



Macro-Economic Dashboard

	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18
Banking													
Currency in circulation (% YoY)	(8.1)	(8.0)	39.7	79.9	75.5	57.1	37.0	32.9	29.8	27.7	22.2	19.3	22.9
M3 (% YoY)	5.6	6.5	8.8	10.5	10.8	10.3	9.5	10.6	10.0	10.4	9.9	10.8	10.0
Bank non-food credit growth (% YoY)	7.1	7.4	10.0	11.3	11.2	11.6	10.5	12.8	13.2	10.9	12.4	14.4	12.6
Personal credit (% YoY)	16.8	16.0	17.3	18.9	20.0	20.4	17.8	19.1	18.6	17.9	16.7	18.2	
Credit to industry (% YoY)	(0.4)	(0.2)	1.0	2.1	1.1	1.0	0.7	1.0	1.4	0.9	0.3	1.9	
Credit to services (% YoY)	7.0	9.4	14.0	14.7	13.2	14.2	13.8	20.7	21.9	23.3	23.0	26.7	
Deposit growth (% YoY)	8.2	8.7	3.4	4.0	4.9	5.9	6.2	7.7	8.1	6.8	7.8	9.9	8.1
10 year G-Sec yields (%)	6.66	6.86	7.06	7.33	7.43	7.73	7.4	7.8	7.8	7.9	7.77	7.95	8.02
Weighted average lending rate of Banks (%)	10.5	10.4	10.4	10.3	10.2	10.3	10.2	10.2	10.1	10.1	10.33	10.39	
Median MCLR (%)	8.4	8.3	8.4	8.3	8.3	8.3	8.4	8.4	8.5	8.5	8.55	8.60	8.70
Commercial Paper issuance (% YoY)	12.7	23.5	22.8	13.1	20.0	22.1	(6.4)	1.8	19.3	49.3	96.5	71.1	41.5
Industry													
Cement production (% YoY)	0.1	(1.3)	18.4	18.9	19.6	23.0	13.5	21.9	13.0	13.3	11.0	14.4	
Steel production (% YoY)	3.7	8.4	17.1	2.5	1.7	5.0	4.8	3.0	0.7	3.4	6.9	4.0	
IIP (% YoY)	4.1	2.0	8.5	7.3	7.5	6.9	4.6	4.8	3.9	6.9	6.5	4.3	
Mining (% YoY)	7.8	(0.1)	1.4	1.2	0.3	(0.4)	3.1	4.0	5.8	6.6	3.4	(0.4)	
Manufacturing (% YoY)	3.8	2.2	10.4	8.7	8.7	8.4	4.7	5.3	3.7	6.7	7.0	4.6	
Electricity (% YoY)	3.4	3.2	3.9	4.4	7.6	4.5	5.9	2.1	4.2	8.5	6.7	7.6	
Capital goods production (% YoY)	8.7	3.5	5.7	13.2	12.4	16.6	(5.7)	11.9	6.9	9.8	2.8	5.0	
Consumer durables production (% YoY)	(3.4)	(8.6)	3.1	2.1	7.6	7.5	4.1	4.5	6.4	13.4	14.3	5.2	
Consumer non-durables production (% YoY)	10.3	7.9	23.4	16.6	10.7	7.4	12.7	7.9	(2.1)	0.2	5.5	6.3	
PMI Manufacturing Index	51.2	50.3	52.6	54.7	52.4	52.1	51.0	51.6	51.2	53.1	52.3	51.7	52.2
PMI Services Index	50.7	51.7	48.5	50.9	51.7	47.8	50.3	51.4	49.3	52.6	54.2	51.5	50.5
PMI Composite Index	51.1	51.3	50.3	53.0	52.5	49.7	50.8	51.9	50.4	53.3	54.1	51.9	51.6
Consumer													
Rural wage (% YoY)	7.0	5.7	4.4	4.4	3.1	3.7	3.0	2.4	2.7	3.4	2.9		
Motorvehicle sales (% YoY)	10.0	(1.8)	24.0	36.4	30.7	22.8	18.2	17.4	12.1	25.2	8.0	3.4	3.7
Passenger Vehicle (% YoY)	11.3	(0.3)	14.3	5.2	7.6	7.8	6.4	7.5	19.7	37.5	(2.7)	(2.5)	(5.6)
Commercial Vehicle (% YoY)	25.3	6.4	50.4	52.6	39.7	31.1	24.6	76.0	43.1	41.7	29.7	29.6	24.1
Two wheeler (% YoY)	9.1	(2.8)	23.5	41.5	33.4	23.8	18.3	16.9	9.2	22.3	8.2	2.9	4.1
Petrol consumption (% YoY)	17.8	5.5	4.8	10.3	16.2	10.1	14.2	9.5	2.3	15.2	8.1	8.0	4.4
Diesel consumption (% YoY)	16.6	(2.0)	7.5	8.5	14.6	6.1	8.0	2.7	0.3	7.8	4.9	4.3	(0.7)
Air traffic (% YoY)	16.5	20.6	16.9	17.8	19.7	24.4	28.2	26.1	16.9	18.7	21.2	17.1	
Foreign tourist arrivals (% YoY)	18.9	18.1	14.4	15.1	8.4	10.1	13.4	4.4	5.1	2.7	3.5	9.1	
Freight													
Major port traffic (% YoY)	3.1	3.4	4.8	5.0	12.9	9.1	2.9	1.8	3.0	7.1	4.8	9.4	5.1
Rail freight traffic (% YoY)	5.9	2.6	3.1	7.0	6.4	4.1	3.9	8.3	6.2	4.9	4.1	5.2	3.7
Foreign Trade													
Export growth (% YoY)	25.7	(1.1)	30.1	12.5	11.6	4.5	(0.6)	5.2	21.0	18.0	14.3	19.3	(2.2)
Import growth (% YoY)	18.1	7.6	20.8	21.0	26.0	10.4	7.1	4.6	13.5	19.5	28.8	25.4	10.5
Capital goods imports (% YoY)	14.6	15.2	18.4	9.1	28.1	27.7	25.9	8.7	34.2	31.5	30.3	45.3	5.8
Fiscal													
Central Government expenditure (% YoY)	(12.1)	16.5	37.1	20.3	(4.7)	17.6	(36.6)	(7.7)	15.1	22.4	15.5	27.5	
Indirect tax (% YoY)	(0.0)	(10.5)	(25.5)	(14.3)	(21.3)	(8.8)	(43.4)	66.0	3.9	(10.9)	(13.3)	13.1	
Inflation													
CPI (% YoY)	3.3	3.6	4.9	5.2	5.1	4.4	4.3	4.6	4.9	4.9	4.2	3.7	3.8
Core CPI (% YoY)	4.6	4.6	4.9	5.12	5.14	5.2	5.4	5.9	6.2	6.4	6.29	5.9	5.8
WPI (% YoY)	2.6	3.6	3.9	3.6	2.8	2.5	2.5	3.2	4.4	5.8	5.1	4.5	5.1
Negative (Red + Yellow)	8	18	8	5	7	5	7	6	7	7	7	7	7
Positive (Green + Blue)	34	24	34	37	35	37	35	36	35	35	35	34	17

Measures taken by RBI to provide liquidity to NBFCs should be a positive sign for credit offtake. This will allow banks to lend NBFCs and bring back the overall credit growth, but selectively.

Industrial production growth moderated in August 2018 from July 2018. From an industry perspective, Electricity held up, Manufacturing activity moderated and Mining growth turned negative, albeit due to the high base of comparison. Capital goods and Consumer non-durable goods picked up, whereas Consumer durables and infrastructure components slowed down.

Delayed festive season, rising interest rates and high oil prices are weighing on the auto sector. Absence of new launches in the economy segment of passenger vehicles and increase in cost of ownership due to rise in insurance cost for two wheelers are likely to add pressure on volumes. Commercial vehicles continue their healthy growth backed by improved demand from Government's higher infra spending, road construction and last mile connectivity program.

India's trade deficit narrowed in Sep, driven by deceleration in import growth, even as exports contracted on a high base. The imports growth moderation was seen across all segments (oil, gold, non-oil non-gold, capital goods). The narrowed trade deficit is probably reflecting some of the impact of policy measures (hike in custom duty on non-essential imports) and correction in Real Effective Exchange Rate (REER) sifting through.

The CPI rose less than expected with food prices remaining subdued. CPI core measures (non-fuel, non-food) also moderated. WPI accelerated in September. While a low base from last year was expected to keep the yoy reading higher, the upward surprise was driven by increase in global commodity prices and lower disinflation in food prices. We believe a challenging external environment will keep the inflation above comfort zone once the base becomes unfavourable.

■ Negative ■ Watch ■ Neutral ■ Positive

Source: BNPP AMC, RBI, Central Statistical Organisation, Government of India, Bloomberg, CEIC, Nirmal Bang Institutional Equities Research

The data mentioned above is as per their date of release and availability as on October 19, 2018.



Disclaimers: The material contained herein has been obtained from publicly available information, internally developed data and other sources believed to be reliable, but BNP Paribas Asset Management India Private Limited (BNPPAMIPL) makes no representation that it is accurate or complete. BNPPAMIPL has no obligation to tell the recipient when opinions or information given herein change. It has been prepared without regard to the individual financial circumstances and objectives of persons who receive it. This information is meant for general reading purpose only and is not meant to serve as a professional guide for the readers. Except for the historical information contained herein, statements in this publication, which contain words or phrases such as 'will', 'would', etc., and similar expressions or variations of such expressions may constitute 'forward-looking statements'. These forward looking statements involve a number of risks, uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. BNPPAMIPL undertakes no obligation to update forward-looking statements to reflect events or circumstances after the date thereof. The words like believe/belief are independent perception of the Fund Manager and do not construe as opinion or advise. This information is not intended to be an offer to sell or a solicitation for the purchase or sale of any financial product or instrument. The information should not be construed as an investment advice and investors are requested to consult their investment advisor and arrive at an informed investment decision before making any investments. The sector(s) mentioned in this document do not constitute any recommendation of the same and BNP Paribas Mutual Fund may or may not have any future position in these sector(s). The Trustee, AMC, Mutual Fund, their directors, officers or their employees shall not be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages arising out of the information contained in this document.

Reg. Office of AMC is at BNP Paribas House, 1 North Avenue, Maker Maxity, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051.

Corporate Identity Number (CIN): **U65991MH2003PTC142972**.

Toll free Number: **1800 102 2595** Email id: customer.care@bnpparibasmf.in Website: www.bnpparibasmf.in

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.