

# TATA CAPITAL WEALTH

## Macro Economic Dashboard – July 2022

Parameters	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22
<b>Currency &amp; Banking</b>														
Currency with the Public	12.4	10.2	9.6	8.9	7.9	7.7	7.4	8.3	9.0	10.2	11.0	8.9	7.5	8.0
M3	10.7	9.9	9.5	9.3	9.7	9.5	11.4	8.4	8.7	8.7	10.2	8.8	7.8	7.9
<b>Bank Non-Food Credit</b>	5.9	6.2	6.7	6.8	6.9	7.1	9.3	8.3	8.0	9.7	11.3	11.5	12.6	13.5
Credit to Industry	(0.3)	1.0	2.5	2.5	4.1	3.8	7.6	6.4	6.5	6.4	8.1	9.7		
Credit to Services	2.9	2.7	2.3	0.8	2.9	3.6	10.8	7.3	5.6	8.2	11.1	18.4		
Personal Credit	11.9	11.2	12.1	12.1	11.7	11.6	14.3	11.6	12.3	12.8	14.7	24.4		
<b>Industry</b>														
IIP	13.8	11.5	13.0	4.4	4.2	1.0	1.0	2.0	1.2	2.2	6.7	19.6		
<b>PMI-Comp Index</b>	43.1	49.2	55.4	55.3	58.7	59.2	56.4	53.0	53.5	54.3	57.6	58.3	58.2	
Manufacturing Index	48.1	55.3	52.3	53.7	55.9	57.6	55.5	54.0	54.9	54.0	54.7	54.6	53.9	56.4
Services Index	41.2	45.4	56.7	55.2	58.4	58.1	55.5	51.5	51.8	53.6	57.9	58.9	59.2	
<b>Inflation</b>														
CPI	6.3	5.6	5.3	4.3	4.5	4.9	5.7	6.0	6.1	7.0	7.8	7.0	7.0	
WPI	12.1	11.6	11.6	11.8	13.8	14.9	14.3	13.7	13.4	14.6	15.4	15.9	15.2	
<b>Fiscal</b>														
GST Collection (Rs. Lakh Cr.)	0.9	1.2	1.1	1.2	1.3	1.3	1.3	1.4	1.3	1.4	1.7	1.4	1.4	1.5
<b>Foreign Trade &amp; Reserve</b>														
Export Growth	47.5	49.3	46.2	22.7	43.4	34.6	44.3	27.9	34.5	26.4	29.2	20.9	23.5	
Import Growth	97.4	58.5	45.3	84.4	57.4	56.8	40.5	25.1	37.2	29.0	30.7	62.9	57.5	
Forex Reserve (\$ Bn)	609	621	634	639	642	638	634	630	632	618	598	601	593	572
<b>Consumer</b>														
Petroleum Consumption	(1.3)	6.5	6.4	5.0	0.2	(11.8)	(0.4)	(0.1)	5.4	4.2	9.6	23.7	17.9	
Freight Air Traffic	45.6	35.2	29.5	14.9	16.5	6.2	6.9	0.5	(2.8)	0.3	2.3	13.8	13.9	
Electricity Generation	6.3	6.8	17.1	(1.7)	2.8	1.6	2.5	(0.4)	2.8	4.3	10.1	20.4	16.7	

The RBI has on its part since the beginning of the pandemic has increased the liquidity in the economy significantly by keeping the interest rates at an all-time low level. This has increased the currency with the public substantially and credit especially to retail sector has improved and now since the past couple of months the credit to Industry & Services is also showing growth. However, since May as the RBI started tightening and the same is reflected in currency with public.

The PMI has largely remained in the expansion zone since the past year, which is reflecting steadily in the industrial production.

While WPI remained in the double digit since the past 15 consecutive month; CPI remained above the upper threshold limit of RBI for the sixth consecutive month in June.

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

In June both exports and imports grew at a steady pace even as trade deficit widened. Further the forex reserve has also depleted as RBI continued to support the currency.

Double digit growth was displayed in Petroleum consumption, electricity generation and freight air traffic

Source: RBI, Various GoI Ministries, News Articles

### Summary:

The Indian economy is on the recovery path and has reached the pre-Covid levels on most of 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, both CPI and WPI Inflation has started which were showing increasing trend due to high commodity prices may also have peaked out.

### Note:

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

Currency with the Public: Currency with the public is arrived at after deducting cash with banks from total currency in circulation.

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

IIP: Index for Industrial Production

PMI: Purchasing Managers Index

WPI: Wholesale price Index

CPI: Consumer Price Index



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