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# Analysis of Funds Collected and Expenditure Incurred by National Political Parties - Lok Sabha 2004, 2009 & 2014

#### A REPORT BY

#### **ASSOCIATION FOR DEMOCRATIC REFORMS**

&

**NATIONAL ELECTION WATCH** 

Association for Democratic Reforms, T- 95A, C.L. House, Gautam Nagar, Near Gulmohar Commercial Complex, New Delhi – 110049 Tel: 011 4165 4200





## **Executive Summary**

- Political parties are required to submit a statement of election expenditure to the Election Commission within 90 days of completion of General Elections.
- The expenditure statement contains details of the **total amount received as funds in the form of cash,** cheques and demand drafts and the total amount spent under various heads.
- The expenditure statement **contains information on the amount spent on the following heads** at the state, district and constituency levels by the party:
  - Publicity
  - Travel expenses
  - Other expenses
  - o Expenditure towards candidates
- Political parties submit these statements providing information of **funds collected and spent between announcement and completion of elections.** This period could be between 3 weeks to 3 months based on the notification issued by the Election Commission.
- The focus of this report is the expenditure of National Parties during Lok Sabha 2014 and analyses the funds received and expenditure incurred by National Political Parties, during the election period of 75 days (05-03-2014 to 16-05-2014).

#### **Details provided in the Election Expenditure Statement**

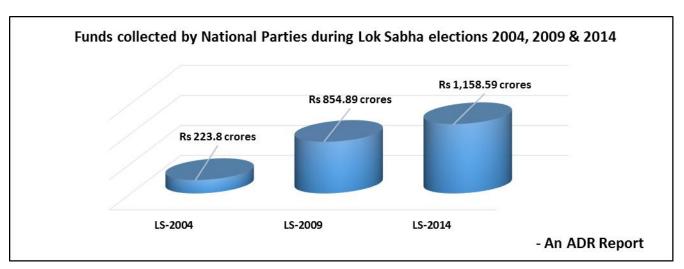
- 13<sup>th</sup> August, 2014 was the last date of filing of election expenditure statements of National Parties which was 90 days from 16<sup>th</sup> May on which the election results were declared.
- Based on the information available on the website of the Election Commission of India, the ECI received the expenditure statements of INC on 22<sup>nd</sup> Dec,'14, BJP on 12<sup>th</sup> Jan,'15, BSP on 8<sup>th</sup> Aug,'14, NCP on 22<sup>nd</sup> Aug,'14, CPI on 27<sup>th</sup> Oct,'14and CPM's expenditure statements on 25<sup>th</sup> Aug,'14.
- It is to be noted that while BJP, BSP, NCP, CPI and CPM submitted their expenditure statements with details of only Lok Sabha elections, 2014, the expenditure statement of INC included details of elections to Andhra Pradesh, Arunachal Pradesh, Sikkim and Odisha Assemblies. As the details were not segregated by INC, the information is taken as is submitted by the party.
- Similarly, for **Lok Sabha elections, 2004**, the expenditure statements of **BSP, CPI and CPM** contained details of expenditure incurred during Andhra Pradesh, Karnataka, Odisha and Sikkim Assembly Elections. The complete information as submitted by the National Parties have been taken into consideration during the preparation of this report.

#### Funds collected by National Parties during the Lok Sabha elections:

- The National parties considered for the report are BJP, INC, BSP, NCP, CPI, and CPM.
- Total funds collected by the National Parties, in cash, cheque/DD or in kind, during Lok Sabha elections held in 2004 was Rs 223.80 crores while during Lok Sabha 2009 elections increased by 282%, to Rs 854.89 crores.
- The total funds collected by the National Parties during Lok Sabha 2014 elections **increased by 35.53%**, to **Rs 1158.59 crores** from Rs 854.89 crores during Lok Sabha 2009.
- Over a period of 10 years, the funds collected by National Parties during Lok Sabha elections increased by 418%.



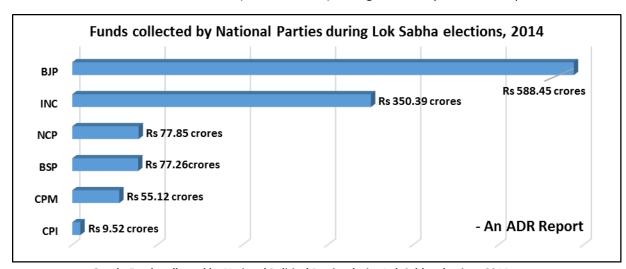




Graph: Funds collected by National Political Parties during Lok Sabha elections held in 2004, 2009 and 2014

#### Funds collected by National Parties during the Lok Sabha elections, 2014:

- **BJP** declared the highest amount of funds collected during Lok Sabha elections, 2014. The party declared collecting **Rs 588.45** crores over **75** days of election period.
- INC declared the second highest amount of Rs 350.39 crores followed by NCP with Rs 77.85 crores and BSP with Rs 77.26 crores.
- CPI declared the least funds collected (Rs 9.52 crores) during the 75 days of election period.



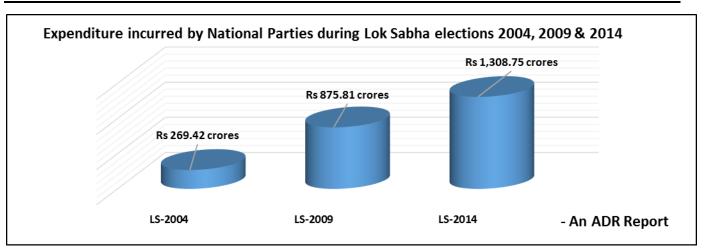
Graph: Funds collected by National Political Parties during Lok Sabha elections 2014

#### **Expenditure incurred by National Parties during the Lok Sabha elections:**

- Total expenditure incurred by the National Parties, in cash or cheque/DD, during Lok Sabha elections held in 2004 was Rs 269.42 crores while during Lok Sabha 2009 elections, it increased by 225%, to Rs 875.81 crores.
- The total expenditure of the National Parties during Lok Sabha 2014 elections increased by 49.43%, to Rs 1308.75 crores from Rs 875.81 crores during Lok Sabha 2009.
- Over a period of 10 years, the expenditure incurred by National Parties during Lok Sabha elections increased by 386%.



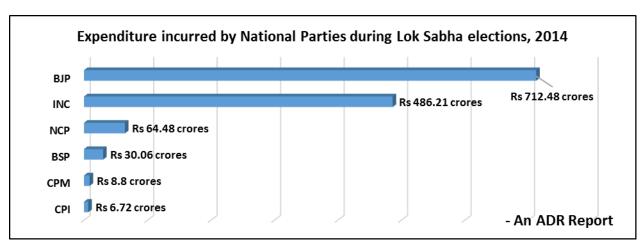




Graph: Expenditure incurred by National Political Parties during Lok Sabha elections held in 2004, 2009 and 2014

#### **Expenditure incurred by National Parties during the Lok Sabha elections, 2014:**

- **BJP** declared the highest amount of expenditure incurred during Lok Sabha elections, 2014. The party declared expenses of **Rs 712.48** crores over **75** days of election period.
- INC declared the second highest amount of Rs 486.21 crores followed by NCP with Rs 64.48 crores and BSP with Rs 30.06 crores.
- **CPI** declared the least amount of election expenditure (Rs 6.72 crores) during the 75 days of election period.



Graph: Expenditure incurred by National Political Parties during Lok Sabha elections 2014

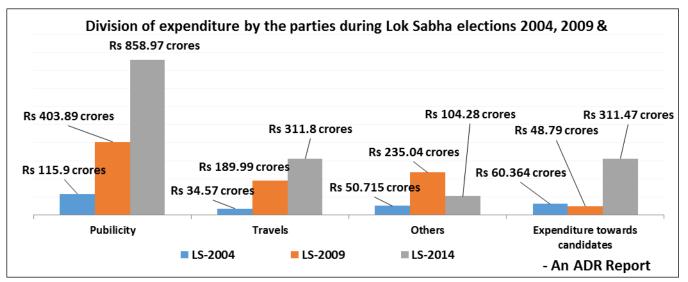
#### **Expenditure of Political Parties under various heads during Lok Sabha elections:**

- The main heads under which political parties declare their expenses are **publicity**, **travel**, **other/ miscellaneous expenses** and **expenditure** on **candidates**.
- During Lok Sabha elections in 2004, 2009 and 2014 together National Parties spent 50.58% of their total expenditure on publicity, 19.68% on travel expenses and 15.43% on candidates and 14.31% on other expenses.
- During Lok Sabha elections, 2004, National Parties spent Rs 115.90 crores on publicity, Rs 34.57 crores on travels, Rs 50.715 crores on other expenses and Rs 60.364 crores on expenditure towards candidates.





- During Lok Sabha elections, 2014, National Parties spent Rs 858.97 crores on publicity, Rs 311.8 crores on travels, Rs 104.28 crores on other expenses and Rs 311.47 crores on expenditure towards candidates.
- In 10 years, expenditure on publicity increased by 641% while expenditure on travel increased by 802% and the declared expenditure on candidates increased by 416%.



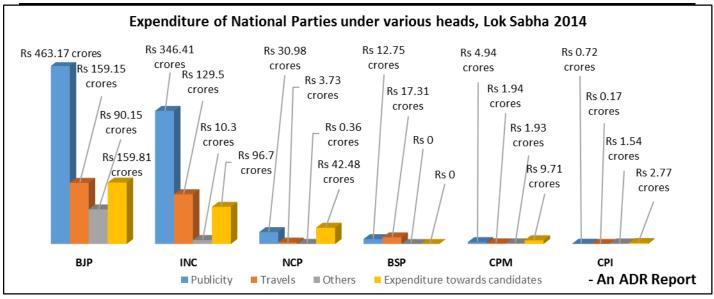
Graph: Expenditure of National Parties under various heads during Lok Sabha Elections, 2004, 2009 and 2014

#### Expenditure incurred under various heads during the Lok Sabha elections, 2014:

- During Lok Sabha elections in 2014, BJP declared spending Rs 463.17 crores on publicity while INC spent Rs 346.41 crores, NCP Rs 30.98 crores, BSP Rs 12.75 crores, CPM Rs 4.94 crores and CPI Rs 0.72 crores.
- BJP's declared expenditure on travel (for leaders, workers and star campaigners) was Rs 159.15 crores while INC spent Rs 129.50 crores on travel. NCP Rs 3.73 crores, BSP Rs 17.31 crores, CPM Rs 1.94 crores and CPI Rs 0.17 crores.
- BJP declared an equal amount of expenditure on candidates as that incurred on travel during Lok Sabha 2014 elections. The party spent Rs 159.81 crores on its candidates while INC spent Rs 96.70 crores on its candidates.



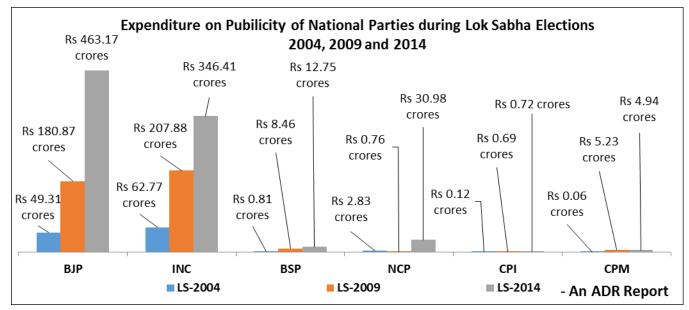




Graph: Expenditure of National Parties under various heads during Lok Sabha Elections, 2014

#### **Expenditure of National Parties on Publicity during Lok Sabha elections:**

- There are three main items listed under publicity expenditure: **expense on media advertisement** (print & electronic, bulk sms, cable, website, TV channels) **publicity material** (hoardings, posters, banners etc.), **expenses on public meetings** (processions, rallies etc.).
- Expenditure of BJP on publicity increased from Rs 49.31 crores during Lok Sabha 2004 to Rs 180.87 crores during Lok Sabha 2009 and Rs 463.17 crores during Lok Sabha 2014. The party declared an overall increase of 839% in 10 years.
- Expenditure of INC on publicity increased from Rs 62.77 crores during Lok Sabha 2004 to Rs 207.88 crores during Lok Sabha 2009 and Rs 346.41 crores during Lok Sabha 2014. The party declared an overall increase of 452% in 10 years.



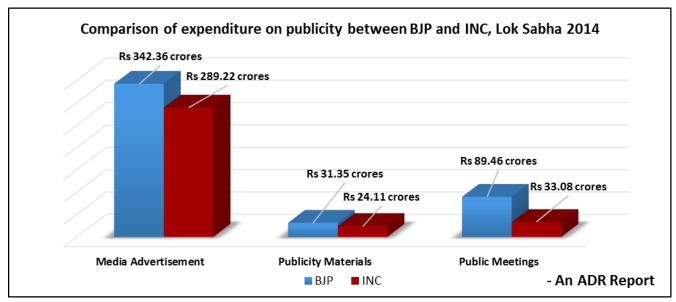
Graph: Expenditure of political parties on publicity during Lok Sabha Elections, 2004, 2009 and 2014





#### **Expenditure of National Parties on Publicity during Lok Sabha elections, 2014:**

- National Parties collectively spent Rs 661.26 crores (or 76.98%) on media advertisement, Rs 126.94 crores (or 14.78%) on public meetings and Rs 70.77 crores (or 8.24%) on publicity materials during Lok Sabha Elections, 2014.
- BJP spent the maximum amount of Rs 342.36 crores on media advertisement followed by Rs 89.56 crores on public meetings and Rs 31.35 crores on publicity materials.
- INC spent the maximum amount of Rs 289.22 crores on media advertisement followed by Rs 33.08 crores on public meetings and Rs 24.11 crores on publicity materials, while BSP spent Rs 6.59 crores on publicity materials and Rs 3.90 crores on media advertisement.



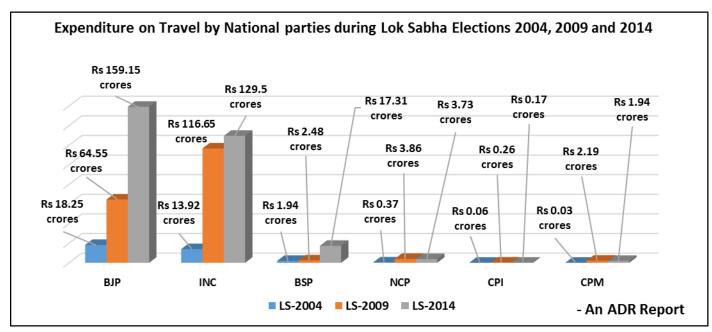
Graph: Comparison of expenditure on publicity between BJP and INC, Lok Sabha Elections 2014

#### **Expenditure of National Parties on Travels during Lok Sabha elections:**

- Expenditure of BJP on travel increased from Rs 18.25 crores during Lok Sabha 2004 to Rs 64.55 crores during Lok Sabha 2009 and Rs 159.15 crores during Lok Sabha 2014. The party declared an overall increase of 772% in 10 years.
- Expenditure of INC on travel increased from Rs 13.92 crores during Lok Sabha 2004 to Rs 116.65 crores during Lok Sabha 2009 and Rs 129.50 crores during Lok Sabha 2014. The party declared an overall increase of 830% in 10 years.







Graph: Expenditure of National Parties on travel during Lok Sabha Elections, 2004, 2009 and 2014

## **Detailed Report**

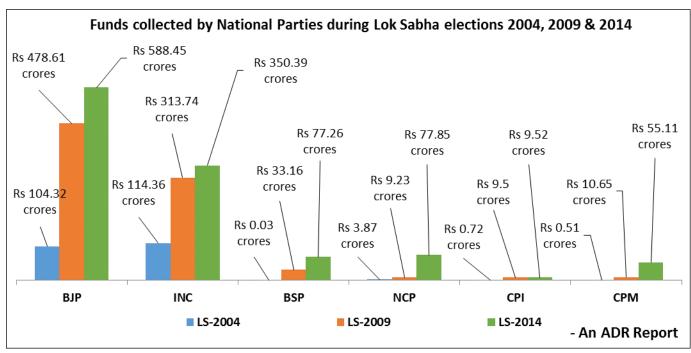
#### **Funds collected during Lok Sabha elections**

- The funds declared as collected by political parties were collected between the date of announcement of elections and the date of completion of elections: 75 days (05-03-2014 to 16-05-2014).
- The National parties considered for the report are BJP, INC, BSP, NCP, CPI, and CPM.
- Total funds collected by the National Parties, in cash, cheque/DD or in kind, during Lok Sabha elections held in 2004 was Rs 223.80 crores while during Lok Sabha 2009 elections increased by 282%, to Rs 854.89 crores.
- The total funds collected by the National Parties during Lok Sabha 2014 elections increased by 35.53%, to Rs 1158.59 crores from Rs 854.89 crores during Lok Sabha 2009.
- Over a period of 10 years, the funds collected by National Parties during Lok Sabha elections increased by 418%.

| National Party     | Lok Sabha elections - 2004 | Lok Sabha elections - 2009 | Lok Sabha elections - 2014 | Total funds collected |
|--------------------|----------------------------|----------------------------|----------------------------|-----------------------|
| ВЈР                | 104.32                     | 478.61                     | 588.45                     | Rs 1,171.38 crores    |
| INC                | 114.36                     | 313.74                     | 350.39                     | Rs 778.49 crores      |
| BSP                | 0.03                       | 33.16                      | 77.26                      | Rs 110.45 crores      |
| NCP                | 3.87                       | 9.23                       | 77.85                      | Rs 90.95 crores       |
| СРІ                | 0.72                       | 9.5                        | 9.52                       | Rs 19.74 crores       |
| СРМ                | 0.5                        | 10.65                      | 55.12                      | Rs 66.27 crores       |
| <b>Grand Total</b> | Rs 223.8 crores            | Rs 854.89 crores           | Rs 1158.59 crores          | Rs 2237.28 crores     |



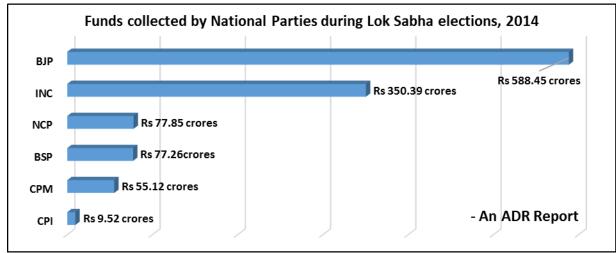




Graph: Funds collected by National Parties during Lok Sabha Elections, 2004, 2009 and 2014

#### Funds collected by National Parties during the Lok Sabha elections, 2014:

- BJP declared the highest amount of funds collected during Lok Sabha elections, 2014. The party declared collecting Rs 588.45 crores over 75 days of election period.
- INC declared the second highest amount of Rs 350.39 crores followed by NCP with Rs 77.85 crores and BSP with Rs 77.26 crores.
- **CPI** declared the least funds collected (Rs 9.52 crores) during the 75 days of election period.



Graph: Funds collected by National Political Parties during Lok Sabha elections 2014

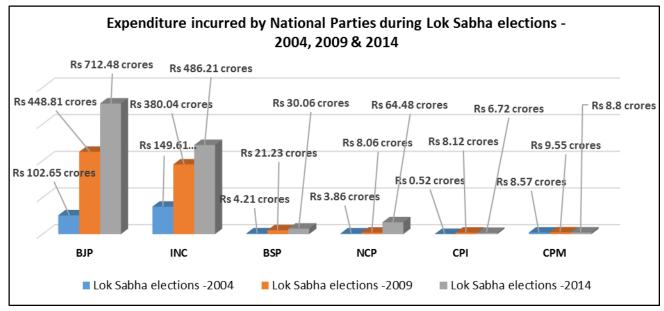




#### **Expenditure incurred during Lok Sabha elections**

- Total expenditure incurred by the National Parties, in cash or cheque/DD, during Lok Sabha elections held in 2004 was Rs 269.42 crores while during Lok Sabha 2009 elections increased by 225%, to Rs 875.81 crores
- The total expenditure of the National Parties during Lok Sabha 2014 elections increased by 49.43%, to Rs 1308.75 crores from Rs 875.81 crores during Lok Sabha 2009.
- Over a period of 10 years, the expenditure incurred by National Parties during Lok Sabha elections increased by 386%.

| National Party | Lok Sabha elections -<br>2004 | Lok Sabha elections - 2009 | Lok Sabha elections - 2014 | Total expenditure |
|----------------|-------------------------------|----------------------------|----------------------------|-------------------|
| ВЈР            | 102.65                        | 448.81                     | 712.48                     | Rs 1263.94 crores |
| INC            | 149.61                        | 380.04                     | 486.21                     | Rs 1015.86 crores |
| BSP            | 4.21                          | 21.23                      | 30.06                      | Rs 55.5 crores    |
| NCP            | 3.86                          | 8.06                       | 64.48                      | Rs 76.4 crores    |
| СРІ            | 0.52                          | 8.12                       | 6.72                       | Rs 15.36 crores   |
| СРМ            | 8.57                          | 9.55                       | 8.8                        | Rs 26.92 crores   |
| Grand Total    | Rs 269.42 crores              | Rs 875.81 crores           | Rs 1308.75 crores          | Rs 2453.98 crores |



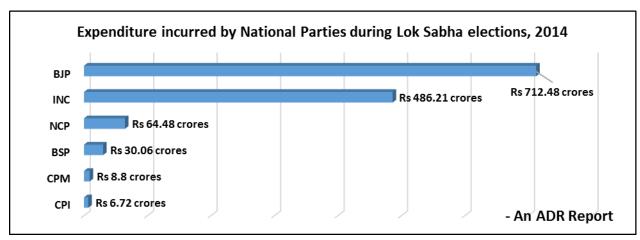
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- INC declared the second highest amount of Rs 486.21 crores followed by NCP with Rs 64.48 crores and BSP with Rs 30.06 crores.
- **CPM** declared the least amount of election expenditure (Rs 8.8 crores) during the 75 days of election period.

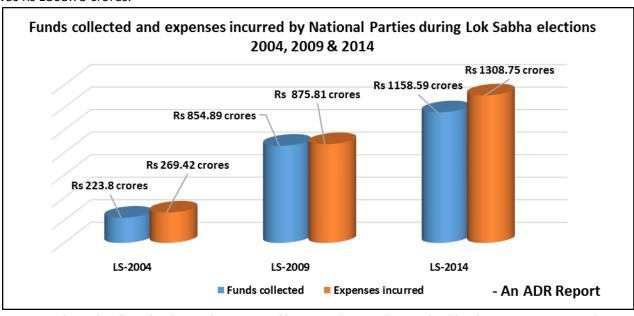






Graph: Expenditure incurred by National Political Parties during Lok Sabha elections 2014

- It is to be noted that the total expenditure of National Parties during all the three Lok Sabha elections had exceeded the total funds collected by the parties during the election period.
- Total funds collected during Lok Sabha 2004 were Rs 223.80 crores but expenditure declared was Rs 269.42 crores. Similarly, funds collected during Lok Sabha 2009 were Rs 854.89 crores but expenditure was Rs 875.81 crores and during Lok Sabha 2014, funds collected were Rs 1158.59 crores and expenditure incurred was Rs 1308.75 crores.



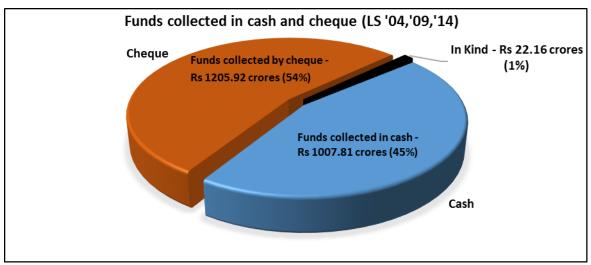
Graph: Funds collected and expenditure incurred by National Parties during Lok Sabha Elections, 2004, 2009 and 2014

#### Modes of fund collection and expenditure by political parties during Lok Sabha Elections

- The total funds collected by National parties amounted to Rs 2237.28 crores during Lok Sabha 2004, 2009 and 2014 elections, of which 54% or Rs 1205.92 crores was collected by cheque, while 45% or Rs 1007.81 crores was collected by cash.
- There is provision for political parties to declare **funds collected in kind during election period.** The National Parties during the three Lok Sabha elections collected **funds in kind** amounting to a total of **Rs 22.16 crores** or 1% of the overall funds collected.







Graph: Funds collected in cash & cheque by National Parties during Lok Sabha Elections, 2004, 2009 and 2014

|                | Funds col           | lected by Nationa | l Parties (Rs. in cro | ores)   |                 | Total             |
|----------------|---------------------|-------------------|-----------------------|---------|-----------------|-------------------|
| National Party | Lok Sabha Elections | Cash              | Cheque                | In kind | Undeclared Mode | (Rs. in crores)   |
|                | LS-2004             | 29.43             | 59.22                 | 15.67   | 0               | 104.32            |
| ВЈР            | LS-2009             | 239.73            | 232.99                | 5.89    | 0               | 478.61            |
|                | LS-2014             | 227.32            | 360.81                | 0.32    | 0               | 588.45            |
| Total          | (Rs in crores)      | 496.48            | 653.02                | 21.88   | 0               | Rs 1171.38 crores |
|                | LS-2004             | 39.314            | 73.71                 | 0       | 1.33            | 114.35            |
| INC            | LS-2009             | 237.36            | 76.38                 | 0       | 0               | 313.74            |
|                | LS-2014             | 109.07            | 241.05                | 0.27    | 0               | 350.39            |
| Total          | (Rs in crores)      | 385.744           | 391.14                | 0.27    | 1.33            | Rs 778.48 crores  |
|                | LS-2004             | 0                 | 0.03                  | 0       | 0               | 0.03              |
| BSP            | LS-2009             | 33.16             | 0.0002                | 0       | 0               | 33.16             |
|                | LS-2014             | 0                 | 77.26                 | 0       | 0               | 77.26             |
| Total          | (Rs in crores)      | 33.16             | 77.29                 | 0       | 0               | Rs 110.45 crores  |
|                | LS-2004             | 1.18              | 2.63                  | 0       | 0.06            | 3.87              |
| NCP            | LS-2009             | 7.34              | 1.89                  | 0       | 0               | 9.23              |
|                | LS-2014             | 32.874            | 44.98                 |         | 0               | 77.85             |
| Total          | (Rs in crores)      | 41.39             | 49.5                  | 0       | 0.06            | Rs 90.95 crores   |
|                | LS-2004             | 0.36              | 0.36                  | 0       | 0               | 0.72              |
| CPI            | LS-2009             | 4.29              | 5.21                  | 0       | 0               | 9.5               |
|                | LS-2014             | 2.38              | 7.14                  | 0       | 0               | 9.52              |
| Total          | (Rs in crores)      | 7.03              | 12.71                 | 0       | 0               | Rs 19.74 crores   |
|                | LS-2004             | 0.0095            | 0.50                  | 0       | 0               | 0.51              |
| CPM            | LS-2009             | 6.88              | 3.77                  | 0       | 0               | 10.65             |
|                | LS-2014             | 37.11             | 17.994                | 0.01    | 0               | 55.11             |
| Total          | (Rs in crores)      | 44.00             | 22.26                 | 0.01    | 0               | Rs 66.27 crores   |
| Grand To       | otal (Rs in crores) | 1007.81           | 1205.92               | 22.16   | 1.39            | Rs 2237.28 crores |

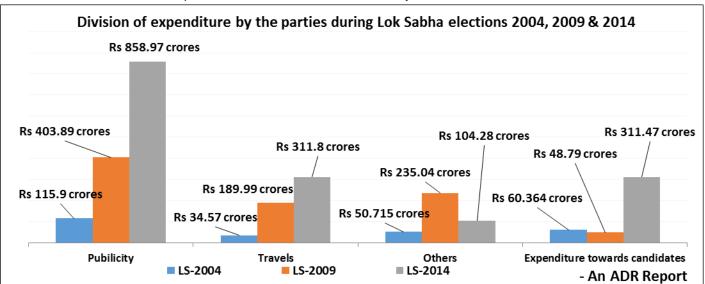
Table: Funds collected by National Parties during Lok Sabha elections, 2004, 2009 & 2014





#### **Expenditure of Political Parties under various heads:**

- The main heads under which political parties declare their expenses are **publicity**, **travel**, **other/ miscellaneous expenses** and **expenditure** on **candidates**.
- During Lok Sabha elections in 2004, 2009 and 2014 together National Parties spent 50.58% of their total expenditure on publicity, 19.68% on travel expenses and 15.43% on candidates and 14.31% on other expenses.
- During Lok Sabha elections, 2004, National Parties spent Rs 115.90 crores on publicity, Rs 34.57 crores on travels, Rs 50. 715 crores on other expenses and Rs 60.364 crores on expenditure towards candidates.
- During Lok Sabha elections, 2014, National Parties spent Rs 858.97 crores on publicity, Rs 311.8 crores on travels, Rs 104.28 crores on other expenses and Rs 311.47 crores on expenditure towards candidates.
- In 10 years, expenditure on publicity increased by 641% while expenditure on travel increased by 802% and the declared expenditure on candidates increased by 416%



Graph: Expenditure of political parties under various heads during Lok Sabha Elections, 2004, 2009 and 2014

#### Expenditure incurred under various heads during the Lok Sabha elections, 2014:

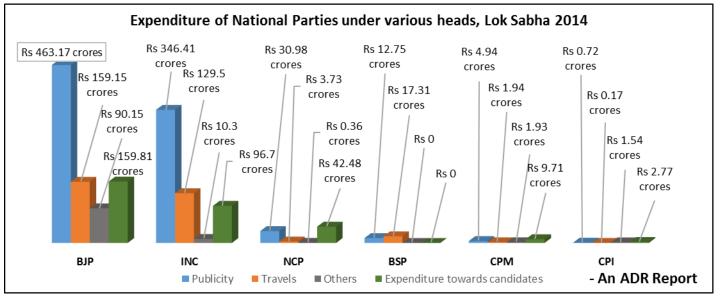
- During Lok Sabha elections in 2014, BJP declared spending Rs 463.17 crores on publicity while INC spent Rs 346.41 crores, NCP – Rs 30.98 crores, BSP – Rs 12.75 crores, CPM – Rs 4.94 crores and CPI – Rs 0.72 crores.
- BJP's declared expenditure on travel (for leaders, workers and star campaigners) was Rs 159.15 crores while INC spent Rs 129.50 crores on travel. NCP Rs 3.73 crores, BSP Rs 17.31 crores, CPM Rs 1.94 crores and CPI Rs 0.17 crores.
- BJP declared an equal amount of expenditure on candidates as that incurred on travel during Lok Sabha 2014 elections. The party spent Rs 159.81 crores on its candidates while INC spent Rs 96.70 crores on its candidates.





| National<br>Party | Publicity       | Travels         | Others           | Expenditure towards candidates | Total expenditure |
|-------------------|-----------------|-----------------|------------------|--------------------------------|-------------------|
| BJP               | 463.17          | 159.15          | 90.15            | 159.81                         | Rs 872.28 crores  |
| INC               | 346.41          | 129.5           | 10.3             | 96.7                           | Rs 582.91 crores  |
| NCP               | 30.98           | 3.73            | 0.36             | 42.48                          | Rs 77.55 crores   |
| BSP               | 12.75           | 17.31           | 0                | 0                              | Rs 30.06 crores   |
| СРМ               | 4.94            | 1.94            | 1.93             | 9.71                           | Rs 18.52 crores   |
| СРІ               | 0.72            | 0.17            | 1.54             | 2.77                           | Rs 5.2 crores     |
| Total             | Rs 858.97crores | Rs 311.8 crores | Rs 104.28 crores | Rs 311.47 crores               | 1586.52 crores    |

Table: Expenditure incurred by political parties under various heads during Lok Sabha elections, 2014



Graph: Total expenditure incurred by National Parties during Lok Sabha Elections, 2014

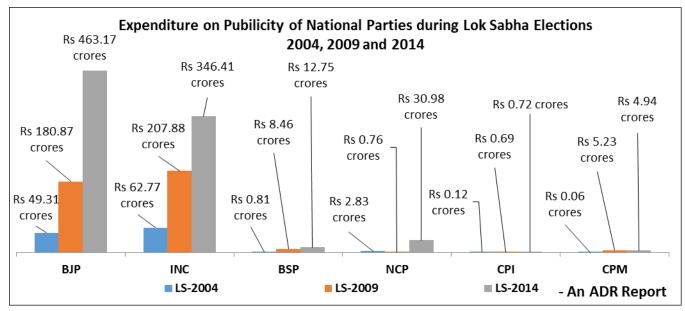
#### Expenditure of Political Parties on Publicity during Lok Sabha elections

- There are three main items listed under publicity expenditure: **expense on media advertisement** (print & electronic, bulk sms, cable, website, TV channels) **publicity material** (hoardings, posters, banners etc.), **expenses on public meetings** (processions, rallies etc.).
- Of the six National Parties, the expenditure on publicity of 5 parties was highest for the Lok Sabha elections in 2014 than the earlier elections while expenditure of CPM decreased from Rs 5.23 crores in Lok Sabha 2009 to Rs 4.94 crores during Lok Sabha 2014 elections.
- Expenditure of BJP on publicity increased from Rs 49.31 crores during Lok Sabha 2004 to Rs 180.87 crores during Lok Sabha 2009 and Rs 463.17 crores during Lok Sabha 2014. The party declared an overall increase of 839% in 10 years.
- Expenditure of INC on publicity increased from Rs 62.77 crores during Lok Sabha 2004 to Rs 207.88 crores during Lok Sabha 2009 and Rs 346.41 crores during Lok Sabha 2014. The party declared an overall increase of 452% in 10 years.





|                        | Expenditure of National Parties on Publicity (LS 2004, 2009 & 2014) |                  |                 |                 |                |                 |  |  |  |  |
|------------------------|---|------------------|-----------------|-----------------|----------------|-----------------|--|--|--|--|
| Lok Sabha<br>Elections | ВЈР   | INC              | BSP             | NCP             | СРІ            | СРМ             |  |  |  |  |
| LS-2004                | 49.31   | 62.77            | 0.81            | 2.83            | 0.12           | 0.06            |  |  |  |  |
| LS-2009                | 180.87  | 207.88           | 8.46            | 0.76            | 0.69           | 5.23            |  |  |  |  |
| LS-2014                | 463.17  | 346.41           | 12.75           | 30.98           | 0.72           | 4.94            |  |  |  |  |
| Total<br>Expenditure   | Rs 693.35 crores  | Rs 617.06 crores | Rs 22.02 crores | Rs 34.57 crores | Rs 1.53 crores | Rs 10.23 crores |  |  |  |  |



Graph: Total expenditure incurred by National Parties on publicity during Lok Sabha Elections, 2004, 2009 & 2014

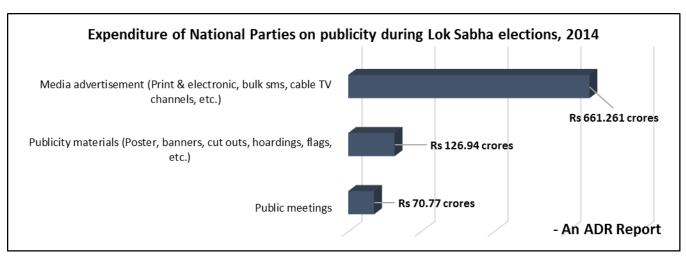
#### Expenditure of Political Parties on Publicity during Lok Sabha elections, 2014

- National Parties collectively spent Rs 661.26 crores (or 76.98%) on media advertisement, Rs 126.94 crores (or 14.78%) on public meetings and Rs 70.77 crores (or 8.24%) on publicity materials during Lok Sabha Elections, 2014.
- BJP spent the maximum amount of Rs 342.36 crores on media advertisement followed by Rs 89.56 crores on public meetings and Rs 31.35 crores on publicity materials.
- INC spent the maximum amount of Rs 289.22 crores on media advertisement followed by Rs 33.08 crores on public meetings and Rs 24.11 crores on publicity materials, while BSP spent Rs 6.59 crores on publicity materials and Rs 3.91 crores on media advertisement.

| National Party | Media<br>Advertisement | Publicity<br>Materials | Public Meetings  | Total             |
|----------------|------------------------|------------------------|------------------|-------------------|
| ВЈР            | 342.36                 | 31.35                  | 89.46            | Rs 463.17 crores  |
| INC            | 289.22                 | 24.11                  | 33.08            | Rs 346.41 crores  |
| NCP            | 24.85                  | 5.47                   | 0.66             | Rs 30.98 crores   |
| BSP            | 3.91                   | 6.59                   | 2.25             | Rs 12.75 crores   |
| СРІ            | 0.001                  | 0.57                   | 0.15             | Rs 0.721 crores   |
| СРМ            | 0.92                   | 2.68                   | 1.34             | Rs 4.94 crores    |
| Total          | Rs 661.261 crores      | Rs 70.77 crores        | Rs 126.94 crores | Rs 858.971 crores |







Graph: Expenditure of political parties on publicity during Lok Sabha Elections, 2014

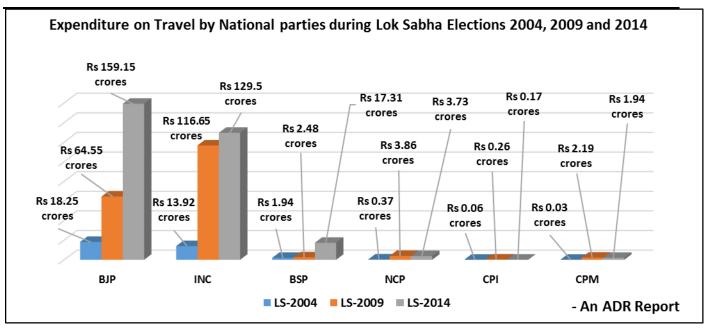
#### **Expenditure of National Parties on Travels during Lok Sabha elections:**

- Expenditure of BJP on travel increased from Rs 18.25 crores during Lok Sabha 2004 to Rs 64.55 crores during Lok Sabha 2009 and Rs 159.15 crores during Lok Sabha 2014. The party declared an overall increase of 772% in 10 years.
- Expenditure of INC on travel increased from Rs 13.92 crores during Lok Sabha 2004 to Rs 116.65 crores during Lok Sabha 2009 and Rs 129.50 crores during Lok Sabha 2014. The party declared an overall increase of 830% in 10 years.

|   | Expenditure of National Parties on Travel (LS 2004, 2009 & 2014)   |        |       |       |      |      |  |  |  |
|---|--|--------|-------|-------|------|------|--|--|--|
| Lok Sabha Elections BJP INC BSP NCP CPI CPM |  |        |       |       |      |      |  |  |  |
| LS-2004                                     | 18.25  | 13.92  | 1.94  | 0.37  | 0.06 | 0.03 |  |  |  |
| LS-2009                                     | 64.55  | 116.65 | 2.48  | 3.855 | 0.26 | 2.19 |  |  |  |
| LS-2014                                     | 159.15   | 129.5  | 17.31 | 3.73  | 0.17 | 1.94 |  |  |  |
| Total Expenditure                           | Total Expenditure Rs 241.95 crores Rs 260.07 crores Rs 21.73 crores Rs 7.96 crores Rs 0.49 crores Rs 4.16 crores |        |       |       |      |      |  |  |  |



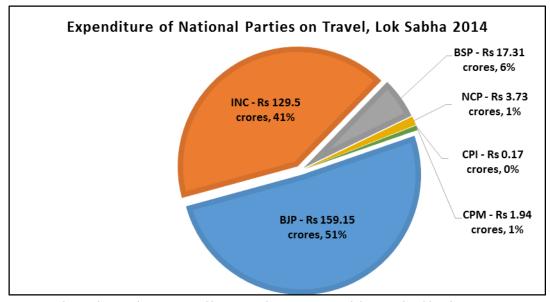




Graph: Expenditure of National Parties on travel during Lok Sabha Elections, 2004, 2009 and 2014

#### Expenditure of Political Parties on Travel during Lok Sabha elections, 2014

- **BJP** declared a **travel expenditure** of **Rs 159.15 crores** which is **51%** of the total travel expenditure of six National Parties.
- INC declared a total travel expenditure of Rs 129.50 crores (41% of total travel expenses of all National Parties).
- **CPI** declared **the least amount among National Parties under travel expenses.** The National Party declared a total of Rs 0.17 crores as expenditure on travel of leaders, workers and Star campaigners.



Graph: Total expenditure incurred by National Parties on travel during Lok Sabha Elections, 2014

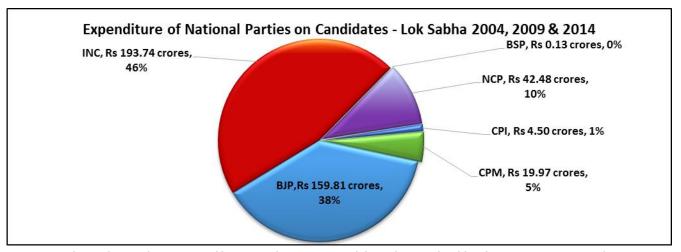




#### **Expenditure of National Parties on Candidates during Lok Sabha elections:**

- In 10 years, during Lok Sabha 2004, 2009 and 2014 elections, INC declared spending **Rs 193.74 crores on candidates** (46% of total expenditure on candidates by National Parties).
- **BJP** declared that the party **incurred no expenditure on candidates** during Lok Sabha 2004 and 2009 elections and **spent Rs 159.81 crores** during **Lok Sabha elections 2014**.
- **BSP** declared that the party incurred no expenditure on candidates during Lok Sabha elections, 2009 and 2014 but declared a total of Rs 12.6 lakhs as expenditure towards candidates during Lok Sabha elections, 2004.

|                        | Expenditure of National Parties towards candidates (LS 2004, 2009 & 2014) |                  |                |                 |                |                 |  |  |  |
|------------------------|---|------------------|----------------|-----------------|----------------|-----------------|--|--|--|
| Lok Sabha<br>Elections | ВЈР   | INC              | BSP            | NCP             | СРІ            | СРМ             |  |  |  |
| LS-2004                | 0   | 60.13            | 0.126          | 0               | 0.108          | 0               |  |  |  |
| LS-2009                | 0   | 36.91            | 0              | 0               | 1.62           | 10.26           |  |  |  |
| LS-2014                | 159.81  | 96.7             | 0              | 42.48           | 2.77           | 9.71            |  |  |  |
| Total Expenditure      | Rs 159.81 crores  | Rs 193.74 crores | Rs 0.13 crores | Rs 42.48 crores | Rs 4.50 crores | Rs 19.97 crores |  |  |  |



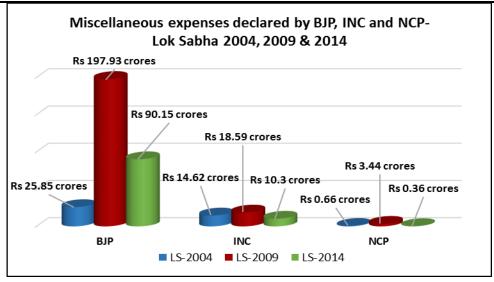
Graph: Total expenditure incurred by National Parties on candidates during Lok Sabha Elections, 2004, 2009 and 2014

#### Expenditure of National Parties on other/miscellaneous expenses during Lok Sabha elections:

- In the format of expenditure statement circulated by the ECI, political parties are required to declare any
  other miscellaneous expenditure incurred by them during the election period which is not covered under
  other heads.
- BJP declared the highest amount under miscellaneous expenses among all the National Parties. The party declared Rs 25.85 crores during Lok Sabha 2004, Rs 197.93 crores during Lok Sabha 2009 and Rs 90.15 crores during Lok Sabha 2014. Thus a total of Rs 313.93 crores declared as miscellaneous expenses.
- INC declared Rs 14.62 crores during Lok Sabha 2004, Rs 18.59 crores during Lok Sabha 2009 and Rs 10.30 crores during Lok Sabha 2014.







Graph: Total expenditure incurred by National Parties on miscellaneous expenses during Lok Sabha Elections, 2004, 2009 & 2014

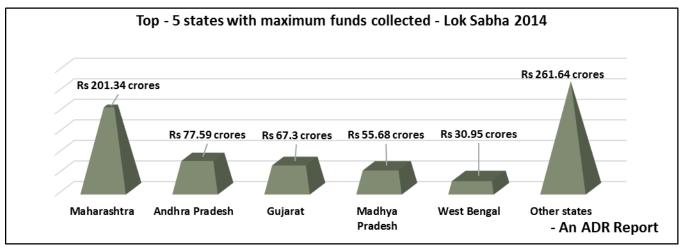
| Division of expen | diture as provided     | in the statem | nent submitt | ed by the pa | rties (Rs in crores)           |         |
|-------------------|------------------------|---------------|--------------|--------------|--------------------------------|---------|
| National Party    | Lok Sabha<br>Elections | Publicity     | Travels      | Others       | Expenditure towards candidates | Total   |
|                   | LS-2004                | 49.31         | 18.25        | 25.85        | 0                              | 93.41   |
| BJP               | LS-2009                | 180.87        | 64.55        | 197.93       | 0                              | 443.35  |
|                   | LS-2014                | 463.17        | 159.15       | 90.15        | 159.81                         | 872.28  |
| Total             |                        | 693.35        | 241.95       | 313.93       | 159.81                         | 1409.04 |
|                   | LS-2004                | 62.77         | 13.92        | 14.62        | 60.13                          | 151.44  |
| INC               | LS-2009                | 207.88        | 116.655      | 18.59        | 36.91                          | 380.04  |
|                   | LS-2014                | 346.41        | 129.5        | 10.3         | 96.7                           | 582.91  |
| Total             |                        | 617.06        | 260.08       | 43.51        | 193.74                         | 1114.39 |
|                   | LS-2004                | 0.81          | 1.94         | 1.33         | 0.126                          | 4.206   |
| BSP               | LS-2009                | 8.46          | 2.48         | 10.29        | 0                              | 21.23   |
|                   | LS-2014                | 12.75         | 17.31        | 0            | 0                              | 30.06   |
| Total             |                        | 22.02         | 21.73        | 11.62        | 0.126                          | 55.496  |
|                   | LS-2004                | 2.83          | 0.37         | 0.66         | 0                              | 3.86    |
| NCP               | LS-2009                | 0.76          | 3.855        | 3.44         | 0                              | 8.05    |
|                   | LS-2014                | 30.98         | 3.73         | 0.36         | 42.48                          | 77.55   |
| Total             |                        | 34.57         | 7.95         | 4.46         | 42.48                          | 89.46   |
|                   | LS-2004                | 0.12          | 0.06         | 0.085        | 0.108                          | 0.373   |
| CPI               | LS-2009                | 0.69          | 0.26         | 1.68         | 1.62                           | 4.25    |
|                   | LS-2014                | 0.72          | 0.17         | 1.54         | 2.77                           | 5.2     |
| Total             |                        | 1.53          | 0.49         | 3.305        | 4.498                          | 9.823   |
|                   | LS-2004                | 0.06          | 0.03         | 8.17         | 0                              | 8.26    |
| СРМ               | LS-2009                | 5.23          | 2.19         | 3.11         | 10.26                          | 20.79   |
|                   | LS-2014                | 4.94          | 1.94         | 1.93         | 9.71                           | 18.52   |
| Total             |                        | 10.23         | 4.16         | 13.21        | 19.97                          | 47.57   |
| Grand Total (Rs   | in crores)             | 1378.76       | 536.36       | 390.04       | 420.62                         | 2725.78 |





# State-wise funds collected and expenditure incurred by the National Parties during Lok Sabha elections, 2014

- Political parties are required to submit details of funds collected and expenditure incurred at the state level.
- Based on the election expenditure declaration of National Parties for the Lok Sabha elections, 2014, maximum funds were collected from Maharashtra from which the state unit collected Rs 201.34 crores followed by Andhra Pradesh with Rs 77.59 crores and Gujarat with Rs 67.30 crores



Graph: Top 5 states with maximum funds collected during Lok Sabha Elections, 2014

|                | Funds       | Collected by Nat | tional F | Parties from diff | erent states- LS-20 | 14          |                          |
|----------------|-------------|------------------|----------|-------------------|---------------------|-------------|--------------------------|
| States         | ВЈР         | INC              | BSP      | NCP               | СРІ                 | СРМ         | Funds<br>collected (Rs.) |
| Maharashtra    | 804,549,307 | 625,420,605      | 0        | 576,553,110       | 1,339,378           | 5,535,264   | 2,013,397,664            |
| Andhra Pradesh | 43,073,724  | 422,318,000      | 0        | -                 | 50,303,812          | 60,243,399  | 775,938,935              |
| Gujarat        | 641,446,566 | 30,682,000       | 0        | -                 | 442,401             | 405,498     | 672,976,465              |
| Madhya Pradesh | 548,165,060 | 5,933,289        | 0        | -                 | 829,254             | 1,887,679   | 556,815,282              |
| West Bengal    | 104,789,064 | 6,169,700        | 0        | -                 | 2,382,396           | 196,114,428 | 309,455,588              |
| Odisha         | 252,583,430 | 32,028,077       | 0        | 2,500,000         | 1,019,149           | 8,178,625   | 296,309,281              |
| Uttar Pradesh  | 283,441,470 | 8,832,447        | 0        | -                 | 717,674             | 1,227,845   | 294,219,436              |
| Telangana      | -           | 244,010,106      | 0        | -                 | -                   | 30,290,814  | 274,300,920              |
| Kerala         | 119,798,005 | 18,287,139       | 0        | -                 | 6,145,300           | 112,679,295 | 256,909,739              |
| Rajasthan      | 179,259,407 | 4,539,518        | 0        | -                 | 83,204              | 171,354     | 184,053,483              |
| Karnataka      | 70,746,729  | 108,691,000      | 0        | -                 | 931,875             | 1,912,200   | 182,281,804              |
| Chhattisgarh   | 135,041,528 | 8,350,000        | 0        | -                 | 210,000             | 496,719     | 144,098,247              |



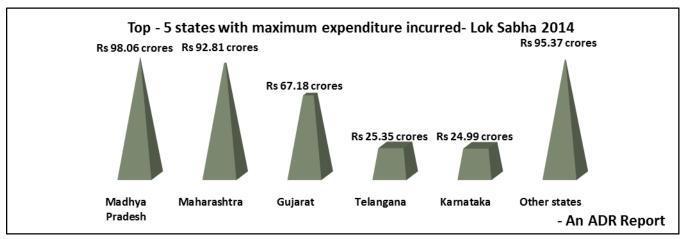


|                           | Funds         | Collected by Nat | tional F | Parties from diff | erent states- LS-20 | 14          |                          |
|---------------------------|---------------|------------------|----------|-------------------|---------------------|-------------|--------------------------|
| States                    | ВЈР           | INC              | BSP      | NCP               | СРІ                 | СРМ         | Funds<br>collected (Rs.) |
| Haryana                   | 73,499,253    | 45,187,253       | 0        | -                 | 276,100             | 5,458,828   | 124,421,434              |
| Jharkhand                 | 114,937,533   | 650,000          | 0        | -                 | 58,500              | 747,944     | 116,393,977              |
| Bihar                     | 107,716,568   | 4,311,720        | 0        | -                 | 2,586,578           | 939,582     | 115,554,448              |
| Assam                     | 700,000       | 106,707,704      | 0        | -                 | 109,740             | 1,070,035   | 108,587,479              |
| Delhi                     | 95,688,547    | 5,500,000        | 0        | -                 | 141,069             | -           | 101,329,616              |
| Tamilnadu                 | 41,340,589    | 15,718,261       | 0        | -                 | 6,149,700           | 23,682,251  | 86,890,801               |
| Goa                       | 51,444,299    | 15,700,000       | 0        | -                 | 1,467,153           | -           | 68,611,452               |
| Punjab                    | 30,422,927    | 14,111,001       | 0        | -                 | 1,101,900           | 4,516,395   | 50,152,223               |
| Tripura                   | 282,024       | 2,250,000        | 0        | -                 | -                   | 46,711,860  | 49,243,884               |
| Meghalaya                 | 4,186,300     | 24,020,527       | 0        | -                 | -                   | -           | 28,206,827               |
| Uttarakhand               | 6,529,321     | 20,072,000       | 0        | -                 | 5,000               | 276,902     | 26,883,223               |
| Arunachal Pradesh         | 17,900,000    | 2,972,720        | 0        | 4,500,000         | -                   | -           | 25,372,720               |
| Lakshdweep                | -             | 150,000          | 0        | 22,500,000        | -                   | -           | 22,650,000               |
| Manipur                   | 450,422       | 705,000          | 0        | 15,500,000        | 932,000             | -           | 17,587,422               |
| Himachal Pradesh          | 12,222,788    | 2,500,000        | 0        | -                 | -                   | 2,807,844   | 17,530,632               |
| Jammu & Kashmir           | 4,840,180     | 188,185          | 0        | -                 | -                   | -           | 5,028,365                |
| Chandigarh                | 4,538,000     | 0                | 0        | -                 | -                   | -           | 4,538,000                |
| Dadra and Nagar<br>Haveli | 3,408,000     | 1,000,000        | 0        | -                 | -                   | -           | 4,408,000                |
| A&N Island                | 1,700,000     | 50,000           | 0        | 1,500,000         | -                   | 344,994     | 3,594,994                |
| Nagaland                  | -             | 2,550,000        | 0        | -                 | -                   | -           | 2,550,000                |
| Daman & Diu               | 1,065,467     | 1,390,000        | 0        | -                 | -                   | -           | 2,455,467                |
| Pondicherry               | 76,053        | 200,000          | 0        | -                 | 1,042,000           | -           | 1,318,053                |
| Sikkim                    | 0             | 923,000          | 0        | -                 | -                   | -           | 923,000                  |
| Mizoram                   | -             | 0                | 0        | -                 | -                   | -           | -                        |
| Total Funds Rs.           | 3,955,842,561 | 1,782,119,252    |          | 623,053,110       | 78,274,183          | 505,699,755 | 6,944,988,861            |





Collectively, National Parties spent the maximum amount at the state level in Madhya Pradesh where
the parties incurred a total expenditure of Rs 98.06 crores followed by Maharashtra (Rs 92.81 crores)
and Gujarat (Rs 67.18 crores).



Graph: Top 5 states with maximum expenditure incurred during Lok Sabha Elections, 2014

|                | Electi      | on Expenditure incurre | d by Na | ational Parties from d | ifferent states- LS-2 | 2014       |                           |
|----------------|-------------|------------------------|---------|------------------------|-----------------------|------------|---------------------------|
| States         | ВЈР         | INC                    | BSP     | NCP                    | СРІ                   | СРМ        | Expenditure incurred (Rs) |
| Madhya Pradesh | 974,322,597 | 4,233,114              | 0       | -                      | 735,940               | 1,325,706  | 980,617,357               |
| Maharashtra    | 118,182,686 | 358,892,081            | 0       | 449,659,120            | 1,394,159             | -          | 928,128,046               |
| Gujarat        | 658,809,744 | 12,639,989             | 0       | -                      | 307,848               | 60,006     | 671,817,587               |
| Telangana      | -           | 250,245,533            | 0       | -                      | -                     | 3,241,205  | 253,486,738               |
| Karnataka      | 83,512,575  | 164,839,357            | 0       | -                      | 1,463,371             | 91,996     | 249,907,299               |
| Andhra Pradesh | 13,030,195  | 133,086,877            | 0       | -                      | 30,238,290            | 4,306,382  | 180,661,744               |
| Chhattisgarh   | 101,159,552 | 7,348,220              | 0       | 1                      | 215,000               | 384,219    | 109,106,991               |
| Assam          | 1,961,371   | 67,916,727             | -       | -                      | 76,157                | 838,949    | 70,793,204                |
| Kerala         | 40,479,300  | 7,734,111              | 0       | 1                      | 7,010,252             | 9,346,625  | 64,570,288                |
| Jharkhand      | 60,414,108  | 628,099                | 0       | -                      | 50,204                | 320,955    | 61,413,366                |
| Rajasthan      | 56,203,239  | 2,501,081              | 0       | -                      | 132,944               | 25,200     | 58,862,464                |
| Bihar          | 47,364,506  | 3,084,718              | 0       | -                      | 3,801,679             | 78,510     | 54,329,413                |
| West Bengal    | 12,904,750  | 6,538,848              | 0       | -                      | 1,887,016             | 32,612,094 | 53,942,708                |
| Odisha         | 15,965,537  | 32,813,732             | 0       | 2,283,400              | 708,095               | 652,957    | 52,423,721                |
| Tamilnadu      | 9,760,261   | 15,718,261             | 0       | -                      | -                     | 19,599,653 | 45,078,175                |
| Haryana        | 1,889,879   | 24,068,677             | 0       | -                      | 242,125               | 1,993,073  | 28,193,754                |





| Election Expenditure incurred by National Parties from different states- LS-2014 |               |               |     |             |            |            |                           |  |
|--|---------------|---------------|-----|-------------|------------|------------|---------------------------|--|
| States   | ВЈР           | INC           | BSP | NCP         | СРІ        | СРМ        | Expenditure incurred (Rs) |  |
| Meghalaya  | 4,768,850     | 20,189,395    | -   | -           | -          | -          | 24,958,245                |  |
| Uttarakhand  | 1,711,838     | 19,849,197    | 0   | -           | 312,136    | 138,250    | 22,011,421                |  |
| Manipur  | 6,522,892     | 696,252       | -   | 12,547,887  | 932,225    | -          | 20,699,256                |  |
| Punjab   | 5,921,584     | 8,937,216     | 0   | -           | 120,219    | 3,619,027  | 18,598,046                |  |
| Arunachal Pradesh  | 10,614,040    | 2,472,720     | -   | 4,061,622   | -          | -          | 17,148,382                |  |
| Lakshdweep   | -             | 440,566       | -   | 11,217,653  | -          | -          | 11,658,219                |  |
| Himachal Pradesh   | 10,288,292    | 412,465       | 0   | -           | -          | 154,173    | 10,854,930                |  |
| Uttar Pradesh  | 758,626       | 8,426,610     | 0   | -           | -          | 742,959    | 9,928,195                 |  |
| Tripura  | 788,619       | 1,781,283     | -   | -           | -          | 6,722,529  | 9,292,431                 |  |
| A&N Island   | 7,500,000     | 0             | 0   | 1,255,816   | -          | 264,589    | 9,020,405                 |  |
| Goa  | 3,990,556     | 1,454,632     | -   | -           | -          | -          | 5,445,188                 |  |
| Dadra and Nagar<br>Haveli  | 2,423,826     | 1,388,988     | 0   | -           | -          | -          | 3,812,814                 |  |
| Delhi  | 544,835       | 2,620,195     | 0   | -           | 3,940      | -          | 3,168,970                 |  |
| Nagaland   | -             | 2,243,500     | -   | -           | -          | -          | 2,243,500                 |  |
| Jammu & Kashmir  | 1,672,487     | 363,489       | 0   | -           | -          | -          | 2,035,976                 |  |
| Sikkim   | 481,172       | 889,603       | -   | -           | -          | -          | 1,370,775                 |  |
| Mizoram  | -             | 855,330       | -   | -           | -          | -          | 855,330                   |  |
| Daman & Diu  | 96,449        | 520,904       | 0   | -           | -          | -          | 617,353                   |  |
| Chandigarh   | 333,400       | 0             | 0   | _           | -          | -          | 333,400                   |  |
| Pondicherry  | 0             | 224,000       | 0   | -           | 0          | -          | 224,000                   |  |
| Total Funds Rs.  | 2,254,377,766 | 1,166,055,770 | 0   | 481,025,498 | 49,631,600 | 86,519,057 | 4,037,609,691             |  |





#### Recommendations of ADR

- It must be made mandatory for all political parties to submit their statements of expenditure in the format given by the ECI, within the prescribed time limit. Political parties not submitting on time or in the prescribed format should be heavily penalized.
- The **details of all donors** who contribute to national and regional parties exclusively for their election campaigns must be declared in the public domain irrespective of the amount donated.
- A format similar to the donations report along with the date of donations, submitted to the ECI on an annual
  basis, has to be prescribed for the expenditure statement so as to bring in more transparency in the finances
  of the political parties especially during elections when it is said that black money plays a major role.
- Similar to the shadow observers of the ECI for monitoring expenditure of candidates, there must also be
  observers for monitoring the expenditure of political parties.

#### **Contact Details:**

| Media and Journalist                       | Maj Gen Anil Verma (Retd)                          | Prof Jagdeep Chhokar                                    | Prof Trilochan Sastry                       |
|--|--|---|---|
| Helpline                                   | Head   | IIM Ahmedabad (Retd)                                    | IIM Bangalore                               |
| +91 80103 94248<br>Email: adr@adrindia.org | National Election Watch Association for Democratic | Founder Member National Election Watch, Association for | Founder Member,<br>National Election Watch, |
|  | Reforms  | Democratic<br>Reforms                                   | Association for Democratic Reforms          |
|  | +91 8826479910                                     | +919999620944   | +919448353285,                              |
|  | anilverma@adrindia.org                             | jchhokar@gmail.com                                      | trilochans@iimb.ernet.in                    |

#### Disclaimer

The information in this report was sourced from the election expenditure statements submitted by the National Parties to the Election Commission, as available on the website of the ECI. The same can be accessed from <a href="http://eci.nic.in/eci\_main1/PolPar/political\_parties\_Expenditure\_report\_GE2014.aspx">http://eci.nic.in/eci\_main1/PolPar/political\_parties\_Expenditure\_report\_GE2014.aspx</a>.

ADR/ NEW does not add or subtract any information, unless updated information is filed by the political parties themselves and uploaded on the ECI's website. While all efforts have been made to ensure that the information is in keeping with what is mentioned in the expenditure statements, in case of discrepancy between information in this report and that given in the expenditure statements, the information reported in the expenditure statements filed by the political parties should be treated as correct. Association for Democratic Reforms, National Election Watch and their volunteers are not responsible or liable for any damage arising directly or indirectly from the publication of this report.