

FIVE YEAR PLANS

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INTRODUCTION

- Indian economy is based on the concept of planning.
- **Five Year Plans** form an important portion of the planning process in **India**.
- These are formulated, executed and monitored by the **Planning Commission of India**.
- It is an institution in the Government of **India**, headed by the Prime Minister.

Cont...

- Joseph Stalin implemented the first FYP in the Soviet Union in the late 1920s.
- India launched its First FYP in 1951.
- The first Five-Year Plan was one of the most important because it has a great role in the launching of Indian development after the Independence.

5 YEAR PLAN	YEAR	BUDGET	SECTORS	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
First-5 year plan	1951-1956	20.69 billion	<p>Development on agricultural sector. Alloted to 7 different areas:</p> <ul style="list-style-type: none"> <li data-bbox="852 496 1398 544">❑ Irrigation & energy(27.2%) <li data-bbox="852 615 1379 715">❑ Agriculture & community development(17.4%) <li data-bbox="852 786 1263 886">❑ Transport & communication(24%) <li data-bbox="852 958 1174 1005">❑ Industry(8.4%) <li data-bbox="852 1076 1340 1123">❑ Social services(16.64%) <li data-bbox="852 1195 1379 1242">❑ Land rehabilitation(4.1%) <li data-bbox="852 1313 1302 1399">❑ For other sectors and services(2.5%) 	2.1%	3.6%

5 YEAR PLAN	YEAR	BUDGET	SECTORS	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Second-5 year plan	1956-1961	48 billion	<p>Development on public sector</p> <p>Alloted to 4 different areas:</p> <ul style="list-style-type: none"> <input type="checkbox"/> Communications & transport <input type="checkbox"/> Power & irrigation <input type="checkbox"/> Social services <input type="checkbox"/> Miscellaneous. 	4.5%	4.27%
	1952		Family planning		

5 YEAR PLAN	YEAR	BUDGET	SECTORS	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Third-5 year plan	1961-1966		Development on agriculture & improvement in the production of wheat.	5.6%	2.4%
	1962		Shifted the focus towards the defense industry & indian army.		
	1965		The focus was again shifted towards price stabilization.		
	1966-67 1968-69		<p>Due to failure of 3rd plan the govt. was forced to declare 'plan holidays'.3 annual plans were drawn.</p> <p>Equal priority was given to agriculture, its allied activities & industrial sector.</p> <p>The main reason for plan holidays were the war, lack of resources & increase in inflation.</p>		

5 YEAR PLAN	YEAR	BUDGET	SECTORS	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Fourth-5 year plan	1969-1974		<p>Development of country's industrial sector.</p> <p>A major segment of the fund was diverted towards the war needs.</p> <p>Major developments under this plan include:</p> <ul style="list-style-type: none"><input type="checkbox"/> The initiation of green revolution in india.<input type="checkbox"/> the nationalization of 14 Indian banks.	5.6%	3.3%
	1974		<p>India performed its first nuclear test.</p>		

5 YEAR PLAN	YEAR	BUDGET	SECTORS	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Fifth-5 year plan	1974-1979 1975 1978		<p data-bbox="774 268 1205 362">Launched by planning commission.</p> <p data-bbox="774 439 1306 596">Development on poverty alleviation , employment & justice in the country.</p> <p data-bbox="774 668 1398 768">Increased domestic agricultural production & defense products.</p> <p data-bbox="774 839 1348 939">The electricity supply act was amended.</p> <p data-bbox="774 1011 1412 1110">Newly elected govt. rejected the plan.</p> <p data-bbox="774 1125 1251 1168"><u>MAJOR ACHIEVEMENTS</u></p> <ul data-bbox="774 1182 1392 1396" style="list-style-type: none"> <li data-bbox="774 1182 1286 1282">☐ Indian national highway system was introduced. <li data-bbox="774 1296 1392 1396">☐ many roads were widened & Tourism also expanded. 	4.4%	5.0%

5 YEAR PLAN	YEAR	BUDGET	SECTORS	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Sixth-5 year plan	1980-1985		<p>It marked the beginning of economic liberalisation.</p> <p>Family planning was also expanded to prevent over population.</p> <p>The sixth Five-year Plan was a great success to Indian economy.</p>	5.2%	5.4%

5 YEAR PLAN	YEAR	BUDGET	SECTORS	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Seventh-5 year plan	1985-1990		<p>The plan laid stress on improving the productivity level of industries by upgrading of technology.</p> <p>Main Objectives :</p> <ul style="list-style-type: none"> ❑ to establish growth in areas of increasing economic productivity ❑ production of food grains & generating employment. <p>The sixth 5 year plan provided a strong base for the seventh Five-year Plan on the need for economic growth.</p>	5.0%	6.01%

Areas of the Seventh Five-year Plan were:

1. Social Justice.
2. Removal of oppression of the weak.
3. Using modern technology.
4. Agricultural development.
5. Anti-poverty programs.
6. Full supply of food.
7. Clothing and shelter.
8. Making India an Independent Economy.
9. Increasing productivity of small and large scale farmers.

5-YEAR PLAN	YEAR	REASON
No plan	1989-1991 1990 and 1992 1991	It was a period of economic instability in India and hence no five-year plan was implemented. There were only Annual Plans. India faced a crisis in Foreign Exchange reserves.

5 YEAR PLAN	YEAR	BUDGET	SECTOR	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Eighth-5 year plan	1992-1997		<p>Modernization of industries was a major highlight of the Eighth Plan.</p> <p>Launched by planning commission.</p> <p>MAJOR OBJECTIVES:</p> <ol style="list-style-type: none"> 1. Poverty education. 2. Infrastructure development. 3. Tourism management. 4. Empowerment of panchayat raj , nagar palika and NGO's. 5. Decentralization of power. 6. Development of energy sector. 7. Population control. 	5.6%	6.7%

5-YEAR PLAN	YEAR	BUDGET	SECTOR	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Ninth-5 year plan.	1998-2002	₹ 8,59,200 crores.	<p data-bbox="753 221 1449 385">focus to increase growth in the country with an emphasis on social justice and equity.</p> <p data-bbox="753 449 1449 556">tried to promote economic and social growth.</p> <p data-bbox="753 621 1449 949">New implementation measures in the form of Special Action Plans (SAPs) were evolved to fulfill targets within the stipulated time with adequate resources.</p> <p data-bbox="753 1021 1449 1292">SAPs covered the areas of</p> <ol data-bbox="753 1078 1449 1292" style="list-style-type: none"> 1. Social Infrastructure. 2. Agriculture. 3. Information Technology And Water Policy. 	6.5%	5.35%

5-YEAR PLAN	YEAR	BUDGET	SECTOR	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
			<p>Main objectives:</p> <ol style="list-style-type: none"> 1. Human Development. 2. Employment Generation. 3. Poverty Reduction. 4. Rural Development. 5. Promote Primary Education. 6. Price Stabilization. 7. Population Control. 8. Food & Nutritional Security. 		

5-YEAR PLAN	YEAR	BUDGET	SECTOR	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Tenth-5 year plan	2002-2007	₹43825 crores	<p>Launched by planning commission.</p> <p>Main Objectives:</p> <ol style="list-style-type: none"> 1. GDP growth of 8%. 2. Poverty alleviation. 3. Higher female literacy rate. 	8.1%	7.7%

5-YEAR PLAN	YEAR	BUDGET	SECTOR	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Eleventh-5year plan.	2007-2012		<p>Issued by planning commission</p> <p>Laid on 6 areas:</p> <ol style="list-style-type: none"> 1. Income & poverty. 2. Education. 3. Women & children. 4. Health. 5. Infrastructure. 6. Environment. 	9%	8.33%

5-YEAR PLAN	YEAR	BUDGET	SECTOR	TARGET GROWTH RATE	ACHIEVED GROWTH RATE
Twelfth-5 year plan	2012-2017		<p>The growth rate in the first year of the 12th plan (2012-13) is 6.5 to 7 percent.</p> <p>Intends to reduce poverty.</p>	8%	-----

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