

TATA CAPITAL WEALTH

Macro Economic Dashboard – August 2022

Parameters	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	Aug-22
Currency & Banking														
Currency with the Public	10.2	9.6	8.9	7.9	7.7	7.4	8.3	9.0	10.2	11.0	8.9	7.5	7.9	8.3
M3	9.9	9.5	9.3	9.7	9.5	11.4	8.4	8.7	8.7	10.2	8.8	7.8	8.6	8.4
Bank Non-Food Credit	6.2	6.7	6.8	6.9	7.1	9.3	8.3	8.0	9.7	11.3	11.5	12.6	13.9	14.6
Credit to Industry	1.0	2.5	2.5	4.1	3.8	7.6	6.4	6.5	6.4	8.1	9.7	10.5		
Credit to Services	2.7	2.3	0.8	2.9	3.6	10.8	7.3	5.6	8.2	11.1	18.4	18.1		
Personal Credit	11.2	12.1	12.1	11.7	11.6	14.3	11.6	12.3	12.8	14.7	24.4	26.3		
Industry														
IIP	11.5	13.0	4.4	4.2	1.0	1.0	2.0	1.2	2.2	6.7	19.6	12.3		
PMI-Comp Index	49.2	55.4	55.3	58.7	59.2	56.4	53.0	53.5	54.3	57.6	58.3	58.2	56.6	58.2
Manufacturing Index	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	56.2
Services Index	45.4	56.7	55.2	58.4	58.1	55.5	51.5	51.8	53.6	57.9	58.9	59.2	55.5	57.2
Inflation														
CPI	5.6	5.3	4.3	4.5	4.9	5.7	6.0	6.1	7.0	7.8	7.0	7.0	6.7	
WPI	11.6	11.6	11.8	13.8	14.9	14.3	13.7	13.4	14.6	15.4	15.9	15.2	13.9	
Fiscal														
GST Collection (Rs. Lakh Cr.)	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	1.4
Foreign Trade & Reserve														
Export Growth	49.3	46.2	22.7	43.4	34.6	44.3	27.9	34.5	26.4	29.2	20.9	30.4	2.1	(1.1)
Import Growth	58.5	45.3	84.4	57.4	56.8	40.5	25.1	37.2	29.0	30.7	62.9	57.6	43.6	36.8
Forex Reserve (\$ Bn)	621	634	639	642	638	634	630	632	618	598	601	593	574	561
Consumer														
Petroleum Consumption	6.5	6.4	5.0	0.2	(11.8)	(0.4)	(0.1)	5.4	4.2	9.6	23.7	17.9	6.1	
Freight Air Traffic	35.2	29.5	14.9	16.5	6.2	6.9	0.5	(2.8)	0.3	2.3	13.8	13.9	6.1	
Electricity Generation	7.1	17.1	(1.7)	2.8	1.6	2.5	(0.4)	2.8	4.3	10.1	20.4	16.7	2.5	

Since the past couple of months, the credit to Industry & Services is showing growth. However, since May as the RBI started tightening and the same is reflected in currency with public and M3.

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 16 consecutive months; CPI remained above the upper threshold limit of RBI for the seventh consecutive month in July.

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

In July and August, exports remained flat and imports grew at a steady pace even as trade deficit widened. While, the forex reserve has also depleted as the RBI continued to support the currency.

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

Source: RBI, Various Govt 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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