Implications of Religious and Charitable Trusts. This is now nearing completion. It may be noted that the first part of the project relating to Private Trusts was published by the Institute in October 1983 under the title *Tax Treatment of Private Trusts*.

b. *Projects under progress and new projects.* Satisfactory progress has been made on the projects entrusted to the Institute by the Central and State Governments.

The Central Board of Direct Taxes (CBDT), Ministry of Finance, has sponsored two projects: (i) Evaluation of Selected Incentives in the Indian Income-tax Act 1961, and (ii) Evaluation of Corporation Tax Incentives.

The Government of Madhya Pradesh has entrusted to the Institute a project on Rationalisation of Sales Taxation in that State. Work on this project has been proceeding apace since October 1984.



Another important ongoing project is an opinion survey on the Conversion of Provident Funds into Pension Funds, sponsored by the Central Provident Fund Commissioner, Government of India. The work has since been completed and a draft report sent to the Central Provident Fund Commissioner in June 1985.

### Training Programmes

Over the past few years the Institute has acquired a creditable reputation for its various training courses. This is evident from the steady and, in some cases, even increasing attendance at these courses. This is as it should be, affirming one of the major objectives of the Institute, that is, imparting advanced training of high standard to officials of the Central, State and local governments. During the year under review, the Institute conducted two Advanced Training Courses in Sales Tax Administration for Senior Officers of the Commercial Tax Departments of the State Governments. The first course was held in May 1984 and the second in October 1984.

As mentioned earlier, a short-duration residential training programme on Housing Management, introduced in April 1983 under the aegis of the All India Housing Development Association, New Delhi, developed into a full-fledged training programme in Housing Finance, sponsored by the Ministry of Works and Housing, Government of India. Two courses were held, one in September 1984 and the other in March 1985.

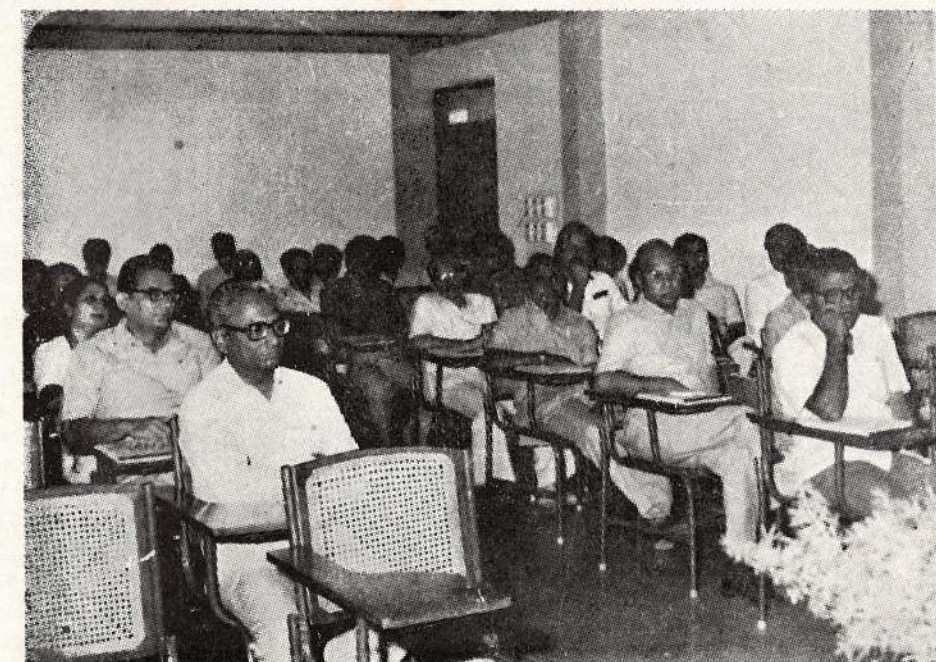
The Institute had been considering for some time the possibility of introducing a new course on Economic Analysis and Policy, designed specially to impart training to government officers who are engaged in economic administration but who have not had any formal training in economics. This course, named Introduction to Economic Analysis and Policy, was inaugurated in December 1984 and is sponsored by the Department of Personnel and Training, Government of India. The course is expected to be conducted twice every year in future.

Another new course introduced during the year was Training Programme in Urban Finances. The course is designed to cover areas, such as different sources of demand for urban services, finances of urban local bodies, innovative schemes to mobilise additional resources; budgeting; State-Municipal financial relations; and international experiences in financing development of urban centres. Two courses were provided, in September 1984 and January 1985.

Two workshops were also organised during the year: (i) Workshop on Methodology for an Opinion Survey of Members of Central Provident Funds, held on August 14, 1984, and sponsored by the Central Provident Fund Commission. This workshop was part of the project mentioned earlier, that is, Conversion of Provident Funds into Pension Fund; (ii) Workshop on Urban Land Prices, held on March 19, 1985, and sponsored by the Town and Country Planning Organisation, Ministry of Works and Housing.

### Visiting Professors and Scholars

The Institute attributes considerable importance to the interaction of its professional staff with various Indian and foreign academicians, practising economists and officials through seminars, discussions and lectures. This year too a number of scholars and professional economists from India as well as abroad were invited to the Institute. Among the visitors were, (i) Dr. Richard Goode, formerly Director of the Fiscal Affairs Department, International Monetary Fund and now Fellow at the Brookings Institute, Washington, DC, (ii) Dr. John Adams, Professor and Chairman, Department of Economics, University of Maryland, USA, who discussed with the Institute's



(Above and overleaf) : Glimpses of speakers and participants at the Institute's Training Courses





professional staff certain issues relating to "Prospects of Growth during the Seventh Five Year Plan in India", and (iii) Professor Gorti V L Narasimhan, Director, Industrial Research and Forecasting Division, US Department of Commerce, who held a seminar on "Advantages of Free Trade for Developing Countries".

Some senior faculty members of the Institute too conducted seminars during the year on the basis of their work. A list of the speakers and the topics of their seminars is presented in Annexure III.

#### **Computer Centre**

There was an addition to the existing hardware of S/4, namely, HCL Work Horse Level II which has helped to get a better throughput from the computer. The new machine can be upgraded with the addition of a printer into a complete word processor as well. This additional facility will be useful in the preparation of the Institute's Reports and Papers. The necessary software on Data Entry, Word Processor and Fortran compiler has already been received from the HCL.

Necessary training in the use of the Work Horse has been provided to staff member Shri K R Subramanian within the Computer Department itself.

In addition to the usual maintenance and modification of the existing software, efforts were directed towards developing the new users' software for general use and for use in processing information for specific projects. These projects include: (i) Aspects of the Black Economy in India, (ii) Conversion of Provident Funds into a Pension Fund, (iii) Reform of the Sales Tax in Madhya Pradesh, (iv) Alternatives to Octroi in Rajasthan, (v) Domestic Savings Behaviour, and (vi) Union Excise Duty and other Taxes in India.

Existing data were upgraded and several new data series were included in the Data Bank Files on S/4. Lectures were given on "Electronic Data Processing" and "Information System" during the training courses on Urban Finances, Introduction to Economic Analysis and Policy, and Advanced Training Course in Sales Tax Administration. Demonstrations were also organised for the participants in the above courses.

#### **Library**

About a thousand volumes of books, reports, reprints and other publications, both Indian and foreign, and relating to Public Finance, Public Policy and allied subjects, were added to the Library Stock during the year. The total holdings of such publications and bound periodicals etc. amount to nearly 8000 volumes. As of now, 81 periodicals including loose-leaf series are being received in the Library. The list is given as Annexure IV. We propose to reactivate our publications exchange programme with prominent institutions, both in India and abroad, for books, reports, working papers and mimeographed papers etc.

As usual, this year also several research scholars from various Universities and Institutions visited our Library in connection with their research work in the area of Public Finance. Their names and addresses of their affiliate institutions are given in Annexure V. From June 1984 we have been sending regularly our Monthly Accession Lists to all State Governments in India, in accordance with the decision taken at the Consultative Committee of the Finance Secretaries of State Governments.

#### **Lectures by Staff Members**

Various professional and research institutes of repute and universities invite our staff members to lecture on different aspects of economics, in general, and on public finance and related



subjects, in particular. This year too, several of our staff members lectured at various institutions. These include: India International Centre, Jawaharlal Nehru University, Delhi School of Economics, National Institute of Educational Planning and Administration, New Delhi, and the University of Bombay. Details of lectures given are contained in Annexure VI.

#### Institute's Publications

a. *Publications.* The Institute published two of its studies during the year. These are: (i) *Entry Tax as an Alternative to Octroi*—this was prepared earlier for the Government of Gujarat and published in October 1984, and (ii) *Information System and Evasion of Sales Tax in Tamil Nadu*—this report had been prepared in December 1982 and was published by the Institute in December 1984.

b. *Papers by Staff Members.* A number of papers were prepared by the Institute's staff in the form of conference papers, working papers, research papers and articles contributed to various journals and newspapers. Details of papers and articles brought out during the year are given in Annexure VII.

#### Corporate Membership

As on March 31, 1985 the Institute had 15 Sponsoring Corporate Members, 6 Life Corporate Members and 12 Ordinary Corporate Members. During the year, Syndicate Bank rejoined as an Ordinary Corporate Member and Indian Overseas Bank resigned from its membership. The list of members is contained in Annexure VIII.

#### Composition of the Governing Body

According to the Memorandum and Rules of the Institute, the Governing Body of the Institute has to be reconstituted every four years. Since the Governing Body was last reconstituted in April 1980, the term of the members of the Governing Body expired in April 1984. As the Governing body consisted of nominated members and co-opted members, nominations were invited from the various nominating authorities and nominated members of the Governing Body co-opted the other members in their meeting held on June 25, 1984. The reconstituted Governing Body now consists of 10 nominated members and 9 co-opted members including the Chairman.

The two-year term of the Sponsoring State Governments of Gujarat, Tamil Nadu and Orissa, who represented the Governing Body by rotation, also came to an end during the year. Subsequently, the Governments of Punjab, Uttar Pradesh and Rajasthan were invited to join the Governing Body for a term of two years.

Dr. C H Hanumantha Rao, Member, Planning Commission, one of the co-opted members, resigned from the membership of the Governing Body in view of his heavy responsibilities in the Planning Commission. Dr. R J Chelliah, Director of the Institute, who was an ex-officio Member-Secretary of the Governing Body, also resigned from the Institute's Directorship consequent to his new assignment as Member, Planning Commission. These vacancies were filled by co-opting Dr. Chelliah as Member in place of Dr. C H Hanumantha Rao and appointing Dr. A Bagchi, Director of the Institute, as Member-Secretary of the Governing Body.

The list of members of the reconstituted Governing Body as on March 31, 1985, is given as Annexure IX.

#### Institute's Building Complex

It has been decided to take up the construction of residential quarters for the Institute's professional staff and senior administrative staff at an estimated cost of Rs 22 lakh. A request has therefore been made to the Ministry of Finance, Government of India, for sanction of a Capital Grant of Rs 22 lakh for construction of these quarters. The Institute's request is being processed by the Ministry of Finance and as soon as the grant is sanctioned the Institute will be able to begin construction of these staff quarters.

#### Grant from the Government of India

The Institute was receiving an annual grant of Rs 6 lakh from the Government of India for meeting its recurring expenditure. The Government was moved for a suitable increase in the grant in view of mounting costs. An annual grant of Rs 10 lakh was agreed to by the Government from the year under review. Government of India have also undertaken to help the Institute to meet the additional costs resulting from rises in dearness allowance payable to the core staff. A sum of Rs 1.35 lakh was paid during the year on this account.

#### Ford Foundation Supplementary Grant

The Ford Foundation had made available to the Institute a Supplementary Grant amounting to US \$2,45,000 for developmental support for a period of three years commencing September 12, 1980. This period was extended by one year in 1983, but since the Institute was not able to utilise the grant fully by the end of the fourth year, the Ford Foundation was requested to extend the period of the grant till December 1985. The Foundation has acceded to our request.

Out of the total Supplementary Grant of US \$2,45,000, the Institute had utilised the equivalent of US \$2,14,775 upto March 31, 1985. A detailed break-up of the utilisation of the Grant is given in Schedule G attached to the Annual Accounts of the Institute.

#### Accounts

Accounts of the Institute for the financial year 1984-85 duly audited by the Institute's Auditors are appended to this Report as Annexure X.

Sd.  
Dr. Amaresh Bagchi  
Director

July 24, 1985

Sd.  
Dr. A M Khusro  
Chairman



# ANNEXURE I

## List of Professional Staff Members working during the Year 1984-85

S.No. (I)	Name (II)	Qualification (III)	Designation (IV)
1.	R J Chelliah	M.A., Ph.D.	Director (joined as Member, Planning Commission, on 15.1.1985)
2.	A Bagchi	M.A., Ph.D.	Honorary Director w.e.f. 1.4.1985*
3.	K Srinivasan	B.A. (Hons.)	Senior Consultant
4.	Vinay D Lall	M.A., Ph.D.	Senior Fellow on leave w.e.f. 1.9.1984
5.	K N Reddy	M.A. (Hons.) Ph.D.	Senior Fellow
6.	Shankar Acharya	M.A., Ph.D.	Senior Fellow (joined as Economic Adviser, Ministry of Finance, on 7.2.1985)
7.	V G Rao	M.A., Ph.D.	Senior Fellow (expired on 27.12.1984)
8.	M C Purohit	M.A., Ph.D.	Fellow (on leave)
9.	K N Balasubramanian	M.A., LL.B.	Consultant
10.	S K Das	M.A., Ph.D.	Consultant (term expired on 30.9.84)
11.	Shyam Nath	M.A., Ph.D.	Promoted as Fellow w.e.f. 16.6.1984
12.	M Govinda Rao	M.A., Ph.D.	Promoted as Fellow w.e.f. 16.6.84
13.	T R Talwar	M.A., Ph.D.	ICSSR Fellow
14.	M Srinivasa	M.A.	Senior Economist
15.	J V M Sarma	M.A.	Senior Economist
16.	Pawan K Aggarwal	M.Sc.	Senior Economist
17.	K K Atri	M.A.	EDP Manager
18.	Arun Kumar	M.Sc., M.S., Ph.D.	Senior Economist (resigned Aug. 84)
19.	H K Sondhi	M.Sc. (Hons.) LL.B.	Senior Consultant (joined on 2.7.84)
20.	S Pawamani	B.A.	Consultant (joined on 2.7.84)
21.	B Nimbur	M.A., Ph.D.	Consultant (joined on 2.7.84)
22.	S P Chaudhry	M.A.	Consultant (term expired)

\*Dr A Bagchi joined as full-time Director from July 1, 1985.

# ANNEXURE I (Contd.)

I	II	III	IV
23.	V S Renganathan	M.A., Ph.D.	Economist (Publication) on deputation w.e.f. 24.1.85 with Regional Engineering College, Trichurapalli
24.	Tapas K Sen	M.A., Ph.D.	Visiting Scholar at University of Maryland from August 20, 1984
25.	S Gopalakrishnan	M.A.	Economist
26.	A V L Narayana	M.A., M.Sc.	Economist
27.	Gopinath Pradhan	M.A., Ph.D.	Economist
28.	Tulsi Dhar	M.A.	Economist
29.	P L N Raju	M.A.	Economist (joined on 21.9.1984)
30.	Christopher Cecil	M.A.	Editor
31.	A K Halen	M.A.	Computer Programmer
32.	Vijaya Devi	M.A.	Research Assistant
33.	Sujata Dutta	M.A.	Research Assistant
34.	O P Bohra	M.A.	Research Assistant
35.	Gautam Naresh	M.A. (Double)	Research Assistant
36.	Gita Bhatnagar	M.A.	Assistant (Computer Operations)

## Senior Administrative and Library Staff

37.	J K Jain	B.A. (Com.)	Administrative Officer
38.	H K Paruthi	M.A., B.Lib.Sc.	Librarian
39.	S C Tandon	B.A., PGDIBM, DIIM (London)	Special Assistant to the Director (In-charge Training and Production) (on deputation with Tata Energy Research Institute w.e.f. 1.1.1985)

## OBITUARY

The Institute records with deep regret the passing away of Dr. V G Rao, Senior Fellow, on December 22, 1984. Affectionately known as 'VG', he was held in great regard by the staff. The loss of VG is felt not only because he was a warm and helpful colleague but also because he died at the the age of only 38, leaving hopes of a bright career unfulfilled.



## ANNEXURE II

### List of Studies completed and Working Papers prepared during 1984-85

#### Studies Already Completed

- |  |   |
|--|---|
| 1. Aspects of the Black Economy in India (submitted to Ministry of Finance, Government of India—March 1985)  | Shankar N Acharya, R J Chelliah, A V L Narayana |
| 2. Housing Finance in India (submitted to Ministry of Works and Housing, Government of India—September, 1984)  | Vinay D Lall                                    |
| 3. (i) Sales Tax System in Delhi (submitted to Delhi Administration—July 1984)   | R J Chelliah, K N Reddy                         |
| (ii) Property Tax System in Delhi (submitted to Delhi Administration, November 1984)   | R J Chelliah, Shyam Nath                        |
| 4. Excise Duty Evasion in Cotton Textile Fabrics (submitted to Central Board of Excise and Customs—September 1984)   | M G Rao   |
| 5. (i) Sales Taxation in West Bengal (Report on Legislative Reform, submitted to Government of West Bengal—January 1985)   | K N Balasubramanian, S Pavamani                 |
| (ii) Study of Entertainment and Entry Taxes  | J V M Sarma                                     |
| (iii) Study of Stamp Duties and Registration Fees (under final revision)   | S Gopalakrishnan                                |
| 6. Inflation and the Taxation of Capital Income in the Corporate Sector in India (Report submitted to Industrial Credit and Investment Corporation of India—August 1984) | Tapas K Sen                                     |
| 7. Some Preliminary Background Materials to assist the Corporate Tax Study Group (Chairman : Prof. I S Gulati)   | Tapas K Sen                                     |
| 8. A Note on the Cascading Effect of Input Taxation: A Case Study of Six Commodities (Ministry of Finance)   | Srinivasa Madhur                                |

Requests for Reports and Papers should be addressed to the Director. The Institute regrets its inability to supply Reports and Papers of a confidential nature and also those out of stock.

## ANNEXURE II (Contd.)

- |   |                  |
|---|------------------|
| 9. Revenue and Expenditure Projections: Evaluation and Methodology (submitted to 8th Finance Commission)  | V G Rao          |
| 10(a) Projections of Revenue from Major Taxes of the States, and of Revenue from Forest for the period of the Seventh Five Year Plan (Final Report submitted to the Sub-Group on States' Resources, of the Working Group set up by the Planning Commission—May 1985)  | Pawan K Aggarwal |
| (b) Suggestions for Rationalisation of Tax Structure of Central and States Taxes, and Additional Resource Mobilisation for the Seventh Five Year Plan (Report submitted to the Working Group set up by the Planning Commission to study the Potential as well the Instruments for Domestic Resource Mobilisation for the Seventh Five Year Plan period—February 1985) | Pawan K Aggarwal |

#### Ongoing Projects as on 31.3.1985

- | Title   | Sponsor   |
|---|---|
| 1. Alternatives to Octroi in Rajasthan  | Government of Rajasthan   |
| 2. Rationalisation of Sales Taxation in Madhya Pradesh                                      | Government of Madhya Pradesh                                    |
| 3. Revenue Implications of Selected Concessions Provided in the Indian Income Tax Act, 1961 | Central Board of Direct Taxes                                   |
| 4. Opinion Survey for Conversion of Provident Funds into Pension Funds                      | Central Provident Fund Commissioner                             |
| 5. Public Sector Savings Behaviour  | Indian Council for Research in International Economic Relations |
| 6. Tax Implications of Religious and Charitable Trusts                                      | National Institute of Public Finance and Policy                 |

#### Projects proposed to be undertaken

- |  |                               |
|--|-------------------------------|
| 1. Fiscal Policy for the National Capital Region | Ministry of Works and Housing |
|--|-------------------------------|



## Seminars held at the Institute during 1984-85

Sl No.	Speaker	Institutional affiliation	Topic	Date
1.	Dr. Arvind Panagariya, Associate Professor of Economics	University of Maryland, USA	Illegal International Trade — A crime theoretic approach	June 12, 1984
2.	Dr. Seven-olof Lodin, Professor of Economics	Stockholm University	(i) Swedish Fiscal Policy (ii) The Problems of Swedish Tax System	June 13, 1984 June 14, 1984
3.	Prof. Gorti V L Narasimham, Director	Industrial Research and Forecasting Division, Trade Information and Analysis, International Trade Administration, US Department of Commerce	Advantages of Free Trade for Developing Countries	July 27, 1984
4.	Dr. Tapas Sen, Economist	NIPFP, New Delhi	Inflation and Taxation of Capital Income in the Corporate Sector	August 3, 1984
5.	Dr. John Adams, Professor and Chairman	Department of Economics, University of Maryland, USA	Prospects of Growth During the Seventh Five Year Plan in India	January 1, 1985
6.	Dr. Richard Goode, Fellow	Brookings Institute, USA	(i) Why is Tax Reform so Difficult in Developing Countries? (ii) Theoretical and Practical Problems in Personal Taxation (iii) Current Fiscal Issues in the United States	January 14, 1985 January 18, 1985 January 21 1985
7.	Mr. A V L Narayana, Economist	NIPFP, New Delhi	Estimation of Tax-Evaded Income in Non-corporate Sector in India	

## ANNEXURE IV

## List of Journals being received at the Institute Library

## INDIAN

1. Anvesak ( $\frac{1}{2}$  Yly)
2. Artha Vijnana (Q)
3. Book Review (2-M)
4. Business India (M)
5. Chartered Accountant (M)
6. Commerce (W)
7. Economic and Political Weekly (W)
8. IASSI Quarterly Newsletter (Q)
9. ICSSR Newsletter (Q)
10. Income Tax Reports (W)
11. Indian Dissertation Abstracts (Q)
12. Indian Economic Journal (Q)
13. Indian Economic Review ( $\frac{1}{2}$  Yly)
14. Indian Journal of Public Administration (Q)
15. Journal of Abstracts and Reviews: Economics (Q)
16. Journal of Income and Wealth ( $\frac{1}{2}$  Yly)
17. Lok Udyog (M)
18. Management-in-Government (Q)
19. Margin (Q)
20. Monthly Abstract of Statistics (M)
21. Nagarlok (Q)
22. Prajnan (Q)
23. Reserve Bank of India Bulletin (M)
24. Reserve Bank of India Occasional Papers ( $\frac{1}{2}$  Yly)
25. Sales Tax Cases (F-N)
26. State Bank of India Monthly Review (M)
27. Sankhya (Q)
28. Sarvekshana (Q)
29. Seminar (M)
30. Social Scientist (M)



## ANNEXURE IV (Contd.)

31. State Enterprise (Q)
32. Taxman (M)
33. Yojana (F-N)
34. Stock Exchange Official Directory  
(Weekly Replacement Service)

## FOREIGN

35. ADIPA Newsletter ( $\frac{1}{2}$  Yly)
36. American Economic Review (Q)
37. British Tax Review (2-M)
38. Brookings Review (Q)
39. Bulletin for International Fiscal Documentation (M)
40. Canadian Tax Journal (2-M)
41. Developing Economics (Q)
42. Economic Impact (Q)
43. Economic Journal (Q)
44. Economics ( $\frac{1}{2}$  Yly)
45. Economist (W)
46. Finance and Development (Q)
47. Fiscal Studies (4-M)
48. IMF Staff Papers (Q)
49. IMF Survey (F-N)
50. International Tax Journal (2-M)
51. Journal of Corporate Taxation (Q)
52. Journal of Economic Literature (Q)
53. Journal of Finance (Q)
54. Journal of Macroeconomics (Q)
55. Journal of Money, Credit and Banking
56. Journal of Political Economy (2-M)
57. Journal of Public Economics (2-M)
58. Journal of Taxation (M)
59. Kredietbank Weekly Bulletin (W)
60. Kyklos (Q)
61. Lloyds Bank Review (Q)
62. Manchester School of Economic and Social Studies (Q)
63. National Tax Journal (Q)
64. National Westminster Bank Quarterly Review (Q)
65. Oxford Economic Papers (4-M)
66. Public Choice (Q)
67. Public Finance (Q)
68. Public Finance Quarterly (Q)
69. Quarterly Journal of Economics (Q)
70. Review of Income and Wealth (Q)
71. Tax Memo ( $\frac{1}{2}$  Yly)

## ANNEXURE IV (Contd.)

72. Three Banks Review (Q)
73. World Bank Research Newsletter (Q)
74. African Tax Systems )
75. Corporate Taxation In Latin America )
76. Tax News Service )
77. Taxation in European Socialist Countries )
78. Taxation of Companies in Europe ) Loose-leaf Service
79. Taxes and Investment in Asia and the Pacific )
80. Taxes and Investment in the Middle East )
81. Value Added Taxation in Europe )

## Frequency Notation

W	Weekly
F-N	Fortnightly
M	Monthly
2-M	Bi-Monthly
4-M	Four-Monthly
Q	Quarterly
$\frac{1}{2}$ Yly	Half-Yearly



# ANNEXURE V

## List of Research Scholars who visited the Institute's Library during 1984-85

Sl. No.	Name of Scholar	University/Institute
1.	Mr. B K Das	Teacher Fellow, Utkal University, Orissa
2.	Mr. B P Dash	Teacher Fellow, Utkal University, Orissa
3.	Mrs. Savitri Rawat	Research Officer, Centre for Women's Development Studies, New Delhi
4.	Mr. William Dillinger	World Bank, Washington
5.	Mr. R Sudarsana Rao	ICSSR Fellow, Department of Economics, Andhra University, Waltair, Andhra Pradesh
6.	Mr. Nelson Makaka	Tax Commission, Zimbabwe
7.	Mr. Chris Katsande	Tax Commission, Zimbabwe
8.	Miss Kanta Kamra	Lecturer in Economics, Government College, Pali, Rajasthan
9.	Mr. Loknath Ray	Research Officer, Centre for Women's Development Studies, New Delhi
10.	Mr. O P Singh	Research Scholar, Department of Economics, Banaras Hindu University, Varanasi
11.	Mr. J N Tandon	Research Officer, Department of Economic Affairs, Ministry of Finance, New Delhi
12.	Miss Renu Jain	Lecturer, Arya Kanya Degree College, Allahabad
13.	Mr. Errol D' Souza	Research Scholar, Centre for Economic Studies and Planning, Jawaharlal Nehru University, New Delhi
14.	Dr. R Sapru	National Institute of Health and Family Welfare, New Delhi
15.	Miss Bettina Dittmann	Research Scholar, Delhi School of Economics, Delhi
16.	Miss Usha Kiran	Department of Economics, Himachal Pradesh University, Simla
17.	Mrs. A Rizvi	Research Scholar, Department of Economics, Aligarh Muslim University, Aligarh
18.	Mr. Ramshwar Dayal Sharma	Head, Department of Commerce, G.A. College, Samalka, Haryana

# ANNEXURE VI

## Lectures delivered by Staff Members—1984-85

Sl. No.	Name	Designation	Topic	Audience	Date and Place
1.	Dr. R J Chelliah	Director	1. 4 Lectures	Participants, Course on Introduction to Economic Analysis and Policy	NIPFP, New Delhi December 6-13, 1984
2.	Dr. Vinay D Lall	Senior Fellow	1. 1 Lecture	Participants, Workshop on Project : Conversion of Provident Funds into a Pension Fund	NIPFP August 14, 1984
			2. 5 Lectures	Participants, First Course in Housing Finance	NIPFP September 22-28, 1984
			3. 1 Lecture	Participants, Course on Introduction to Economic Analysis and Policy General	NIPFP December 18, 1984
			4. Tax Perspectives for 1985-86 and the Seventh Plan		India International Centre, New Delhi February 1, 1985
			5. Fiscal Incentives and the Corporate Sector	Department of Economics, University of Bombay	
			6. Alternative Systems of Taxation of Corporate Profits	—do—	
			7. Taxation of Personal Income in India	—do—	Bombay February 27-March 1, 1985
			8. 4 Lectures	Participants, Second Course in Housing Finance	NIPFP March 18-22, 1985
3.	Dr. K N Reddy	Senior Fellow	1. 1 Lecture	Participants, Advanced Training Course in Sales Tax Administration	NIPFP May 10, 1984



1	2	3	4	5	6
			2. Relative Performance of Public and Private Sectors	Participants, Seminar on Public Sector, University of Delhi	Delhi School of Economics, Delhi May 1, 1984
			3. Educational Financing with Special references to Equality of Opportunity and Equalisation of Educational Opportunity in India	Participants, Seminar organised by National Institute of Educational Planning and Administration	New Delhi, August 9, 1984
			4. 2 Lectures	Participants, Training Programme in Urban Finance	NIPFP September 20 & 24, 1984
			5. 5 Lectures	Participants, Advanced Training Course in Sales Tax Administration	NIPFP October, 1984
			6. 5 Lectures	Participants, Course on Introduction to Economic Analysis and Policy	NIPFP December 1984
			7. 1 Lecture	Participants, Training Programme in Urban Finance	NIPFP January 19, 1985
			8. University Finances in India : An overview of Problems	Finance Officers of Indian Universities, orientation programme in the Management of University Finances, organised by NIEPA	New Delhi February 5, 1985
			9. 3 Lectures	Participants, Second Course in Housing Finance	New Delhi March, 1985
4. Mr. K Srinivasan		Senior Consultant	1. Wealth Tax on Companies	Participants, Seminar organised by Northern India Regional Council of Chartered Accountants	New Delhi April 21, 1984

354. 541062(IV)  
N 21 A  
MS

1	2	3	4	5	6
			2. 1 Lecture	Participants, First Course in Housing Finance	NIPFP September 22, 1984
			3. 1 Lecture	Participants, Advanced Training Course in Sales Tax Administration	NIPFP November 15, 1984
			4. Techniques of Examination, Interrogation etc.	Income-tax officers, Course on Scrutiny and Prosecution, Regional Training Institute of Income Tax Department	Madras December 17, 1984
			5. Investigation Techniques, with special reference to Prosecution, and Legal Aspects of Prosecution	—do—	December 19, 1984
			6. 1 Lecture	Participants, Seminar on Urban Land Prices	NIPFP March 19, 1985
5. Dr. Shankar N Acharya		Senior Fellow	1. 3 Lectures	Participants, Advanced Training Course in Sales Tax Administration	NIPFP May, 1984
			2. 1 Lecture	Participants, Course in Urban Finance	NIPFP September, 1984
			3. 3 Lectures	Participants, Advanced Training Course in Sales Tax Administration	NIPFP November, 1984
			4. 3 Lectures	Participants, Course on Introduction to Economic Analysis and Policy	NIPFP December, 1984
6. Dr. M Govinda Rao		Senior Fellow	1. 2 Lectures	Participants, Advanced Training Course in Sales Tax Administration	NIPFP May, 1984





1	2	3	4	5	6
7. Dr. Shyam Nath	Fellow	1. 3 Lectures	Participants, Advanced Training Course in Sales Tax Administration	NIPFP May 7-25, 1984	
		2. 6 Lectures	Participants, Urban Finance-I	NIPFP September 17 to October 1, 1984	
		3. 10 Lectures	Participants, Advanced Training Course in Sales Tax Administration	October 29 to November 17, 1984	
		4. 1 Lecture	Introduction to Economic Analysis and Policy	December 5 to 20, 1984	
		5. 5 Lectures	Participants, Urban Finance-II	January 17-31, 1985	
		6. Structure and Growth of Property Tax in India, with special reference to Municipal Corporation of Delhi	Deputy and Assistant Collectors and Assessors of Property Tax	MCD, New Delhi January 18, 1985	
		7. Rent Control and Property Valuation	Participants, Eleventh Course on Valuation and Assessment of Property Taxes	IIPA, New Delhi February 20, 1985	
		8. Computerisation of and Valuation of Assessment	—do—	IIPA, New Delhi February 25, 1985	
8. Mr. K N Balasubramaniam	Consultant	1. 1 Lecture	Participants, Course in Urban Finance	NIPFP, September 29, 1984	
		2. 2 Lectures	Participants, Advanced Training Course in Sales Tax Administration	NIPFP, November 1-2, 1984	
9. Mr. H K Londhi	Consultant	1. 1 Lecture	Participants, First Course in Housing Finance		

## ANNEXURE IV (Contd.)

1	2	3	4	5	6
			2. 1 Lecture	Participants, Advanced Training Course in Sales Tax Administration	NIPFP, November 5, 1984
			3. 1 Lecture	Participants, Second Course in Urban Finance	NIPFP, January 25, 1984
10. Mr. Srinivasa Madhur	Senior Economist	1. 1 Lecture	Participants, Course on Introduction to Economic Analysis and Policy	Participants, Course on Introduction to Economic Analysis and Policy	NIPFP, December 18, 1984
11. Mr. Pawan K Aggarwal	Senior Economist	1. 1 Lecture	Participants, Advanced Training Course in Sales Tax Administration	Participants, Course on Introduction to Economic Analysis and Policy	NIPFP, November 5, 1984
		2. 1 Lecture	Participants, Course on Introduction to Economic Analysis and Policy	Participants, Second Course in Urban Finance	NIPFP, December 6, 1984
		3. 1 Lecture	Participants, Second Course in Urban Finance	Participants, Second Course in Urban Finance	NIPFP, January 24, 1985
12. Mr. J V M Sarma	Senior Economist	1. 1 Lecture	Participants, Course in Urban Finance	Participants, Course in Urban Finance	NIPFP, January 22, 1985
13. Mr. K K Atri	EDP Manager	1. 1 Lecture	Participants, Course in Introduction to Economic Analysis and Policy	Participants, Course in Introduction to Economic Analysis and Policy	NIPFP, January 29, 1985
		2. 1 Lecture	Participants, Advanced Training Course in Sales Tax Administration	Participants, Advanced Training Course in Sales Tax Administration	NIPFP, December 7, 1984
		3. 1 Lecture	Participants, Second Course in Urban Finance	Participants, Second Course in Urban Finance	NIPFP, November 14, 1984
14. Mr. Gautam Naresh	Research Assistant	1. 1 Lecture	Participants, Second Course in Urban Finance	Participants, Second Course in Urban Finance	NIPFP, January 1985



## Papers and Publications of Staff Members—1984-85

Sl.No	Name	Designation	Topic	Published/read at seminar of conference
1.	Dr. R J Chelliah	Director	1. Information System and Evasion Sales Tax in Tamil Nadu (co-authored)	Published, NIPFP December, 1984
2.	Dr. Vinay D Lall	Senior Fellow	1. Research Methodology for Opinion Survey of Provident Fund Members 2. Institution Development and Fiscal Policy for Financing Housing Programmes 3. Financing and Managing Mass Housing Programmes in Developing Countries 4. Urban Land Prices: Main Issues and Policy Options	Workshop for Officers of Central Provident Fund Commission August 14, 1984 Seminar on 'National Financing of Urban Development', Indian Institute of Public Administration, New Delhi February 5, 1985 International Conference on Housing, Central Building Research Institute, Roorkee March 12, 1985 National Workshop on Urban Land Prices, NIPFP, New Delhi March 19, 1985
3.	Dr. K N Ready	Senior Fellow	1. Finances and Seventh Five Year Plan	Published in <i>Perspectives of the Seventh Five Year Plan</i> , (ed.) Dr. Malcolm Adisheshya, India International Centre, published by Lancer International, New Delhi 1985
4.	Mr. K Srinivasan	Senior Consultant	1. Tax Reform 2. Tax Reform	<i>Economic Journalist</i> , New Delhi, October-December, 1984 <i>Taxman</i> , New Delhi January 1985

## ANNEXURE VII (Contd.)

1	2	3	4	5
5.	Dr. Shankar Acharya	Senior Fellow	1. Towards Reform of Industrial Policy 2. Informal Credit Markets and Monetary Policy (with Srinivasa Madhur) 3. The Underground Economy in the United States—Comment on Tanzi	Published in <i>Perspectives of the Seventh Five Year Plan</i> , (ed.) Dr. Malcolm Adisheshya, India International Centre; published by Lancer International, New Delhi 1985 <i>Economic and Political Weekly</i> , September 8, 1984 <i>IMF Staff Papers</i> , December, 1984
6.	Dr. M Govinda Rao	Fellow	1. Analysis of Indirect Taxes in Zimbabwe 2. Incidence of Indirect Taxes in Zimbabwe 3. Entry Tax as an Alternative to Octroi	Commission of Inquiry into Taxation, Government of Zimbabwe October, 1984 Commission of Inquiry into Taxation, Government of Zimbabwe December, 1984 Published as book, NIPFP October, 1984 <i>Economic and Political Weekly</i> , May 12, 1984 <i>Nagarlok</i> , Urban Affairs Quarterly National Seminar on Financing of Urban Development, Indian Institute of Public Administration February 5,6, 1985 <i>Nagarlok</i> , April-June 1984
7.	Dr. Shyam Nath	Fellow	1. Impact of Standard Rent on Property Tax Base: An Empirical Analysis 2. Property Tax Growth in Metropolitan Cities of India 3. Financing of Urban Public Services: Property Tax vs. User Charge 4. Local Government Finance in the Third World: A Case Study of the Philippines, by Roy W. Bahl & Barsara Millar (Book Review)	



1	2	3	4	5
8.	Mr. Srinivasa Madhur	Senior Economist		
			1. Price Determination in a Macro-economic Framework (co-authored)	(Forthcoming) <i>Economic and Political Weekly</i>
			2. Informal Credit Markets and Monetary Policy—A Rejoinder	<i>Economic and Political Weekly</i> , October, 1984
			3. The Role of Imports in the Indian Edible Oils Economy	August, 1984
			4. Taxation and Household Savings in India: An Empirical Study	Working Paper, Indian Council for Research in International Economic Relations, New Delhi July, 1984
			5. Price Setting in Indian Industry (co-authored)	(Forthcoming) <i>Journal of Development Economics</i>
9.	Dr. Arun Kumar	Senior Economist	1. Bonded Labour: Freedom and Rehabilitation	<i>Economic and Political Weekly</i> , June 30, 1984
			2. Punjab: Wages of Past Sins	<i>Economic and Political Weekly</i> , July 14, 1984
			3. Black is Bountiful	<i>Herald Review</i> , November 18, 23, 1984
			4. Sugar Pricing: Accounting for Unaccounted Accounts	<i>Business Standard</i> , February 22, 23, 1985
10.	Mr. K N Balasubramanian	Consultant	1. Problems relating to inter-State Sale	<i>Taxation</i> January, 1 84
			2. Taxation of Foreign Companies in India	<i>Current RTax Reporter</i> April, 1984
			3. Section 144B of the Income Tax Act: Whether it applies to an order under S.147	<i>Taxman</i> , April, 1984
			4. Hike in the Tax Rate applicable to Charitable and Religious Trusts: Financh Bill. 1984	<i>Taxation</i> , May 1984
			5. Liability of a Company under the Estate Duty Act	<i>Chartered Secretary</i> , May 1984

1	2	3	4	5
			6. <i>Jha Commission on Direct Taxes Reform</i>	Book published by Taxation, New Delhi, May, 1984
			7. Changes in the Finance Bill, 1984	<i>Taxation</i> , May, 1984
			8. Deduction of Tax at Source from Dividend and Debenture Interest: recent changes in the law	<i>Taxation</i> June, 1984
			9. Rationalisation and Simplification of Direct Tax Laws	<i>Taxation</i> , July, 1984
			10. Get Ready to pay your Advance Tax Instalment	<i>Taxation</i> , September, 1984
			11. Involvement of the Assistant Commissioner in the Assessment Process	<i>Current Reporter</i> , September, 1984
			12. Implications of the Latest Amendments to the Direct Tax Laws	<i>Taxation</i> October, 1984
			13. The Law of Valuation of Urban properties	<i>Taxation</i> , November, 1984
			14. Concept of Sale	<i>Taxation</i> , December, 1984
			15. The Central Budget 1985-85	<i>Taxation</i> , March, 1985
			16. Sikkim—A Tax Haven in India	<i>Current Tax Reporter</i> , February, 1985
11.	Mr H K Sondhi	Consultant	1. Plan and Prosper	<i>Caravan</i> April, 1984
			2. Black Money Syndrome	<i>Economic Times</i> , May 9, 1984
			3. Direct Taxes: the Audit Scene	<i>Taxman</i> , May, 1984
			4. Tax Education	<i>Taxman</i> , July, 1984
			5. Lure of the Equity	<i>Caravan</i> , August, 1984



## ANNEXURE VIII

### List of Sponsoring Corporate, Life and Ordinary Members as on March 31, 1985

#### A. Sponsoring Members:

##### *States*

1. Andhra Pradesh
2. Assam
3. Gujarat
4. Karnataka
5. Kerala
6. Maharashtra
7. Orissa
8. Punjab
9. Rajasthan
10. Tamil Nadu
11. Uttar Pradesh
12. West Bengal

##### *Others*

1. Associated Chambers of Commerce and Industry of India
2. Federation of Indian Chambers of Commerce and Industry
3. Industrial Credit and Investment Corporation of India Limited

#### B. Life Members:

1. Goa, Daman and Diu
2. Himachal Pradesh
3. Madhya Pradesh
4. Meghalaya
5. Manipur
6. Nagaland

#### C. Ordinary Members:

##### *States/Union Territories*

1. Delhi
2. Haryana
3. Jammu and Kashmir
4. Pondicherry
5. Sikkim
6. Tripura

##### *Public Sector Banks*

1. Indian Bank
2. Syndicate Bank

##### *Others*

1. Air Headquarters
2. Hindustan Lever Limited
3. Benett Coleman & Co. Ltd.
4. Escorts Limited



# ANNEXURE IX

## List of Governing Body Members as on 31.3.1985

### Chairman

1. Prof. A M Khusro  
11 Teen Murti Lane  
New Delhi

### Member-Secretary

2. Dr. A Bagchi  
Honorary Director  
National Institute of Public  
Finance and Policy  
18/2 Satsang Vihar Marg  
Special Institutional Area  
New Delhi 110067

- |  |        |  |        |
|--|--------|--|--------|
| 3. Dr. Bimal Jalan<br>Secretary<br>Banking & C.E.A.<br>Government of India<br>Department of Economic Affairs<br>Ministry of Finance<br>North Block<br>New Delhi 110001 | Member | 6. Shri K V Ramanathan<br>Secretary<br>Planning Commission<br>Yojna Bhawan<br>Parliament Street<br>New Delhi 110001                | Member |
| 4. Shri S Venkitaramanan<br>Secretary (Economic Affairs)<br>Government of India<br>Ministry of Finance<br>North Block<br>New Delhi 110001                              | Member | 7. Shri G Balakrishnan<br>Secretary<br>Finance Department<br>Government of Punjab<br>Punjab Civil Secretariat<br>Chandigarh 160017 | Member |
| 5. Shri A Hasib<br>Executive Director<br>Reserve Bank of India<br>New Central Office Building<br>Post Box No. 10007<br>Bombay 400023                                   | Member | 8. Dr. J P Singh<br>Secretary<br>Finance Department<br>Government of Uttar Pradesh<br>Secretariat<br>Lucknow 226001                | Member |

- |  |         |   |         |
|--|---------|---|---------|
| 9. Shri Naresh Chander<br>Secretary<br>Finance Department<br>Government of Rajasthan<br>Rajasthan Secretariat<br>Jaipur 302001   | Member  | 14. R J Chelliah<br>Member<br>Planning Commission<br>Government of India<br>Yojna Bhawan<br>Parliament Street<br>New Delhi 110001                             | Member  |
| 10. Shri S S Nadkarni<br>Chairman & Managing Director<br>The Industrial Credit and<br>Investment Corporation of<br>India Limited<br>163 Backbay Reclamation<br>Bombay 400020 | Member  | 15. Prof. H K Manmohan Singh<br>Punjabi University<br>Department of Economics<br>Patiala 147002   | Member  |
| 11. Shri M M Patwardhan<br>President<br>The Associated Chambers of<br>Commerce and Industry of India<br>17 Parliament Street<br>New Delhi 110001                             | Member. | 16. Shri I Z Bhatt<br>Director-General<br>National Council of Applied<br>Economic Research<br>'Parisila Bhawan'<br>11 Indraprastha Estate<br>New Delhi 110001 | Member  |
| 12. Shri Ramakrishna Bajaj<br>President<br>Federation of Indian Chambers<br>of Commerce and Industry<br>Federation House<br>Tansen Marg<br>New Delhi 110001                  | Member  | 17. Prof. M K Rakshit<br>Centre for Economic Studies<br>Presidency College<br>College Street<br>Calcutta 700073   | Member  |
| 13. Dr. I S Gulati<br>C/o Centre of Development<br>Studies<br>Aakulam Road<br>Ulloor<br>Trivandrum 695011  | Member  | 18. Shri M Narasimham<br>Director<br>Administrative Staff College<br>Bella Vista<br>Hyderabad   | Member  |
|  |         | 19. Dr. B K Madan<br>B-100 Greater Kailash-I<br>New Delhi 110048  | Member. |



ANNEXURE X

**NIPFP : ACCOUNTS**



### Auditor's Report to the Members of the General Body

We have examined the Statement of Financial Position of the National Institute of Public Finance and Policy as at 31st March, 1985 and the annexed Income and Expenditure Statement for the year ended as on that date, which are in agreement with the books of accounts maintained by them.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for purposes of our audit. In our opinion proper books of account have been kept by the Institute so far as appears from our examination of the books.

In our opinion and to the best of our information and according to explanations given to us, the said statement, subject to and read with notes thereon, give a true and fair view:

- i) In the case of the Statement of Financial position, of the state of the affairs of the Institute as at 31st March, 1985, and
- ii) In the case of the Income and Expenditure Statement, of the deficit for the year ended 31st March, 1985.

**FOR SOOD BRIJ & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Sd.  
**B.M. GUPTA**  
**PARTNER**

Place: New Delhi  
Dated: 24th July 85

### STATEMENT OF FINANCIAL POSITION

		Schedule	
		As at 31st March	
		1985	1984
		Rs	Rs
<b>SOURCE OF FUNDS :</b>			
CAPITAL & OTHER FUNDS	A	1,23,90,057	1,21,55,405
RESERVES	B	2,69,078	2,05,518
CURRENT LIABILITIES	C	10,39,440	12,53,344
<b>TOTAL</b>		<b>1,36,98,575</b>	<b>1,36,14,267</b>
<b>APPLICATION OF FUNDS :</b>			
FIXED ASSETS	D	69,21,923	69,66,920
INVESTMENTS	E	48,07,500	48,07,500
CURRENT ASSETS	F	15,51,141	16,74,047
INCOME & EXPENDITURE ACCOUNT	—	4,18,011	1,65,800
NOTES ON ACCOUNTS	H	—	—
<b>TOTAL</b>		<b>1,36,98,575</b>	<b>1,36,14,267</b>

The Schedules referred to above form integral part of this Statement.

Sd.  
**J.K. JAIN**  
Administrative Officer

Sd.  
**Dr. A. BAGCHI**  
Director

Sd.  
**Dr. A.M. KHUSRO**  
Chairman

As per our Report of even date  
for Sood Brij & Associates  
Chartered Accountants

Sd.  
**Brij Mohan Gupta**  
Partner

Place: New Delhi  
Dated: 24th July 1985



# INCOME AND EXPENDITURE STATEMENT

INCOME	Year Ended 31st March	
	1985	1984
	Rs	Rs
Grant-in-Aid	11,18,844	6,00,000
Corporate Membership Fees	28,000	22,000
Project Fees	10,14,300	10,03,726
Course & Programme Fees	4,17,949	2,13,500
ICSSR Fellowship Grant	49,921	927
Reserve Bank of India Grant	90,126	85,323
Interest on Investment:		
— Endowment Fund	4,98,653	4,89,271
— Research Fund	99,244	99,015
— Life Membership Fund	10,000	8,933
— Other Funds	3,625	3,625
	6,11,522	6,00,844
Recoveries	68,670	96,023
Sales of Publications	18,023	27,412
Royalty on Publications	4,093	2,473
Profit on Sale of Assets	131	—
Stock of Publications	39,479	—
Miscellaneous Income	23,750	2,782
Excess Provision of Previous Year Written Back	207	8,313
	34,85,015	26,63,323
Net Deficit:		
— For the year	38,449	
— On account of adjustments relating to previous years	2,13,762	2,02,368
<b>TOTAL</b>	<b>37,37,226</b>	<b>28,65,691</b>

(Contd.)

# EXPENDITURE

	Year Ended 31st March	
	1985	1984
	Rs	Rs
Salaries & Staff Benefits (Including Rs. 47,831 towards Employers Contribution to Staff Provident Fund—Previous year Rs 46,828)	17,63,922	15,23,055
Gratuity	62,842	47,751
Rent, Rates & Taxes	84,231	15,159
Water & Electricity	39,802	42,227
Printing & Stationery	86,946	66,747
Postage, Telegram & Telephone	46,629	41,840
Repair & Maintenance	2,02,246	1,58,594
Travelling & Conveyance	72,130	1,26,079
Car Expenses	21,101	23,699
Books & Periodicals	69,675	7,260
Cost of Publications	8,638	23,006
Consultancy Fee to Society for Development Studies	1,68,500	—
Course & Programme Expenses	1,42,815	68,995
Expenses on RBI Unit	90,126	85,323
Expenses on ICSSR Fellowship	49,921	927
<b>Ford Foundation Grant Expenditure:</b> (For details refer to Schedule 'G')		
— In Rupee Account	1,24,706	69,641
Less: Met/provided out of Supplementary Grant	1,24,706	69,641
— In Dollar Account	2,89,680	59,115
Less: Met/provided out of Supplementary Grant	2,89,680	59,115
Interest on Bank Overdraft	3,929	54,430
Audit Fee	2,500	2,500
Miscellaneous Expenses	61,808	78,623
<b>Carried Over . . .</b>	<b>29,77,761</b>	<b>23,66,215</b>



	Year Ended 31st March	
	1985	1984
	Rs	Rs
Brought Forward	29,77,761	23,66,215
Transfer to:		
Capital Fund for cost of additions to Fixed Assets other than Building	1,78,068	1,23,386
Loss on Sale of Assets	—	1,027
Depreciation	3,67,635	3,75,063
Adjustments relating to Previous years		
— Rent, Rates & Taxes	1,18,212	
— Project Fees	56,667	
— Interim Relief	38,883	
	2,13,762	
<b>TOTAL</b>	<b>37,37,226</b>	<b>28,65,691</b>

NOTES ON ACCOUNTS — SCHEDULE 'H'  
THE SCHEDULE REFERRED TO ABOVE FORMS INTEGRAL PART OF THIS STATEMENT.

Sd.  
J.K. JAIN  
Administrative Officer

Sd.  
Dr. A. BAGCHI  
Director

Sd.  
Dr. A.M. KHUSRO  
Chairman

As per our Report of even date  
for Sood Brij & Associates  
Chartered Accountants  
Sd.  
Brij Mohan Gupta  
Partner

Place: New Delhi  
Dated: 24th July 1985

# SCHEDULE 'A'

## CAPITAL & OTHER FUNDS

	As on 31st March	
	1985	1984
	Rs	Rs
<b>CAPITAL FUND</b>		
Last Balance	64,67,905	
Add: Cost of fixed Assets other than Building acquired during the year including Rs 56,584 out of Ford Foundation Grant	2,34,652	
	67,02,557	64,67,905
<b>ENDOWMENT FUND</b>		
Last Balance	48,00,000	48,00,000
<b>LIFE MEMBERSHIP FUND</b>		
Last Balance	1,20,000	1,20,000
<b>SCIENTIFIC RESEARCH FUND</b>		
Last Balance	7,67,500	7,67,500
	1,23,90,057	1,21,55,405



**RESERVES****CONTINGENCY RESERVE**

Last Balance

**GRATUITY RESERVE**

Last Balance

Add:

Provisions for the year

**TOTAL****SCHEDULE 'B'**

As on 31st March	
1985	1984
Rs	Rs
25,000	25,000
2,44,078	1,80,518
2,69,078	2,05,518

**CURRENT LIABILITIES**Unutilised Grants including  
Project Fees Received in  
Advance

Overdraft from Bank

Sundry Creditors

Security Deposit

**TOTAL****SCHEDULE 'C'**

As on 31st March	
1985	1984
Rs	Rs
3,72,655	6,25,454
—	2,77,497
6,60,085	3,39,693
6,700	10,700
10,39,440	12,53,344

**SCHEDULE 'D'****FIXED ASSETS AS AT 31st MARCH 1985**

Description	GROSS BLOCK AT COST			DEPRECIATION			W. D. VALUE AS AT 31st MARCH	
	As at 1st April 1984	Additions during the year	Sale/Adjustment	Total as at 31st March 1985	Rate %	As at 31st March 1984	For the year	Total
Leasehold Land	6,38,753	—	—	6,38,753	—	—	—	6,38,753
Building	53,52,656	88,090	—	54,40,746	2.5	2,62,903	1,29,446	3,92,349
Data Processing Equipment	9,42,035	56,584	—	9,98,619	20	3,41,219	1,31,480	4,72,699
Office Equipment	2,92,086	11,261	235	3,03,112	15	1,54,827	22,243	1,76,939
Furniture & Fixtures	3,52,529	30,863	—	3,83,392	10	1,22,628	26,076	1,48,704
Hostel, Library & Seminar Room	2,01,405	70,125	—	2,71,530	15	51,219	33,047	84,266
Air Conditioners & Water Coolers	1,15,187	51,467	—	1,66,654	15	45,675	18,147	63,822
Electric Installations	49,527	14,352	—	63,879	10	7,498	5,638	13,136
Vehicles	29,977	—	—	29,977	20	24,948	1,006	25,954
Horticulture Equipment	4,627	—	—	4,627	15	1,284	501	1,785
Library Books	1,098	—	—	1,098	15	759	51	810
<b>TOTAL</b>	<b>79,79,880</b>	<b>3,22,742</b>	<b>235</b>	<b>83,02,387</b>		<b>10,12,960</b>	<b>3,67,635</b>	<b>131 13,80,464 69,21,923 69,66,920</b>



**SCHEDULE 'E'**

**INVESTMENTS**

			As on 31st March	
			1985	1984
			Rs	Rs
(In Fixed Deposits)				
	With Public Sector Banks	With Public Limited Companies		
	Rs	Rs		
Endowment Fund	13,00,000 (17,50,000)	26,15,000 (21,65,000)	39,15,000	39,15,000
Scientific Research Fund	2,67,500 (2,67,500)	5,00,000 (5,00,000)	7,67,500	7,67,500
Life Membership Fund	1,00,000 (1,00,000)	—	1,00,000	1,00,000
Others	—	25,000 (25,000)	25,000	25,000
<b>TOTAL</b>	...	...	<u>48,07,500</u>	<u>48,07,500</u>

**SCHEDULE 'F'**

**CURRENT ASSETS**

			As on 31st March	
			1985	1984
			Rs	Rs
BUILDING MATERIAL IN HAND			1,682	26,509
STOCK OF PUBLICATIONS (At Cost)			39,479	—
SUNDRY DEBTORS			1,21,208	1,29,462
CASH AND BANK BALANCE				
—Cash in Hand			223	562
—Postage Imprest			136	151
—In Current Account with Banks			2,32,964	1,49,240
—In American Express (Equivalent Indian Rupees)			3,17,181	6,06,861
ADVANCES AND DEPOSITS				
—Interest Accrued on Investments			1,38,641	1,15,878
—Project Fee Accrued			6,13,544	5,42,502
—Loans and Advances to Staff			14,779	21,498
—Prepaid Expenses			13,904	21,684
—Security Deposits			57,400	59,700
<b>TOTAL</b>	...	...	<u>15,51,141</u>	<u>16,74,047</u>



SCHEDULE 'G'

**FORD FOUNDATION GRANT EXPENDITURE**

	Year Ended 31st March	
	1985	1984
	Rs	Rs
(a) In Rupee Account		
—Collaborative Research	513	210
—Fellowship Abroad	58,535	711
—Books and Periodicals	2,772	31,566
—Fellowship at the Institute	3,690	15,606
—Data Bank	59,196	21,548
	<hr/>	<hr/>
	1,24,706	69,641
	<hr/>	<hr/>
	1,24,706	69,641
	<hr/>	<hr/>
Less : Met/Provided out of Rupee Account		
(b) In Dollar Account		
—Fellowship Abroad	1,87,192	—
—Books & Periodicals	8,898	13,446
—Data Bank	—	134
—Repatriated to Indian Rupee A/c	93,590	45,535
	<hr/>	<hr/>
	2,89,680	59,115
	<hr/>	<hr/>
	2,89,680	59,115
	<hr/>	<hr/>
Less : Met/provided out of Dollar A/c		

SCHEDULE 'H'

**NOTES ON ACCOUNTS**

1. The contingency Reserve does not represent any specific liability. Contingent liabilities exist in respect of Municipal Taxes amounting to Rs 7,91,283 (Previous Year Rs. 5,38,343) as the matter is pending before the Court of Law.

**2. FORD FOUNDATION GRANTS**

(a) Out of the support grant received initially from Ford Foundation, US \$ 42.20 remained unutilised.

(b) Ford Foundation sanctioned supplementary grant of US \$ 2,45,000 during the financial year 1980-81, whole of which was received up to 31st March, 1984. Institute has utilised/ appropriated the grant as under :—

	In Dollar A/c	In Rupee A/c	Total
	US \$	US \$	US \$
Received upto 31.3.84	1,35,000	1,10,000	2,45,000
Adjusted for repatriation	(—)55,158	55,158	—
	<hr/>	<hr/>	<hr/>
	79,842	1,65,158	2,45,000
Utilised/appropriated upto 31.3.1985	50,597	1,64,178	2,14,775
	<hr/>	<hr/>	<hr/>
Balance	29,245	980	30,225
	<hr/>	<hr/>	<hr/>

(c) The Dollar Grants have been translated into Rupee equivalent at the rates prevailing at the time of receipt. The utilisation thereof has also been translated at the same rates.

3. Gratuity liability in respect of all the employees of the Institute has been provided in the books of account.

4. Institute has pledged investment to the extent of Rs 10.00 lakhs to arrange overdraft facilities from the bank.

5. The Management of the Institute confirms that the extent of utilisation/appropriation of all the grants as shown in accounts is in accordance with the purpose for which these have been received.



6. Corporate Membership Fees have been accounted on receipt basis.
7. Interest earning on investments of specified funds is being taken to Income and Expenditure Account.
8. Leave Travel Concession to employees is being charged to expenses at the time of submission of actual travel bills.
9. Expenses, if any, incurred during the year out of advance to staff are not ascertainable in absence of account to be rendered.
10. As a result of change in the method of accounting in respect of closing stock of publications the deficit for 1984-85 is reworked as follows :

Net deficit for the year	Rs. 38,449
Add : Stock of Publications as at 31.3.1985	Rs. 39,479
	<hr/>
Less : Stock of publications as at 1.4.1985 valued at cost	Rs. 77,928
	<hr/>
Adjusted Deficit	Rs. 46,242
	<hr/>
	Rs. 31,686
	<hr/>

11. Previous year figures have been rearranged wherever considered necessary.

Signatures to Schedules and Notes.

Sd.  
J.K. JAIN  
Administrative Officer

Sd.  
Dr. A. BAGCHI  
Director

Sd.  
Dr. A.M. KHUSRO  
Chairman

As per our Report of even date  
for Sood Brij & Associates  
Chartered Accountants  
Sd.

Brij Mohan Gupta  
Partner

Place : New Delhi  
Dated : 24 July 1985