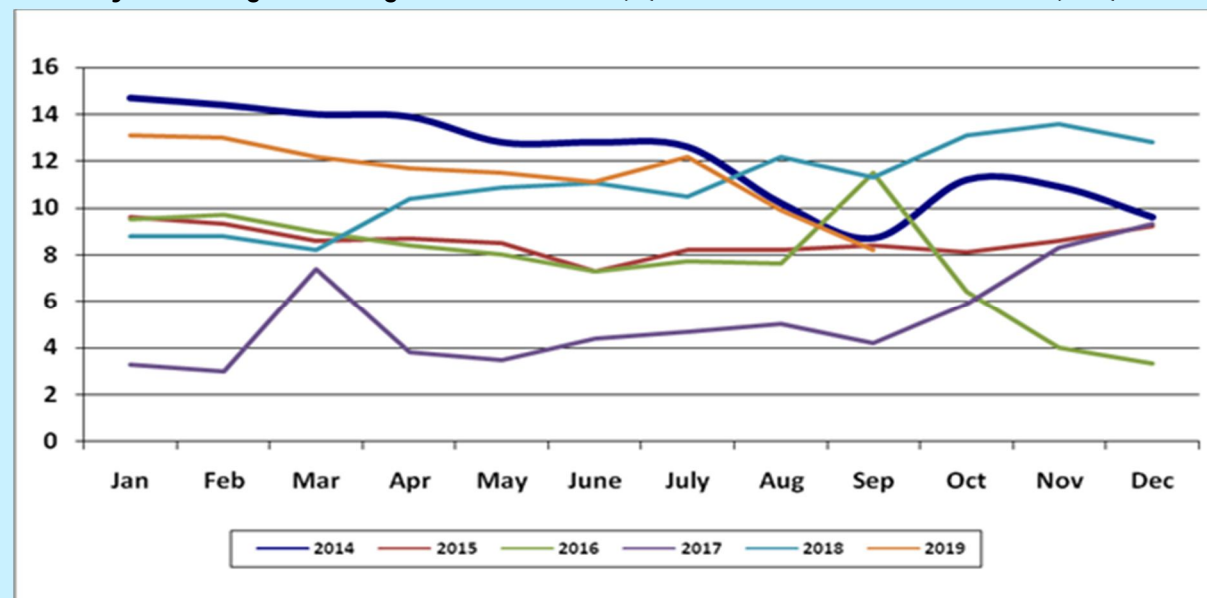


Gross Bank Credit grows at around 8% in September 2019

Gross bank credit grows at around 8% in September 2019 as against 10% in August 2019 (year-on-year). The gross bank credit growth stands at 11% in September 2018. On a year-on-year (y-o-y) basis, non-food bank credit increased by 8.1% in September 2019 as against 9.8% in August 2019. Credit to agriculture and allied activities increased by around 7% during September and August 2019.

Monthly trend in growth of gross bank credit (%)

(YoY)



Source: PHD Research Bureau, compiled from RBI

Credit to industry stands at about 3% in September 2019 as against 4% in August 2019. Credit to industry rose by 3% in September 2019 as compared with an increase of 2.3% in September 2018. Within industry, credit growth to infrastructure, construction, cement & cement

products, beverage & tobacco, paper & paper products and all engineering have accelerated. However, credit growth to food processing, textiles, gems & jewellery and chemicals & chemical products have decelerated/contracted.

Deployment of Gross Bank Credit by major sectors

(Rs. crore)

Sector	Aug 2019*	Sep 2019**	Aug 2019^ Y-O-Y growth	Sep 2019^^ Y-O-Y growth (%)
Gross Bank Credit	8594549	8680216	9.9	8.2
Food Credit	62182	59887	27.5	26.0
Non-food Credit	8532367	8620329	9.8	8.1
Agriculture & Allied Activities	1113027	1127794	6.8	7.0
Industry (Micro & Small, Medium and Large)	2765215	2774883	3.9	2.7
Services	2350198	2361866	13.3	7.3
Personal Loans	2303930	2355785	15.6	16.6
Priority Sector	2721947	2759852	6.2	6.7

Source: PHD Research Bureau, compiled from RBI, *Data pertains to Aug.30, 2019, ^ Growth pertains to Aug.30, 2019 over Aug.31, 2018. ** Data pertains to as on Sep.27, 2019 ^^ Data pertains to as on Sep.27, 2019 over Sep.28, 2018. Data are provisional and relate to select banks which cover about 90 per cent of total non-food credit extended by all scheduled commercial banks. Export credit under priority sector relates to foreign banks only. Micro & small enterprises under item Priority sector includes credit to micro & small enterprises in manufacturing as well as services sector. Priority Sector is as per old definition and does not conform to FIDD Circular FIDD.CO.Plan.BC.54/04.09.01/2014-15 dated April 23, 2015

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