

TATA CAPITAL WEALTH

Macro-Economic Dashboard - April 2023

Parameters	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23
Currency & Banking														
Currency in Circulation	9.7	10.1	8.6	8.0	8.1	8.1	8.2	9.0	7.9	8.2	8.0	8.2	7.8	7.7
M3	8.7	10.2	8.8	7.8	8.6	8.9	8.6	9.1	8.9	8.7	9.7	9.5	9.6	9.4
Bank Non-Food Credit	9.7	11.3	11.5	12.6	13.9	14.8	15.7	17.1	16.4	14.3	15.9	16.6	16.0	15.7
Credit to Industry	6.4	8.1	9.7	10.5	12.6	13.0	14.5	15.3	15.0	10.3	7.9	5.0		
Credit to Services	8.2	11.1	18.4	18.1	22.1	21.8	25.3	27.6	26.2	23.1	19.7	18.8		
Personal Credit	12.8	14.7	24.4	26.3	25.7	26.1	26.8	27.6	27.3	27.4	24.5	21.4		
Industry														
IIP	2.2	6.7	19.7	12.6	2.2	(0.7)	3.5	(4.1)	7.3	4.7	5.2			
PMI-Comp Index	54.3	57.6	58.3	58.2	56.6	58.2	55.1	55.5	56.7	59.4	57.5	59.0	58.4	61.6
Manufacturing Index	54.0	54.7	54.6	53.9	56.4	56.2	55.1	55.3	55.7	57.8	55.4	55.3	56.4	57.2
Services Index	53.6	57.9	58.9	59.2	55.5	57.2	54.3	55.1	56.4	58.5	57.2	59.4	57.8	62.0
Inflation														
CPI	7.0	7.8	7.0	7.0	6.7	7.0	7.4	6.8	5.9	5.7	6.5	6.4	5.7	
WPI	14.6	15.4	16.6	16.2	14.1	12.5	10.6	8.7	6.1	5.0	4.8	3.9	1.3	
Fiscal														
GST Collection (Rs. Lakh Cr.)	1.4	1.7	1.4	1.4	1.5	1.4	1.5	1.5	1.5	1.5	1.6	1.5	1.6	1.9
Foreign Trade & Reserve														
Export Growth	26.4	29.1	20.8	30.2	8.1	11.1	4.8	(12.0)	0.6	(12.2)	(6.6)	(8.8)	(13.9)	
Import Growth	29.0	26.1	57.5	53.4	43.8	41.7	14.9	10.0	5.4	(3.5)	(3.6)	(8.2)	(7.9)	
Forex Reserve (\$ Bn)	618	598	601	593	574	561	533	531	550	563	574	561	588	
Consumer														
Petroleum Consumption	4.2	9.8	24.0	18.2	6.4	16.6	6.4	4.6	12.0	6.8	5.9	5.2	5.6	
Freight Air Traffic	0.3	2.3	13.8	13.9	6.1	(1.2)	(0.5)	(15.1)	(2.3)	(5.9)	(3.6)	2.5	(4.6)	
Electricity Generation	4.3	10.1	20.4	16.7	2.5	0.4	10.9	(1.1)	11.9	8.9	9.7	10.5		

Credit to Industry & Services slowed in Feb'23 as against Jan'23. Meanwhile, since May '22 even as the RBI started tightening, nevertheless the same is not much reflected in currency in circulation and M3.

PMI grew to 61.6 in Apr'23 from 58.4 in Mar'23. Jan'23 IIP increased to 5.2% as against 4.7% in Dec'22.

The Mar'23 WPI eased to the lowest in 22 months, whereas CPI for Mar'23 came at 5.7% as against 6.4% in Feb'23.

GST collection have been touching all time high on the back of collection efficiencies & pick up in business activity.

Exports continued to remain in negative territory whereas Imports number has reduced since Nov'22. The forex reserve on m-o-m basis rose in Feb'23.

A slight increase was seen in Petroleum Consumption output, while high growth was seen in Electricity Generation. Freight Air Traffic reported Negative growth.

Source: RBI, Various Gol Ministries, News Articles

Summary:

The Indian economy is on the recovery path and has reached the pre-Covid levels on all the parameters. The non-food credit has started to pick up; PMI has also been in the expansion zone and the GST collections have been on the upswing. However, CPI inflation recorded a decline to 5.7% in Mar' 23 after a 2-Month high and has once again been below the MPC's 6% tolerance level. Growth in Foreign trade has slowed down on the back of demand slowdown leading to high inventories, rising inflation and high volatility in currencies.

Note:

All the number's year-on-year percentage growth numbers unless otherwise mentioned – GST collection (Rs. Lakhs Cr.), Forex Reserve (\$ Bn) and PMI which is the Index figure.

Currency in Circulation: It is the amount of money that has been issued by monetary authorities minus currency that has been removed from an economy.

M3: M1 (Demand deposits with the banking system + 'Other' deposits with the RBI) + Time deposits with the banking system

IIP: Index for Industrial Production

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