

06 December 2023

Macro-Economic Dashboard - November 2023

For Sep'23 while credit to the industry grew in single digit; credit to services and personal credit grew at a faster double-digit rate, which is reflected in the bank non-food credit growth numbers.

India's PMI numbers both manufacturing and services though continued to remain in the expansion mode the pace of the same has slowed down in the past couple of months.

CPI remains above the RBI's inflation target of 4%. The deflationary pattern in WPI has eased.

GST collection for Nov'23 hit ₹1.68 lakh crore, registering the highest YoY growth of 15%.

Exports grew for the second time in FY24, albeit at a low base while imports jumped to a record high of \$65.03 bn fuelled by higher gold imports. The forex reserve remained below the \$600 bn mark.

In Oct'23, while freight air traffic and electricity generation grew in double digits, the petroleum consumption grew at a slower pace in single digit.

| Parameters | Oct-22 | Nov-22 | Dec-22 | Jan-23 | Feb-23 | Mar-23 | Apr-23 | May-23 | Jun-23 | Jul-23 | Aug-23 | Sep-23 | Oct-23 | Nov-23 |
|------------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Currency & Banking | | | | | | | | | | | | | | |
| Currency in Circulation | 9.0 | 7.9 | 8.2 | 8.6 | 8.1 | 7.9 | 7.6 | 6.9 | 4.9 | 4.4 | 4.0 | 4.1 | 2.9 | 4.3 |
| M3 | 9.1 | 8.9 | 8.7 | 9.8 | 9.5 | 9.0 | 8.8 | 10.1 | 11.4 | 10.6 | 10.8 | 10.8 | 10.8 | 11.3 |
| Bank Non-Food Credit | 17.1 | 16.4 | 14.3 | 15.6 | 16.1 | 15.4 | 16.2 | 15.7 | 16.4 | 19.8 | 19.9 | 20.0 | 19.8 | 20.8 |
| Credit to Industry | 15.3 | 15.0 | 10.3 | 7.9 | 5.0 | 5.8 | 6.9 | 6.0 | 8.1 | 5.8 | 6.6 | 7.1 | | |
| Credit to Services | 27.6 | 26.2 | 23.1 | 19.7 | 18.8 | 19.6 | 21.4 | 21.0 | 26.5 | 23.1 | 24.8 | 25.1 | | |
| Personal Credit | 27.6 | 27.3 | 27.4 | 24.5 | 21.4 | 20.7 | 19.7 | 19.3 | 21.0 | 31.7 | 30.8 | 30.4 | | |
| Industry | | | | | | | | | | | | | | |
| IIP | (4.1) | 7.6 | 5.1 | 5.8 | 6.0 | 1.9 | 4.5 | 5.7 | 4.0 | 6.0 | 10.3 | 5.8 | | |
| PMI-Comp Index | 55.5 | 56.7 | 59.4 | 57.5 | 59.0 | 58.4 | 61.6 | 61.6 | 59.4 | 61.9 | 60.9 | 61.0 | 58.4 | 57.4 |
| Mfg Index | 55.3 | 55.7 | 57.8 | 55.4 | 55.3 | 56.4 | 57.2 | 58.7 | 57.8 | 57.7 | 58.6 | 57.5 | 55.5 | 56.0 |
| Services Index | 55.1 | 56.4 | 58.5 | 57.2 | 59.4 | 57.8 | 62.0 | 61.2 | 58.5 | 62.3 | 60.1 | 61.0 | 58.4 | 56.9 |
| Inflation | | | | | | | | | | | | | | |
| CPI | 6.8 | 5.9 | 5.7 | 6.5 | 6.4 | 5.7 | 4.7 | 4.3 | 4.9 | 7.4 | 6.8 | 5.0 | 4.9 | |
| WPI | 8.7 | 6.1 | 5.0 | 4.8 | 3.9 | 1.4 | (0.8) | (3.6) | (4.2) | (1.2) | (0.5) | (0.3) | (0.5) | |
| Fiscal | | | | | | | | | | | | | | |
| GST Collection (₹ Lakh Cr.) | 1.5 | 1.5 | 1.5 | 1.6 | 1.5 | 1.6 | 1.9 | 1.6 | 1.6 | 1.7 | 1.6 | 1.6 | 1.7 | 1.7 |
| Foreign Trade & Reserve | | | | | | | | | | | | | | |
| Export Growth | (11.5) | 9.7 | (3.0) | 1.6 | (0.4) | (5.9) | (12.7) | (10.3) | (18.8) | (10.0) | 3.8 | (2.6) | 6.2 | |
| Import Growth | 8.0 | 7.4 | 1.5 | 0.5 | (4.1) | (3.4) | (15.5) | (6.0) | (16.9) | (17.0) | (2.8) | (15.0) | 12.3 | |
| Forex Reserve (\$ Bn) | 531 | 550 | 563 | 574 | 561 | 588 | 589 | 589 | 595 | 604 | 595 | 587 | 586 | 598 |
| Consumer | | | | | | | | | | | | | | |
| Petroleum Consumption | 5.7 | 14.3 | 3.4 | 4.3 | 6.6 | 8.7 | 1.4 | 12.6 | 5.2 | 3.1 | 8.1 | 8.2 | 3.7 | |
| Freight Air Traffic | (14.5) | (2.3) | (5.9) | (3.7) | 2.1 | 1.4 | 0.0 | (0.3) | (0.8) | (1.2) | 6.9 | (0.3) | 13.1 | |
| Electricity Generation | (1.1) | 11.9 | 8.9 | 9.7 | 10.5 | (3.1) | (0.1) | 16.8 | 19.6 | 24.2 | 32.2 | 24.7 | 21.8 | |

Source: RBI, Various GoI Ministries, News Articles

Summary:

Sustained high levels of GST collections, declining wholesale inflation, resilient core sector outputs and elevated credit growth bode well for the Indian economy. CPI inflation has been growing at a slower pace, on the back of contraction in WPI Inflation. Growth in foreign trade has slowed down on the back of global headwinds such as sluggish global economic growth and demand specially in major economies like EU, UK and China.

Note:

All the number's year-on-year percentage growth numbers unless otherwise mentioned – GST collection (₹. 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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