

08 January 2024

Macro-Economic Dashboard - December 2023

For Oct'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 manufacturing PMI fell to an 18-month low of 54.9 in Dec'23 from 56.0 in Nov'23. The services PMI was at a 3-month high of 59.0 in Dec '23. The Oct'23 IIP grew at a strong pace.

CPI remains above the RBI's inflation target of 4%. The WPI saw a slight increase in Nov'23.

GST collection for Dec'23 was at ₹1.64 lakh crore, registering a YoY growth of 10%.

Exports and Imports both contracted in Nov'23; nonetheless narrowing the trade gap. The forex reserve remained above the \$600 bn mark, hitting a 22-month high.

In Nov'23, while freight air traffic grew at a slower pace, there was a de-growth in petroleum consumption. Electricity generation fell in Dec'23 after touching an all-time high in Aug'23.

Parameters	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	Dec-23
Currency & Banking														
Currency in Circulation	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	4.0
M3	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	11.6
Bank Non-Food Credit	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	20.3
Credit to Industry	15.0	10.3	7.9	5.0	5.8	6.9	6.0	8.1	5.8	6.6	7.1	8.6		
Credit to Services	26.2	23.1	19.7	18.8	19.6	21.4	21.0	26.5	23.1	24.8	25.1	26.8		
Personal Credit	27.3	27.4	24.5	21.4	20.7	19.7	19.3	21.0	31.7	30.8	30.4	32.6		
Industry														
IIP	7.6	5.1	5.8	6.0	1.9	4.6	5.7	4.0	6.2	10.3	6.2	11.7		
PMI-Comp Index	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	58.5
Manufacturing Index	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	54.9
Services Index	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	59.0
Inflation														
CPI	5.9	5.7	6.5	6.4	5.7	4.7	4.3	4.9	7.4	6.8	5.0	4.9	5.6	
WPI	6.1	5.0	4.8	3.9	1.4	(0.8)	(3.6)	(4.2)	(1.2)	(0.5)	(0.1)	(0.5)	0.3	
Fiscal														
GST Collection (₹ Lakh Cr.)	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	1.6
Foreign Trade & Reserve														
Export Growth	9.7	(3.0)	1.6	(0.4)	(5.9)	(12.7)	(10.4)	(18.8)	(10.0)	3.8	(2.6)	6.2	(2.8)	
Import Growth	7.4	1.5	0.5	(4.1)	(3.4)	(15.5)	(6.0)	(16.9)	(17.0)	(2.4)	(15.0)	9.6	(4.3)	
Forex Reserve (\$ Bn)	550	563	574	561	588	589	589	595	604	595	587	586	598	623
Consumer														
Petroleum Consumption	14.3	3.4	4.3	6.6	8.7	1.4	12.6	(6.9)	3.1	8.1	8.0	4.8	(1.1)	
Freight Air Traffic	(2.3)	(5.9)	(3.7)	2.1	1.4	0.0	(0.3)	(0.8)	(1.2)	6.9	(0.3)	13.1	6.6	
Electricity Generation	11.9	8.9	9.7	10.5	(3.1)	(0.1)	16.8	19.6	24.2	32.2	24.7	21.8	5.7	0.2

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 / slow growth 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

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