2 Given the level of per capita income, India has to ramp up its economic growth rate. Discuss.

India aims to become a developed country 2047, the Amrit Kaal demands a greater per capita income and ramp up the economic growth.

Per capita income

In order to reach $13,000 per capita income a slew of measures across sectors is needed. India's present per capita income is $7220 and ranks 142/197 countries in terms of per capita and there is a long way to go.

Fruitful measures needed

A constant 7% growth rate of two decades is what is needed to achieve the Amrit kaal target.

① Investment has to increase, especially from the private side. The Gross fixed capital formation is 28% of GDP. It has to go upto 33% of GDP.

② The incremental capital output ratio has to be maintained at 4% to have best efficiency figures.

③ Increase in exports thanks to measures such as the Nirvik scheme, Reserve Bank increased sanctioned limit to export under priority sector lending.

④ Strengthening social safety nets is crucial: widening the Atal Pension Yojana, PM Awas Yojana, Ayushman Bharat can greatly support.

Challenges - Depreciating rupee and volatile bond market pose threats. Rupee internationalisation is also warranted for steady growth.

Focusing on diversified sectors, meeting disinvestment targets and controlling fiscal deficit can greatly ramp up economic growth.