Preface

The National Institute of Public Finance and Policy is an autonomous non-profit organisation set up for carrying out research, undertaking projects or studies and imparting training in the field of public finance and policy.

The Study on the Fiscal Policy for the National Capital Region (NCR) was undertaken at the instance of the National Capital Region Planning Board. The focus of the study is on the examination of the tax structure of the States and Union Territories comprising the NCR and formulation of a new tax structure with a suitable scheme of incentives to achieve the objective of dispersal of industrial and commercial activities. The study seeks to meet the objectives of the study after making an investigation into the existing tax structure of the region and analysing its impact on industrial growth and dispersal.

The Team which undertook this study was headed by Mahesh C. Purohit. The other members of the team were: C. Sai Kumar, Gopinath Pradhan and O.P. Bohra. The study was planned and conducted by Mahesh C. Purohit and all the chapters except the third were drafted by him. Gopinath Pradhan prepared the initial draft of Chapter 3. The field work relating to the study of industrial structure was carried out mainly by C. Sai Kumar.

It is hoped that the study will be of some help in formulating an appropriate fiscal structure for the National Capital Region.

The Governing Body of the Institute does not take any responsibility for the views expressed by the authors in the research publications of the Institute. The responsibility for the views expressed belongs primarily to the authors of the concerned study.

New Delhi January 1, 1992 Amaresh Bagchi Director

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Dr. D.N. Rao, Associate Professor, Jawaharlal Nehru University; Dr. D.U. Shastri, Professor, Institute of Economic Growth; Dr. K. Krishnamurty, Professor, Institute of Economic Growth; Dr. Brijesh C. Purohit, Economist, NIPFP; Shri Pawan K. Aggarwal, Senior Economist, NIPFP and Dr. Shyam Nath, Fellow, NIPFP have made substantial contributions at different stages of the study, especially in methodological and statistical work.

The study team derived great help in analysing various aspects relating to NCR from Shri J.C. Gambhir, Director (Perspective Planning), Delhi Development Authority, New Delhi and Shri E.F.N. Rebeiro, Chief Planner, Town and Country Planning.

In collection and analysis of data we were assisted by Shri Lokmani Pathak and Shri A.C. Dubey, Research Investigators of the NIPFP.

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