Q2

Do you agree with the view that steady GDP growth and low inflation have left the Indian economy in good shape? Give reasons in support of your arguments.

UPSC Civil Services Mains 2019 · GS III · 10 marks · Indian Economy

Indian Economy and issues relating to planning, mobilization of resources, growth, development and employment.

Facts & figures for this PYQ only.

Numbers move. Confirm the latest Budget, Economic Survey or census round. This sheet is for revision, not a substitute for the model answer.

https://wrapexams.com/upsc/mains-answers/gs-3/2019/do-you-agree-with-the-view-that-steady-gdp-growth-and-low-inflation-have-left-the-indian-economy-in-good-shape-give-reasons-in-support-of-your-arguments/

Inflation target

RBI Act amendment 2016: 4 per cent CPI with a 2-6 per cent tolerance, decided by the Monetary Policy Committee.

PLFS 2017-18

Unemployment near 6.1 per cent, the highest in the comparable NSS employment series in decades.

IL&FS 2018

Default that froze NBFC funding and showed financial stress beside low CPI inflation.

PM-KISAN 2019

Income support to landholding farmer families; a Budget response to weak farm cash, not a victory lap.

GFCF

Private gross fixed capital formation stayed soft relative to the mid-2000s boom, so growth was less investment-led.