

TATA CAPITAL WEALTH

Macro-Economic Dashboard - June 2023

Parameters	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23
Currency & Banking														
Currency in Circulation	8.6	8.0	8.1	8.1	8.2	9.0	7.9	8.2	8.0	8.2	7.8	7.7	7.8	5.0
M3	8.8	7.8	8.6	8.9	8.6	9.1	8.9	8.7	9.7	9.5	9.6	9.4	9.7	10.5
Bank Non-Food Credit	11.5	12.6	13.9	14.8	15.7	17.1	16.4	14.3	15.9	16.6	16.0	15.7	16.5	15.5
Credit to Industry	9.7	10.5	12.6	13.0	14.5	15.3	15.0	10.3	7.9	5.0	5.8	6.9		
Credit to Services	18.4	18.1	22.1	21.8	25.3	27.6	26.2	23.1	19.7	18.8	19.6	21.4		
Personal Credit	24.4	26.3	25.7	26.1	26.8	27.6	27.3	27.4	24.5	21.4	20.7	19.7		
Industry														
IIP	19.7	12.6	2.2	(0.7)	3.5	(4.1)	7.3	4.7	5.2	5.6	1.7	4.2		
PMI-Comp Index	58.3	58.2	56.6	58.2	55.1	55.5	56.7	59.4	57.5	59.0	58.4	61.6	61.6	
Manufacturing Index	54.6	53.9	56.4	56.2	55.1	55.3	55.7	57.8	55.4	55.3	56.4	57.2	58.7	57.8
Services Index	58.9	59.2	55.5	57.2	54.3	55.1	56.4	58.5	57.2	59.4	57.8	62.0	61.2	58.5
Inflation														
CPI	7.0	7.0	6.7	7.0	7.4	6.8	5.9	5.7	6.5	6.4	5.7	4.7	4.2	
WPI	16.6	16.2	14.1	12.5	10.6	8.7	6.1	5.0	4.8	3.9	1.3	(0.9)	(3.5)	
Fiscal														
GST Collection (Rs. Lakh Cr.)	1.4	1.4	1.5	1.4	1.5	1.5	1.5	1.5	1.6	1.5	1.6	1.9	1.6	1.6
Foreign Trade & Reserve														
Export Growth	20.8	30.2	8.1	11.1	4.8	(12.0)	0.6	(12.2)	(6.6)	(8.8)	(13.9)	(12.7)	(10.3)	
Import Growth	57.5	53.4	43.8	41.7	14.9	10.0	5.4	(3.5)	(3.6)	(8.2)	(7.9)	(14.1)	(6.6)	
Forex Reserve (\$ Bn)	601	593	574	561	533	531	550	563	574	561	588	589	589	
Consumer														
Petroleum Consumption	24.0	18.2	6.4	16.6	6.4	4.6	12.0	6.8	5.9	5.2	5.6	1.0	9.5	
Freight Air Traffic	13.8	13.9	6.1	(1.2)	(0.5)	(15.1)	(2.3)	(5.9)	(3.6)	2.5	(4.6)	0.0	3.3	
Electricity Generation	20.4	16.7	2.5	0.4	10.9	(1.1)	11.9	8.9	9.7	10.5	(3.1)	(0.1)	16.8	

Credit to Industry has slowed down since past two months. Meanwhile, M3 on the other side has risen back since Feb'23.

PMI grew to 61.6 in May'23 from 58.4 in Mar'23. Apr'23 IIP rose to 4.2% against 1.7% in Mar'23.

The May'23 WPI eased to the lowest in 22 months, whereas CPI for has been trending lower.

GST collection dropped marginally in June after touching an all-time high in Apr'23.

Exports continued to remain in negative territory whereas imports number has reduced since Nov'22. The forex reserve remained flat in May'23.

An increase was seen in Petroleum Consumption output leading to a higher growth as compared to Apr'23.

Source: RBI, Various Govt 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 witnessed a slight fall; PMI has also been in the expansion zone and the GST collections have been on the upswing. However, CPI inflation recorded a decline to 4.2% in May' 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'

PMI: Purchasing Managers Index

WPI: Wholesale price Index

CPI: Consumer Price Index

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06 July 2023

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